

PSC NO: 2 WATER
COMPANY: WEST BEEKMAN WATER CO., INC.
INITIAL EFFECTIVE DATE: JANUARY 11, 2023
(Issued in compliance with Order in Case 21-W-0497 dated September 16, 2022)

STATEMENT TYPE: CIS
STATEMENT NO.: 1

Capital Improvements Surcharge

West Beekman Water Co., Inc. (the Company) is authorized to surcharge its customers to maintain a replenishable escrow account with a maximum balance of \$15,000, not including account interest. The account will be subject to the following conditions:

1. The surcharge is to pay the principal and interest on a loan of no more than \$225,000, as approved by the Public Service Commission.
2. The proceeds of the loan are to be used to fund the cost of water storage tank repairs and improvements.
3. The account will initially be funded by means of a quarterly surcharge of \$20.00 per customer for four billing periods, commencing with the first billing period on or after the effective date of this statement.
4. The account will be established in a bank and be kept in a separate account that will be under the control of the Company, and funds may be withdrawn from the account as needed for the purpose noted above.
5. After initial funding, the Company shall surcharge customers a unit amount required to collect the monthly debt service costs. At 8 percent interest, this results in a quarterly surcharge of \$17.03 per customer. Any interest earned shall remain in the account to cover expenses or reduce payments by the customers needed to replenish the account to its approved maximum level.
6. The surcharge will remain in effect until the Company makes its final payment on the loan for the approved repairs and improvements. Upon completion of the final escrow account review, the Company will file a cancellation supplement on not less than one day's notice and credit customer bills on a per customer basis for the balance remaining in the account.
7. A customer terminating service will not be entitled to a refund of payments made to the escrow account.
8. By January 31 of each year, the Company shall submit copies of all bank statements and a complete accounting of the revenues and expenses for the escrow account in the prior calendar year to the Office of Electric, Gas & Water, Department of Public Service.