



Frank X. Simpson
Director of Rates & Regulation
1025 Laurel Oak Road
Voorhees, NJ 08043

frank.simpson@amwater.com
Phone: (856) 782.2351

May 4, 2012

Via Electronic Filing

The Honorable Jaclyn A. Brillig
Secretary
State of New York Public Service Commission
3 Empire State Plaza
Albany, New York 12223

**RE: Long Island Water Corporation d/b/a Long Island American Water SIC
Reconciliation Mechanism for the Rate Year ended March 31, 2012
Case No. 11-W-0200**

Dear Secretary Brillig:

Enclosed as Attachment A, please find the documents supporting the Company's System Improvement Charge ("SIC") reconciliation of authorized compared to actual collections under this mechanism through March 31, 2012, as authorized pursuant to the Commission's order in Case 11-W-0200.

Based on this information, there is an under collection in the amount of \$22,695. This includes the SIC billed in April and May 2012 for metered consumption through March 31, 2012.

The Company proposes to recover this under collection by including it, along with proposed property tax refunds, within its filing for the Revenue and Property Tax Reconciliation Mechanism ("RPT") for the Rate Year Ended March 31, 2012 as submitted to the Commission on April 20, 2012 (Case 07-W-0508). The Company's proposal to consolidate these various matters is discussed in more detail within its RPT filing. Please note that the \$22,695 under collection is an update to the under collected SIC amount of \$40,981 detailed in the RPT filing because it includes the April 2012 billed SIC revenue as noted in that filing, as well as the May 2012 SIC revenue.

Please do not hesitate to contact me should you have any questions about this matter.

Hon. Jaclyn Brilling
May 4, 2012
Page 2 of 2

Respectfully submitted,

/s/ Frank X. Simpson

Frank X. Simpson
Director of Rates & Regulation

FXS:dlc
Attachments

cc: Bruce Alch, NYS Department of Public Service
Kevin Manz, NYS Department of Public Service
William Varley, President, Long Island Water Corporation
Suzana DUBY, Esq., Long Island Water Corporation

Filing #	Effective Dates	Approved Revenue Requirement	Undercollection of DSIC in Previous Rate Order	Annual Revenue Requirement	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11	Jan-12	Feb-12	Mar-12	Apr-12	May-12	
#1	05/24/11- 03/31/12	\$473,469		\$473,469	\$11,674	\$38,915	\$40,212	\$40,212	\$38,915	\$40,212	\$38,915	\$40,212	\$40,212	\$37,618	\$40,212	\$0	\$0	
MONTHLY ALLOWANCE					11,674	38,915	40,212	40,212	38,915	40,212	38,915	40,212	40,212	37,618	40,212	0	0	
CUMULATIVE ALLOWANCE					\$473,469	\$11,674	\$50,589	\$90,801	\$131,013	\$169,928	\$210,140	\$249,055	\$289,267	\$329,479	\$367,097	\$407,309	\$407,309	\$407,309
MONTHLY COLLECTION					0	28,567	54,876	56,089	47,775	38,793	33,183	27,131	28,465	25,734	25,775	17,501	823	
CUMULATIVE COLLECTED					\$0	\$28,567	\$83,443	\$139,532	\$187,307	\$226,100	\$259,283	\$286,414	\$314,879	\$340,613	\$366,388	\$383,889	\$384,712	
OVER / (UNDER) COLLECTED in Month					(\$11,674)	(\$10,348)	\$14,664	\$15,877	\$8,860	(\$1,419)	(\$5,732)	(\$13,081)	(\$11,747)	(\$11,884)	(\$14,437)	\$17,501	\$823	
Cumulative Balance					(11,674)	(22,031)	(7,384)	8,487	17,354	15,949	10,230	(2,843)	(14,592)	(26,488)	(40,947)	(23,480)	(22,676)	
Cumulative Balance for Interest Calc (adjusted for ADIT)					(7,005)	(13,219)	(4,431)	5,092	10,412	9,569	6,138	(1,706)	(8,755)	(15,893)	(24,568)	(14,088)	(13,606)	
Interest					(9)	(17)	(6)	7	14	13	8	(2)	(12)	(22)	(34)	(19)	(19)	
Cumulative Balance with interest					(\$11,683)	(\$22,048)	(\$7,390)	\$8,494	\$17,368	\$15,962	\$10,238	(\$2,845)	(\$14,604)	(\$26,510)	(\$40,981)	(\$23,499)	(\$22,695)	
Customer Deposit Rate:																		
	2009	4.85%	0.003954513															
	2010	2.45%	0.002019093															
	2011	1.60%	0.001323654															
	2012	1.65%	0.00136471															
COLLECTED DETAIL:																		
	40112.001 Residential DSIC / SIC				\$0	\$24,341	\$46,903	\$45,988	\$39,036	\$31,512	\$26,591	\$22,068	\$23,313	\$20,812	\$20,795	\$14,024	\$18	
	40122.001 Commercial DSIC / SIC				0	4,031	6,512	6,837	6,276	5,046	4,940	3,759	3,930	3,560	3,584	2,274	14	
	40132.001 Industrial DSIC / SIC				0	162	306	318	319	227	173	188	189	216	245	152	0	
	40152.001 Public Authority DSIC / SIC				0	34	1,157	2,946	2,143	2,009	1,479	1,117	1,033	1,147	1,151	1,051	791	
					\$0	\$28,567	\$54,876	\$56,089	\$47,775	\$38,793	\$33,183	\$27,131	\$28,465	\$25,734	\$25,775	\$17,501	\$823	