

PSC NO: 1 WATER

STATEMENT TYPE: CRF

STATEMENT NO. 2

COMPANY: **EMERALD GREEN LAKE LOUISE MARIE WATER COMPANY, INC.**

INITIAL EFFECTIVE DATE: 04/01/05

CAPITAL RESERVE FEE**STATEMENT NO. 2**

Emerald Green Lake Louise Marie Water Company, Inc. is authorized to establish a Capital Reserve Fee, which will be used to pay for capital improvements prioritized in the Commission Order in Case 04-W-0349 unless otherwise directed by the Commission. This account will be subject to the following conditions:

1. The Capital Reserve Fee (CRF) will be collected from all new customers who physically connect to the system for the first time after April 1, 2005.
2. The CRF will be \$4,000 payable prior to the connection.
3. This account will be established in a bank, in a separate interest bearing account, and will be under the control of Emerald Green Lake Louise Marie Water Company, Inc.
4. Emerald Green Lake Louise Marie Water Company, Inc. will have access to the funds in this account solely for the purposes noted above and any associated revenue taxes.
5. For the purposes of this account all new residences, will be considered to be new connections. For example, townhouses shall be considered an individual customer and thus responsible for a CRF.
6. Any interest earned by the account shall remain in the account and used to pay for future capital improvements or any related revenue taxes.
7. A complete accounting of the revenues and expenditures for the account must be submitted to the Secretary to the Commission by March 1st of each year. In addition, Emerald Green Lake Louise Marie Water Company, Inc. may be required to submit, at Staff's request, additional account information.

Issued in compliance with the Order dated March 31, 2005 in Case 04-W-0349.

Issued By: Sharon Henderson, President, PO Box 129, Rock Hill, NY 12775