BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

Complainant,

v.

SJM WATER SERVICES, INC.,

Respondent.

DOCKET NO. UW-040414
STIPULATION OF PARTIES

STATE OF THE STATE

1

SJM Water Services, Inc. ("the Company") and Staff (collectively, "the Parties") stipulate to the entry of an order, pursuant to RCW 80.04.015 requiring the Company to file an initial tariff on or before July 30, 2004. The filing will be accompanied by the Company's 2003 financial data, customer count and, to the extent available, water usage data.

2

The Company submits itself to Commission jurisdiction for purposes of the entry of the order described above, and for the enforcement of such order through penalties issued through the ordinary processes for issuance of penalties against public service companies.

3

The Parties further agree that the docket shall remain open and that, after the

date on which the Company is required to file its initial tariff, Staff may, as it deems appropriate:

- move for dismissal of the proceeding if Staff concludes that the tariffed rates are just and reasonable,
- (2) go forward with evidence to establish rates different than those set out in the Company's initial tariff if Staff concludes that the tariffed rates are not just and reasonable,
- (3) go forward with evidence to establish rates for the Company if the Company fails to file a tariff, and/or
- (4) request that the Commission initiate a penalty proceeding if the company fails to file a tariff or to file the supporting financial data on the dates set out above.

DATED this 15th day of July, 2004.

CHRISTINE O. GREGOIRE Attorney General

By:

JÓNATHAN C. THOMPSON Assistant Attorney General Representing Staff of the Washington Utilities and Transportation Commission SJM WATER SERVICES, INC.

By:

RÍCHARD A! FINNIGAN

Attorney at Law

Representing SJM Water Services, Inc.