SOUTHGATE WATER SYSTEM INC.

September 27, 2013

IMPORTANT NOTICE

Southgate Water Systems, Inc. has filed for approval from the Washington Utilities and Transportation Commission (commission) to make several changes to its existing tariffs. If approved, the changes will take effect on November 1, 2013.

The proposed changes add a new late payment charge, a new account set-up charge and a new disconnection visit charge. In addition, the Company is proposing a Cross Connection Control tariff language for contamination control as required by the Department of Health. These include possible non-recurring charges of a site visit charge, a premise inspection charge and time and materials for the installation of an approved backflow assembly, if needed. The company will send out educational information before it implements a Cross Connection Control program. Finally, the Company is filing to add standard limitation of liability language.

The new charges are as follows and only apply on an as incurred basis:

Disconnection Visit Charge -	\$20.00
Account Set-up Charge -	\$2.00
Late Payment Charge - 1.5% per month	
With a minimum charge of	\$1.00
Cross Connection - Site Visit Charge	\$40.00
Cross Connection - Premise Inspection Charg	e \$75.00
Cross Connection - Installation of Approved	00 € 00 00 00 00 00 00 00 00 00 00 00 00
Backflow Assembly	Time and Materials

Copies of the tariff language are available from the Company's office. If you have any questions about the proposed filing and how it will affect you, please call the Company at 360-753-1101.

The commission has the authority to set rates that may vary from the company's request, depending on the outcome of its investigation. Commission staff will make a recommendation to the commissioners at an open meeting in Olympia, which is scheduled for 9:30 a.m. on October 30, 2013. You will have an opportunity to comment in person at this meeting. The UTC is committed to providing reasonable accommodations to participants with disabilities. If you need reasonable accommodation, please contact the commission at 360-664-1132 or human resources@utc.wa.gov.

If you are unable to attend the open meeting, the commission has a bridge line which enables you to participate by telephone. Call 360-664-1234 the day before the open meeting for instructions and to sign in. You can also comment by using the "Public Comment" feature at the commission's web site, at utc.wa.gov, or by using the contact information below.

Washington Utilities and Transportation Commission 1300 S Evergreen Park Drive SW Post Office Box 47250 Olympia, WA 98504-7250

E-mail: comments@utc.wa.gov
Telephone: 1-888-333-WUTC (9882)

Sincerely,

Jerry Magno President

Southgate Water Systems, Inc.

1003 Columbia St S.W. Apartment 9 Olympia, Wash., 98501

PHONE CELL (360) 753-1101 (360) 402-7920

E-MAIL

manyone@earthlink.net