WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

PENALTY ASSESSMENT, Docket No. UW-060985

PLEASE NOTE: You must complete and sign this document, and send it to the Commission within 15 days after you receive the penalty assessment. Use additional paper if needed.

I have read and understand RCW 9A.72.020 (printed below), which states that making false statements under oath is a class B felony. I am over the age of 18, am competent to testify to the matters set forth below and I have personal knowledge of those matters. I hereby make, under oath, the following statements.

- [] 1. Payment of penalty. I admit that the violation occurred and enclose \$100 in payment of the penalty.
- [] 2. Request for a hearing. I believe that the alleged violation did not occur, based on the following information, and request a hearing for a decision by an administrative law judge:
- [] 3. Application for mitigation. I admit the violation, but I believe that the penalty should be reduced for the reason(s) set out below.

[] a) I ask for a hearing for a decision by an administrative law judge

OR [X] b) I waive a hearing and ask for an administrative decision on the information I present here.

SEE enclosed letter

I declare under penalty of perjury under the laws of the State of Washington that the foregoing, including information I have presented on any attachments, is true and correct.

Dated: 7/10/06 [month/day/year], at fasco, wh [city, state]

Nancy Morrero

Name of Respondent (company) – please print

Signature of Applicant

RCW 9A.72.020:

"Perjury in the first degree. (1) A person is guilty of perjury in the first degree if in any official proceeding he makes a materially false statement which he knows to be false under an oath required or authorized by law. (2) Knowledge of the materiality of the statement is not an element of this crime, and the actor's mistaken belief that his statement was not material is not a defense to a prosecution under this section. (3) Perjury in the first degree is a class B felony."

RECEIVED

JUL 1 4 2006

WASH. UT. & TP. COMM.

Canyon Village Water System, Inc. c/o Nancy Y Marrero PO BOX 3637 Pasco, WA 99302

Washington Utilities and Transportation Commission PO Box 47250 Olympia, WA 98504-7250

To Whom It May Concern:

I am hereby requesting that the penalty of \$100.00 for non compliance be reversed due to the following reasons:

I am a new bookkeeper for the company and take full responsibility for not filing on time. The previous bookkeeper left the company without any direction and/or procedures relating to compliances and obligations required by the UTC and the State of Washington.

I am currently researching the archives in order to familiarize myself with all the filings that are required. I have enclosed the company financials and hope that they meet your satisfaction. Should you find anything that is out of order or does not meet your satisfaction, please do not hesitate to contact me with your concerns at 509-396-4865.

Sincerely,

Nancy Y Marrero

Bookkeeper for CVWS