May 14, 2002

ERRATA TO INITIAL ORDER REJECTING TARIFF FILING; ORDERING REFILING

RE: WUTC v. Rainier View Water Company, Inc. Docket No. UW-010877

TO ALL PARTIES OF RECORD:

On May 3, 2002, the Commission served the Third Supplemental Order, Initial Order Rejecting Tariff Filing; Ordering Refiling in the above-named docket. This errata notes and corrects two errors in that Order, as follows:

The seventh sentence of Paragraph 133 of the Order is corrected to state: "Generally, it is held that all assets are assumed to be financed by the overall mix of total capitalization or by accounts <u>payables</u>. Two sentences further along in Paragraph 133 the word "in" should be deleted; the sentence should read: "It is true, in a pure theoretical sense, that if there are no non-operating operations, construction work in progress or other assets excluded from rate base, then total capitalization should equal total rate base."

The first sentence of Paragraph 140 of the Order is corrected to state: "Staff calculates the Company's capital structure as consisting of 70.76% debt and 29.24% equity.

Finally, Appendix A to the order was not included with the order. As described in Paragraph 153: "Appendix A compares the positions of Staff and Company at brief, in which Staff does not impute Federal income taxes." Instead, the page identified as Appendix A is identical to Appendix B. As described in Paragraph 154: "Appendix B is the same as Appendix A except Federal income taxes have been imputed on Staff's proposed adjustments." Appendix B includes the data upon which this order is based. A correct copy of Appendix A is attached to this letter.

Sincerely,

MARJORIE R. SCHAER Administrative Law Judge Attachment