## PATTISON WATER COMPANY, INC.

PO Box 3374 • Lacey, WA 98509-3374 • (360) 412-1252 • Fax (360) 412-0677

July 27, 2010

Mr. David W. Danner
Executive Director and Secretary
Washington Utilities and Transportation Commission
1300 Evergreen Park Drive South West
PO Box 47250
Olympia WA 98504-7250

2010 JUL 27 PM 4: 49

RE: Pattison Water Company, Inc. DOH ID No. 665785. First Revisions of Original Sheets No. 21 and No. 22 Canceling Original Sheets No. 21 and No. 22.

Dear Mr. Danner,

Pattison Water Company, Inc. hereby respectfully submits documents requesting a general increase in our rates. We have enclosed a copy of the customer notices that will be sent to our customers. These letters notifying all affected parties of our intent to increase rates will be sent on July 27, 2010. Also enclosed are the originals and three copies of the above referenced tariff sheets. We have prepared an analysis of our revenue requirements which will be submitted electronically. We have done a thorough analysis of our proposed rates to determine if the proposed rates match our revenue requirements, and we believe that they do. We are requesting that the new rate become effective on August 27, 2010.

Our proposed increase would increase our total revenue by \$85,000.00 which is approximately 15.88% over our 2009 gross revenue. We are proposing an increase in the base rate for a standard residential meter from \$16.35 to \$18.15 per month, an increase of 11%. Proposed rates for larger meters have been increased as a multiple of the base meter rate. A slightly higher portion of the increased revenue will come from our proposed usage rates.

Under our current tariff, Sheet 22 lists four usage blocks. We are proposing to eliminate the usage block of 2,001 to 4,000c.f. Our proposed usage rates are as follows: Usage from 0-500c.f. (cubic feet) will cost \$1.25 per 100c.f. Usage from 501c.f. to 2,000 will cost \$1.75 per 100 c.f. For all usage above 2,000 c.f. the proposed rate is \$3.00 per 100c.f.

Pattison Water Company wholesales water to two mobile home parks on a flat-rate basis in proportion to the number of home sites in each respective park. Our proposed rate (on

sheet No. 21) would increase their rates by 15.88%, the same percentage increase as our overall increase.

Our last general rate increase was more than three years ago. This proposal reflects an annual increase of under 5%. Pattison Water Company is requesting this increase to seek recovery from increased costs for property taxes, insurance, purchased power, increased labor costs, and to receive a fair return on equity.

Please let me know what other documentation you wish to see. I can be reached at (360) 412-1252 or jcasebolt@comcast.net.

Very truly yours,

James S. Casebolt

President

Enclosures: