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BEFORE THE WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,

Complainant,

v.

ILIAD WATER SERVICE, INC.,

Respondent.

DOCKET UW-060343

JOINT MOTION TO AMEND SETTLEMENT
AGREEMENT AND ORDER 07

COME NOW, Richard A. Finnigan on behalf of Iliad Water Service, Inc. (the "Company") and
Michael A. Fassio on behalf of Commission Staff and hereby submit this proposed Joint Motion to
Amend Settlement Agreement and Order 07 issued in this docket.

MOTION

All of the surcharge amounts in the Settlement Agreement were calculated using forty customers
as the customer count for the Alder Lake Water System. The Company has recently discovered that it
erred in informing Commission Staff that there were forty customers on the system. The Company had
told Commission Staff that there were twenty-nine regular customers and eleven stand-by customers for
a total of forty customers overall. In fact, the Company serves twenty-nine regular customers and nine
stand-by customers for a total of thirty-eight. Copies of the customer list and plat map to verify the

1 maximum of thirty eight customers are attached to this Motion as Exhibit 1 and are hereby incorporated
2 by this reference. This error was discovered by the Company, and brought to the attention of both
3 Parties, following the entry of Order 07 in this docket.

4 As a result, to reflect the accurate number of customers, the amounts of the per-customer
5 monthly and one-time surcharges set out in the Settlement Agreement and Order 07 should be amended.
6 For recovery of the cost of building the water chlorination system, the monthly surcharge would be in
7 the amount of \$20.25 per month, for a period of 240 months (20 years) or until a principal amount of
8 \$116,575 (minus any additional capital investment by the Company over time) has been recovered.¹
9 The alternative one-time surcharge, at the customer's option, would be in the amount of \$3,067.76.²
10 The monthly surcharge to recover rate case costs would be in the amount of \$4.34 per month, for a
11 period of 36 months (3 years) or until \$5,940 has been recovered.³ The alternative one-time surcharge,
12 at the customer's option, would be in the amount of \$156.32.⁴ A table describing the cost-recovery,
13 comparing the recalculated monthly and one-time payments, is attached to this Motion as Exhibit 2.⁵

14 RELIEF REQUESTED

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17 The Company and Commission Staff hereby respectfully request that the Commission take the
18 following actions:

- 19 1. Grant this Motion;

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24 ¹ This amends the monthly surcharge amount of \$19.23 that is set forth in ¶17 of the Settlement Agreement.

² This amends the one-time surcharge amount of \$2,914.38 that is set forth in ¶ 17 of the Settlement Agreement.

³ This amends the monthly surcharge amount of \$4.13 per month that is set forth in ¶18 of the Settlement Agreement.

⁴ This amends the one-time surcharge amount of \$148.50 that is set forth in ¶18 of the Settlement Agreement.

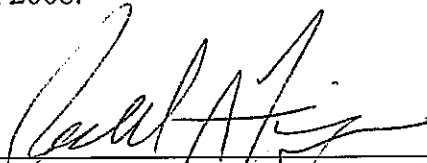
⁵ This Exhibit amends, and hereby replaces, Attachment B to the Settlement Agreement.

1 2. Upon granting this Motion, deem the Settlement Agreement amended to reflect the
2 revised surcharge amounts and that the surcharge amounts set out in Order No. 07 entered in this docket
3 be deemed amended to reflect the surcharge amounts as set forth in this Motion;

4 3. Deem the order approving this Motion as the Final Order in this matter, with the
5 Company and Commission Staff waiving any administrative review rights; and

6 4. Approve the tariff sheets that were filed with this Motion as the Company's compliance
7 filing.
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10 Respectfully submitted this 8th day of May, 2008.

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13 
Richard A. Finnigan, WSB #6443
Attorney for Iliad Water Service, Inc.

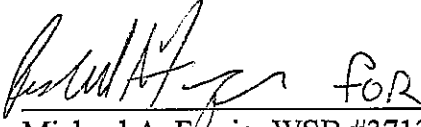
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16  FOR
Michael A. Fassio, WSB #37139
Assistant Attorney General
Counsel for the Utilities and Transportation
Commission Staff
Per Electronic Authorization (email)

EXHIBIT 1

Account	Name	AddressType	Service Address	Mailing Address	Phone
010001-01	Recard, Michael/Kandi	Owner	Eatonville, WA 98328	Puyallup, WA 98371-5732	
010002-01	Recard, Michael/Kandi Trust	Owner	Eatonville, WA 98328	Eatonville, WA 98328	
010003-01	Craig, James	Owner	Federal Way, WA 98021	Federal Way, WA 98023	
010004-01	Waller, Whitney	Owner	Eatonville, WA 98328	Eatonville, WA 98328	
010005-01	Struck, Dennis	Owner	Eatonville, WA 98328	Eatonville, WA 98328	
010006-01	Arnold, Phil/Liam	Owner	Eatonville, WA 98328	Eatonville, WA 98328	
010007-01	Gregerson, Douglas	Owner	Eatonville, WA 98328	Eatonville, WA 98328	
010008-01	Gutierrez, Gene	Owner	Seattle, WA 98105	Graham, WA 98338	
010009-01	Bynek, Terry	Owner	Edgewood, WA 98371	Edgewood, WA 98371	
010010-01	Johnson, Florence	Owner	Spanaway, WA 98387	Spanaway, WA 98387	
010011-01	Johnson, Florence OH	Owner	Spanaway, WA 98387	Spanaway, WA 98387	
010012-01	Bates, Jeff	Owner	Eatonville, WA 98328-9409	Eatonville, WA 98328-9405	
010015-01	Morris, Mark	Owner	Eatonville, WA 98328	Eatonville, WA 98328	
010016-01	Rice, Karen	Owner	Seattle, WA 98105	Eatonville, WA 98328-0787	
010017-01	Rapozo, Joseph	Owner	Lakewood, WA 98459	Lakewood, WA 98459	
010018-01	Wright, Tracey Monday	Owner	Seattle, WA 98105	Graham, WA 98338	
010019-01	Lynch, Brian	Owner	Seattle, WA 98105	Eatonville, WA 98108	
010020-01	Coombs, Phil/Jamie	Owner	Eatonville, WA 98271	Seattle, WA 98108	
010021-01	Webster, Steven	Owner	Seattle, WA 98105	Puyallup, WA 98373	
010022-01	Rietm, Diana	Owner	Seattle, WA 98105	Roy, WA 98580	
010023-01	Kolfe, Lester	Owner	Seattle, WA 98105	Graham, WA 98338	
010024-01	McGraw, Chad/Kelly	Owner	Seattle, WA 98105	Auburn, WA 98092	
010025-01	Howard, Mark	Owner	Seattle, WA 98105	Eatonville, WA 98328	
010026-01	Kelley, Mark/Diana	Owner	Seattle, WA 98105	Fircrest, WA 98466-6802	
010027-01	Fuller, Keith	Owner	Seattle, WA 98328	Eatonville, WA 98328	
010028-01	Hardersen, Ronald	Owner	Eatonville, WA 98328	Eatonville, WA 98328	
010029-01	Tasa, Thomas	Owner	Seattle, WA 98105	Brunciew, WA 98022	
010030-01	Johnson, Frederick	Owner	Seattle, WA 98105	Repton, WA 98055	
010031-01	Arnesstad, Richard	Owner	Eatonville, WA 98328	Eatonville, WA 98328	
010032-01	Fuller, Keith	Owner	Seattle, WA 98105	Roy, WA 98580	
010033-01	Sullivan, Dorel	Owner	Seattle, WA 98105	Eatonville, WA 98328	
010034-02	Antonson, Sean	Owner	Seattle, WA 98105	Eatonville, WA 98328	
010035-01	Westback, Terry	Owner	Seattle, WA 98105	Eatonville, WA 98328-5416	
010036-01	Anderson, Mike	Owner	Seattle, WA 98105	Eatonville, WA 98328	
010037-01	Pritchard, Mark	Owner	Eatonville, WA 98128	Eatonville, WA 98328	
010038-01	Jenkins, Mr.	Owner	Eatonville, WA 98328-9416	Eatonville, WA 98328	
010039-01	Werssch, Ginning	Owner	Eatonville, WA 98328	Eatonville, WA 98328	
010040-01	Werssch, Ginning Owner 10A	Owner	Eatonville, WA 98328	Eatonville, WA 98328	

Be hof owner 2B

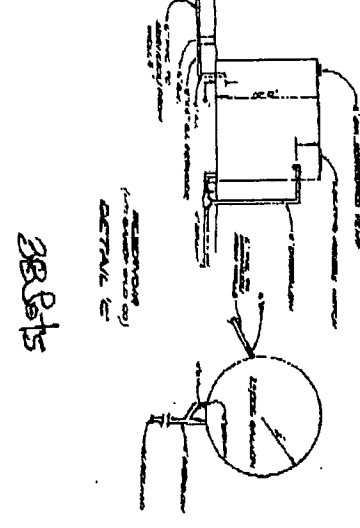
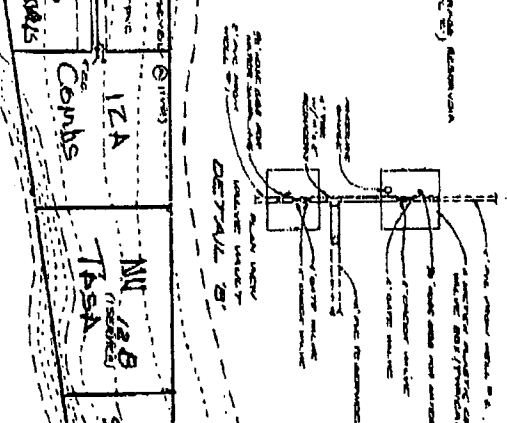
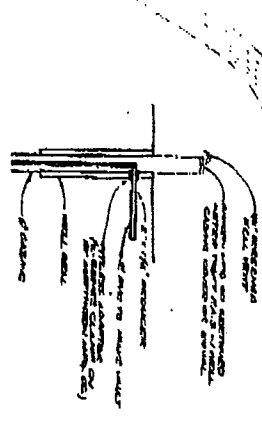
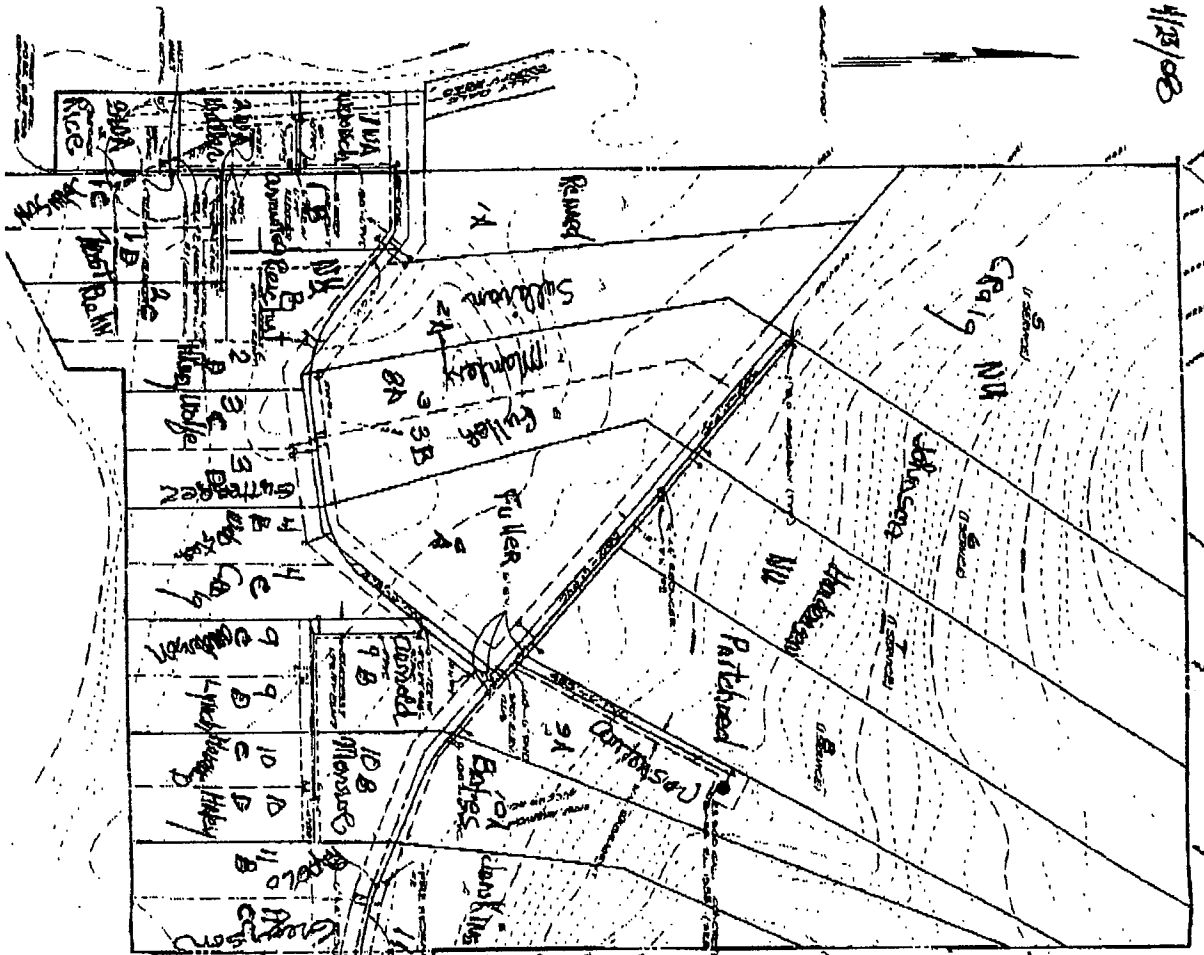
Owner 10A

Gold Bar WA 98327

NAME, ADDRESS & PHONE
Printed Jan 17 2008 10:44AM Page 1
Water Company(s) : Aseprite Water Co

Account	Name	Address/Type	Service Address	Mailing Address	Phone
020041-01	Craig, Riley/Hartha	Owner [REDACTED]	Pattonville, W. 98326	[REDACTED]	Des Moines, WA 95198
CCUNE (39)					[REDACTED]

4/13/08



388 Bots



AS-BUILT

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 AND THE STANDARD SPECIFICATIONS FOR
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 LATEST EDITION.

EXHIBIT 2

Iliad Water Services, Inc.
 UW-060343
 Surcharge Cost Comparison Recomputed After Revised Customer Counts Submitted by Iliad Water Service, Inc.
 Attachment B-Revised May 8, 2008

Item to finance	A Amount to finance	B No. of Customers	C = A / B Per Customer One-Time Payment Amount (1)	D Annual Interest Rate	E Term of loan (months)	F = $PMT \frac{D}{12}$, E, C	F X E Total of Payments
Preferred Financing Alternative							
Net capital investment	\$ 116,575	38	\$ 3,067.76	5.0%	240	\$ 20.25	\$ 4,859.01
Legal rate case costs	\$ 5,940	38	\$ 156.32	0.0%	36	\$ 4.34	\$ 156.32
			\$ 3,224.08	Total monthly	surcharge	\$ 24.59	\$ 5,015.33
Other Financing Alternative Considered							
Net capital investment via SRF loan	\$ 155,884	38	\$ 4,102.21	1.5%	240	\$ 19.80	\$ 4,750.81
Legal rate case costs	\$ 5,940	38	\$ 156.32	0.0%	36	\$ 4.34	\$ 156.32
Performance bond (yr one)	\$ 3,540	38	\$ 93.16	0.0%	12	\$ 7.76	\$ 93.16
			\$ 4,351.68	Total monthly	surcharge	\$ 31.90	\$ 5,000.29

- (1) The Per Customer One-Time Payment amount shows how much each customer on the Alder Lake system will be required to pay if a single payment is made to Iliad Water Service, Inc. It is the construction cost divided by the number of customers on the Alder Lake system.
- (2) The Monthly Payment Per Customer shows amounts due if the customer does not make the One-Time Payment. These amounts are: \$20.25 for the construction costs (over twenty years) plus \$4.34 per month for the rate case costs (over three years.) A monthly interest rate for each component is calculated by dividing the annual rate by 12. This rate is then used to calculate the monthly cost by using the one-time payment amount and the term of the loan.
- (3) The Total of Payments shows how much each Alder Lake customer will pay in total if the monthly payment option is chosen. For the construction, the total of payments will be \$4,859.01 at 5% interest. For the rate case costs, the total will be \$156.32 at 0% interest. The total of payments is \$5,015.33.