



Katherine Arp  
Regulatory Specialist  
461 From Road, Suite 400  
Paramus, NJ 07652  
Tel 201-784-7098  
Fax 201-750-5728  
Email Katherine.Arp@suez.com

March 27, 2018

Mr. Michael Worden  
Director of the Office of Electric, Gas and Water  
New York State Department of Public Service  
Three Empire Plaza  
Albany, New York 12223-0948

**SUBJECT: SUEZ Water New York Inc.**  
**Case No. 13-W-0295**  
**Order Establishing Rates, Issued and Effective June 26, 2014**  
**Tail period Submission of the Revenue, Production Cost and Property Tax Reconciliation**  
**for the 8 Months ended January 31, 2017**  
**Case No. 16-W-0130**  
**Order Establishing Rates, Issued and Effective January 24, 2017**  
**First Submission of the Revenue, Production Cost and Property Tax Reconciliation**  
**for the 12 Months ended January 31, 2018**

Dear Mr. Worden:

Pursuant to Ordering Clause No. 12 of the above mentioned Order from Case No. 13-W-0295, which is also in accordance with page 111 of the Recommended Decision dated April 8, 2014, and Pursuant to Ordering Clause No. 1 adopting the terms of the Joint Proposal attached as Appendix 6 to said Order, issued and effective January 24, 2017, please find the Revenue, Production Cost and Property Tax Reconciliation for the combination of both the tail period ended January 31, 2017 and the first Rate Year ended January 31, 2018.

The attached Reconciliation for the tail period and first Rate year of SUEZ Water New York represents the 20-month period from June 1, 2016 through January 31, 2018 and results in a net Revenue under-collection of \$7,759,454, which includes the prior period reconciliation balance of (\$730,439) as well as the recovery of interest in the amount of \$529,198 through March 2018.

The Property Tax reconciliation for the tail period resulted in an under-collection of \$175,818. The Company is required to share this difference 50/50 between shareholders and ratepayers as stated in the 13-W-0295 Order on page 75. The Property Tax reconciliation for the first Rate Year resulted in an under-collection of \$1,063,286. The Company is entitled to recover 85% of this amount (or \$903,793) from customers according to the Joint Proposal, Section XI, page 15. Along with the prior year balance and interest of (\$38,891), the Company is proposing a total recovery from the customer of \$952,812.



The total recovery of \$8,712,266 is to be surcharged to all metered customers for a 12 month period at 11.023%, an increase of 4.042% over the current surcharge. 9.818% of the total surcharge reflects the net revenue portion. The remaining 1.205% reflects the recovery of the total property tax under-collection.

Please contact me at (201) 784-7098 for any questions or further information relating to the above reconciliations.

Respectfully submitted,

Katherine Arp  
Regulatory Specialist

Enclosures

cc: James C. Cagle (w/enc)  
Chris Graziano (w/enc)  
Alina Rocha (w/enc)  
Gary Prettyman (w/enc)  
Tim Michaelson (w/enc)  
George Graham (w/enc)  
Kameka Wittal (w/enc)  
Sandy Chung (w/enc)  
Andrew Timbrook-NYSPSC (w/enc)