

## **Dear Customers:**

Due to increased operating costs, we have been forced to request a rate increase from the New York State Public Service Commission (PSC). The PSC has approved our rate case that would increase our annual revenues by 10.1%. The new rates will be reflected in your January 2009 electric bill. The last rate increase approved by the PSC was in 1978.

	Current Rates	New Rates
Residential Rates:	\$0.0161/KWH \$1.50 Customer Service Charge Purchase Power Adjustment/KWH	\$0.0197/KWH \$1.84 Customer Service Charge Purchase Power Adjustment/KWH
Commercial Rates:	\$0.0190/KWH \$1.50 Customer Service Charge Purchase Power Adjustment/KWH	\$0.0233/KWH \$1.84 Customer Service Charge Purchase Power Adjustment/KWH
Large Commercial:	\$0.0130/KWH \$1.25/KW Demand Purchase Power Adjustment/KWH	\$0.0159/KWH \$1.53/KW Demand Purchase Power Adjustment/KWH
Industrial Rates:	\$0.0125/KWH \$1.90/KW Demand Purchase Power Adjustment/KWH	\$0.0153/KWH \$2.33/KW Demand Purchase Power Adjustment/KWH
Security Lighting:	100 watt - \$3.75 150 watt - \$4.90 250 watt - \$5.75 400 watt - \$10.75	100 watt - \$4.79 150 watt - \$6.26 250 watt - \$7.34 400 watt - \$13.73

The utility understands that the increases are hard, but they are being proposed so that the customers who impose costs on the system are the customers that pay for it. The Village's electronic tariff (P.S.C. No. 1 – Electricity) as well as the leaves containing the new rates can be viewed on the Public Service Commission (PSC) website (<a href="www.dps.state.ny.us">www.dps.state.ny.us</a>) under Commission Documents then Tariffs. Comments on the proposed rate changes may be directed to the PSC staff for its consideration as it reviews the Village's proposal. If you have any questions or comments, you may call the Commission's Opinion Line at 1-800-355-2120.

Very truly yours,

Daniel P. Borchert, CMC/RMC Clerk-Treasurer