

June 6, 2006

Carole J. Washburn, Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Dr. SW
P. O. Box 47250
Olympia, Washington 98504-7250

Re: *WUTC v. Iliad Water Service, Inc.*
Docket No. UW-060343

Dear Ms. Washburn:

On behalf of the parties in the above-referenced docket (Staff and Iliad Water Service), we jointly request that the prehearing conference scheduled for June 7, 2006 at 1:30 p.m. be cancelled, or postponed indefinitely. The parties have been engaged in considerable discussion and are close to resolving the issues which led to the suspension of the company's filing. The parties anticipate that a settlement will be set for commission consideration at a future open meeting, most likely by July 12, 2006. This will allow time for the parties to prepare and finalize the settlement informally without the added pressure of a procedural schedule. The parties will keep the commission informed as to the progress of settlement. Thank you.

Sincerely,

MICHAEL A. FASSIO
Assistant Attorney General

MAF:emd

cc: Parties