Crosswoods Water Company, Inc. P.O. Box 1075 Oak Harbor, WA 98277

Tel/Fax 360-675-5104 or 360-675-2504

October 22, 2015

Steve King, Executive Director Washington Utilities and Transportation Commission P.O. Box 47250 Olympia, WA 98504-7250

Subject: Crosswoods Water Company, Inc.

DOH ID # 16274 J Rate Increase Filing

Dear Director King:

The Company requests an increase in rates due to the increased cost of system operation, primarily in the maintenance of the distribution lines and their related facilities. The requested increase in annual revenue is \$7,600, or 17%.

The current rates, effective as of December 1, 2010, are based on an estimated cost of maintenance according to the history of that time. As the system ages the actual costs are increasing dramatically.

In accordance with the Revised Sheet No. 22 of our tariff (see attached) we propose that the rate increase begin on January 1, 2016.

In support of the filing the company has chosen a test period of January 1, 2014 through December 31, 2014.

Please call me at 360-320-0589 if you have any questions. My E-mail address is r.p.fakkema@comcast.net.

Sincerely,

R.P. Fakkema, Secretary Crosswoods Water Co., Inc.

Attached is a copy of the:

- 1. Customer notice,
- 2. Revised tariff pages,
- 3. Financial information work papers per WAC 480-07-530,
- 4. Agreement for Services, System Management
- 5. Copy of Promissory Notes 5 & 6.
- 6. Rental Agreements
- 7. Services Agreements
- 8. Work Page Support