

Gold Beach Water Company, Inc.
P.O. Box 2138
Vashon, WA 98070
206 463-9958
February 1, 2008

NOTICE OF PROPOSED SURCHARGE

GOLD BEACH WATER COMPANY, INC. has asked the Washington Utilities and Transportation Commission (commission) for permission to add a first time surcharge of \$5 per month - to the basis rates we currently charge our customers which were approved on July 1, 2006. This surcharge will become effective on March 1, 2008 if it is approved by the commission.

We have applied for a 2007 Drinking Water State Revolving Fund loan for \$192,607. to be repaid at an interest rate of 1.5 percent over the next 20 years or sooner. The Capital Improvement loan covers the construction of a storage tank at our hilltop location and the addition of a pressure booster pumping station to improve the overall system pressure in upper Gold Beach. The surcharge will expire when the loan is fully repaid. The surcharge will be added to your monthly billing, however, your basic rates will not change because of this filing.

If you have questions about this filing, please call the Company at (206) 463-9958. If you would like to comment on this filing, be added to the commission's mailing list, or have questions about the rulemaking process, please use the contact information below. You may also send your written comments to our mailing address or by email to comments@wutc.wa.gov, or make comments in person at the commission's open meeting in Olympia at 9:30 a.m. on February 14, 2008. If you are unable to attend an open meeting in person, the commission has a bridge line which enables you to participate or listen by telephone. The commission is scheduled to make a decision at its open meeting on February 28. You may contact the Commission at the following address:

WASHINGTON UTILITIES & TRANSPORTATION COMMISSION
1300 S. Evergreen Park Drive S.W.
P.O. Box 47250
Olympia, WA 98504-7250
1-800-562-6150 (Toll Free)
Email: comments@wutc.wa.gov
Public Comment: www.wutc.wa.gov

Open Commission meeting 2/14/08 - 9:30 a.m. @ 1300 S. Evergreen Park Dr. SW, Olympia, WA
Call (360) 664-1234 for bridge line instructions the day before the open meeting.

Sincerely, R. Michael Spano, President
Gold Beach Water Company, Inc.