

WASHINGTON WATER SERVICE

P.O. Box 336 Gig Habor, WA 98335 Tel: (877) 408-4060

July 2, 2018

Mark L. Johnson, Secretary Washington Utilities and Transportation Commission 1300 South Evergreen Park Drive SW Olympia, WA 98504-7250

Re: General Rate Case

Dear Mr. Johnson,

Washington Water Service Company (WWSC) hereby submits a request to raise revenues. At present, the rates in effect do not sufficiently allow WWSC to recover its operating expenses and a reasonable return on its capital investments. The proposed rates would increase revenues to the company by \$1.64 M or 13.8% annually. The last rate increase for WWSC went into effect on February 1, 2015.

The company continues to re-invest in plant with a net increase of \$10.7 million since the last filing. We have experienced operational cost increases in transportation expense, property taxes and employee costs.

In this filing, WWSC requests to update the following tariff pages: Sheet No. 1, Sheet No. 20, Sheet No. 22 - 29, and Sheet No. 31.

Included with this submission are the Trial Balance, Income Statement and Balance Sheet for the period ending 12/31/17. Additional documents are the Customer notice and the General Rate Case Workbook which meets all requirements as listed in WAC 480-07-530. Other items included with the filing are discussed in the previous sections. Please do not hesitate to call or email if you need any additional information. I can be reached by phone (408) 472 – 5677 or email jgandara@calwater.com.

Sincerely,

Julian Gandara

Regulatory Program Manager

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