

..DID: 14730  
..TXT: PSC NO: 2 WATER STATEMENT TYPE: ESCW  
COMPANY: SNOW LAKE UTILITIES CORP. STATEMENT NO: 1  
INITIAL EFFECTIVE DATE: 02/01/01  
STAMPS: Issued in compliance with Order in Case 00-W-1386 effective 1/29/01.  
RECEIVED: 02/08/01 STATUS: Effective EFFECTIVE: 02/01/01

Extraordinary Repairs and Plant Replacement  
Escrow Account

The Snow Lake Utilities Corp. will establish an escrow account with a maximum balance of \$3,024, not including account interest, for the purpose of making extraordinary repairs and/or plant replacements. The account will be subject to the following conditions:

1. These funds will be kept in a separate account established in a local bank. The account will be under the company's control.
2. The company will surcharge each customer \$18 semi-annually and deposit the money collected through this surcharge into the escrow account. When the amount of money collected reaches \$3,024, Snow Lake will stop billing each customer the \$18 semi-annual surcharge. As money is used from the escrow account for extraordinary repairs and plant replacements, Snow Lake will be permitted to replenish the escrow account to the \$3,024 level. This will be accomplished by billing each customer an equal share of the money required to replenish the escrow account to the \$3,024 level. However, Snow Lake will not be allowed to surcharge each customer more than \$18 semi-annually to accomplish the replenishment (unless otherwise approved by the Commission).
3. This account shall bear interest and such interest shall remain in the account and be used to cover expenses or reduce replenishment amounts. In addition, the company will have access to the funds in this account solely for the purposes noted above and any associated revenue taxes.
4. The company will submit to the Chief, Water Rates Section within 30 days after the end of each calendar year, copies of all escrow account bank statements with a complete accounting of all deposits and withdrawals. A complete explanation of what all withdrawals were used for including copies of bills will also be required with this submission.

Issued By: Richard B. Purdue, President, P.O. Box 299, Indian Lake, NY 12842  
(Name of Officer, Title, Address)