

January 29, 2008

RE:

Summerhill Water System, State ID No. 848980 Israel Place Water System, State ID No. 36274L

City of Tumwater Annexation and Utility Tax Rate Request

Dear Customer:

On January 17, 2008, the City of Tumwater notified property owners living on the Summerhill and Israel Place water systems that their properties were going to be annexed into the city limits effective February 1, 2008. As a part of the annexation process, the City of Tumwater has imposed a 6% Utility Tax on all water sales. On January 29, 2008, Washington Water Service Company filed with the Washington Utilities and Transportation Commission a request to pass on the additional tax expense to its customers.

Washington Water Service Company has requested Waiver of Statutory Notice to make the effective date February 1, 2008. If granted, the utility tax will be calculated based on water sales and will be included on your March 23, 2008 bill for the billing period of February 23, 2008 through March 23, 2008.

If you wish to comment on the filing or have any questions regarding the rate making process please contact:

Washington Utilities and Transportation Commission P. O. Box 47250 Olympia, WA. 98504-7250 Office: (360) 753-1279 or Toll Free: (800) 562-6150

Only written comments or comments made at the Commission open meeting may become part of the formal record. If you would like to be on the opening meeting mailing list, you may write or call the commission at the address and phone numbers listed above. Be sure to leave your name, mailing address and a follow up contact phone number.

You can also contact our Customer Service Department toll free at (877) 408-4060.

Sincerely

The Staff at Washington Water Service Company

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