CAMANO HILLS WATER CO., INC. P.O. Box 2703 Stanwood, WA 98292

January 28, 2015

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

Subject: Camano Hills Water Co., Inc., Change of Tariff Rate Filing

PWS ID: 1429Q.

Dear Mr. King

Please find enclosed updated tariff sheets, our workpapers and our customer notice. The company wishes to increase our rates due to the addition of our arsenic treatment plant and the purchase of our used service/utility truck. The sluggish economy has also hit our water company hard.

The company wide increase would be \$22,602 annually and an 11.8% increase. The Metered Rate Service increase would be \$16,905 annually and a 13.5% increase.

The Flat Rate increase would be \$285 annually and a 15.5% increase. The Ready to Service increase would be \$2,243 annually and a 25.2% increase. The Fire Flow increase would be \$3,168 annually and a 20% increase.

We have asked for an effective date of April 1, 2015 and understand there is a 30-day review period and our tariff should become effective at the end of that time.

Please call me at (360) 387-6409 if you have any questions.

Sincerely,

Laurel Holbeck, Vice President Camano Hills Water Co., Inc.