August 20, 2007

NOTICE OF APPOINTMENT OF SETTLEMENT JUDGE

NOTICE OF STATUS CONFERENCE (Set for August 28, 2007, 9:30 a.m.)

RE: WUTC v. Iliad Water Services, Inc., Docket UW-060343

TO ALL PARTIES:

Staff filed its "Investigation Report" (Report) in this docket in response to the Commission's Order 06 on July 10, 2007. The Commission, in Order 06, found "the investigation and report appropriate and necessary to our future decision whether it is prudent or in the best interests of the ratepayers to approve any tariff for the project given the management of the Company." In addition, the Commission stated that Iliad Water Services, Inc., "should work collaboratively with Staff in providing information to address the questions we posed in Order 05, assist in preparing the report, and prepare any necessary tariff filing."

It is now appropriate for the Commission to initiate further process in this docket to facilitate final resolution of the issues. Given the current posture of this proceeding, the Commission finds that the appointment of a settlement judge is in the parties' best interest and in the public interest.

THE COMMISSION GIVES NOTICE That Administrative Law Judge Dennis J. Moss is appointed as Settlement Judge in this matter.

THE COMMISSION GIVES FURTHER NOTICE That it will conduct a status conference on August 28, 2007, at 9:30 a.m., in Room 108, First Floor, Richard Hemstad Building, 1300 S. Evergreen Park Drive S.W., Olympia, Washington.

DOCKET UW-060343

The purpose of the status conference is to discuss the parties' collaborative efforts to date, to learn of any progress the parties have made toward resolving the issues this case presents, and to develop a plan and a process for moving forward. Additional subjects relevant to this matter may be discussed, as appropriate.

Sincerely,

ANN E. RENDAHL Administrative Law Judge