PSC No. 5 - WATER COMPANY: NEW YORK AMERICAN WATER COMPANY, INC. INITIAL EFFECTIVE DATE: AUGUST 1, 2017

STATEMENT TYPE: SURC STATEMENT NO.: 2

(Issued in compliance with Order in Case 16-W-0284 dated April 21, 2017)

DRINKING WATER SURCHARGE STATEMENT

New York American Water Company, Inc. is authorized to surcharge the bills of its Beaver Dam Lake water system customers in order to pay in full Beaver Dam Lake Water Corp.'s prior loan with the Environmental Facilities Corporation (EFC) in the amount of \$893,472.

There are currently 154 active service taps in the Beaver Dam Lake water system, and the monthly surcharge is \$59.82 per service tap. This monthly surcharge will continue for 10 years (August 1, 2017 – July 31, 2027).

If New York American Water Company, Inc. experiences any under-collections/over-collections or changes in the required annual payments and associated charges, it will file a new surcharge statement, to become effective on not less than 30 days' notice.

Note: Any new statements the Company files with the Commission will be audited by Staff of the Office of Electric, Gas & Water.