

January 29, 2008

Carole J. Washburn, Executive Secretary Washington Utilities and Transportation Commission PO Box 47250 Olympia, WA 98504-7250

RE: City of Tumwater Annexation and Utility Tax

Dear Ms. Washburn;

Enclosed is our filing for a Tax adjustment schedule; Sheet No. 32, Schedule 12.3. Effective February 1, 2008 two of our water systems were annexed into the City of Tumwater. The City imposes a 6% Utility tax on all utilities. This filing would allow our company to assess the tax on customers affected by this tax. Taxes will be collected and remitted quarterly to the City of Tumwater.

The two water systems within the newly established limits are Israel Place DOH #36274L and Summerhill DOH #848980. A total of seventy customers will be affected by this change. These customers were notified of our filing on January 29, 2008; a copy is attached for your reference.

Washington Water Service Company requests Waiver of Statutory notice and requests and effective date of February 23, 2008 which is the start of our next billing period. The customers would see this tax on their March 23, 2008 bill.

If you have questions or need further information, please contact me toll free in Gig Harbor at (877) 408-4060 or locally at 253-851-3422 ext 1105.

Sincerely,

Charlene E. Pratt Accounting Manager

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