

BASIN WATER SOURCES, INC.
P.O. BOX 34
MOSES LAKE, WA 98837

September 7, 2010

Dear Water Customer,

Basin Water Sources, Inc. has filed for approval from the Washington Utilities and Transportation Commission to increase water rates. Basin Water Sources, Inc. is proposing a \$10,525 (10%) rate increase for the Company on an annual basis. If approved, the rates will be effective on November 1, 2010 and reflected on your November 1, 2010 billing.

Basin Water Sources, Inc. is filing for a rate increase to keep pace with increasing operating costs. Since the last rate increase in 2007, operating expenses, particularly wages, office expenses and insurance have continued to rise. The increase is necessary to maintain the current level of service.

<u>Connection</u>	<u>Current Rates/Services</u>	<u>Proposed Rates</u>
Each Domestic Establishment not separately provided for	\$ 26.52	\$ 29.17
Each Commercial Establishment not separately provided for	\$ 42.94	\$ 47.23
Each Trailer Court:		
Wash House	\$ 58.02	\$ 63.82
Trailer Lots (less than 60')	\$ 8.74	\$ 9.62
Trailer Lots (60' to 100')	\$ 16.73	\$ 18.40
Garden Space ¹	\$ 30.89	\$ 33.98
Extra Lots (yards only) ¹	\$ 30.89	\$ 33.98
Each Apartment House, per unit	\$ 11.38	\$ 12.52
Each Duplex (two living units ea)	\$ 31.03	\$ 34.13

¹Based on month of use only. (usually six months)

In addition to the rate increase, Basin Water Sources, Inc. is also seeking to establish a **Disconnect Visit Charge** of \$25, a **Reconnect Visit Charge** of \$25, a **Service Visit Charge** of \$25, an **Account Set Up Charge** of \$25, and a **Damage and Repair Charge** of time and materials.

If you have questions about the proposed filing and how it will affect you, please call Basin Water Sources, Inc. at 1-509-765-2282.

The commission has the authority to set final rates that may be either lower or higher from the company's request, depending on the results of its investigation. Commission staff will make a recommendation to the commissioners at an open meeting in Olympia, which is scheduled for 9:30 a.m. on October 28, 2010. You will have an opportunity to comment in person at this meeting. If you are unable to attend the open meeting, the commission has a bridge line which enables you to participate or listen by telephone. Call 360-664-1234 for instructions the day before the open meeting. You can also comment by using the "Public Comment" feature at the commission's Web site at utc.wa.gov or by using the contact information below:

Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive SW
Post Office Box 47250, Olympia, WA 98504-7250
E-mail: comments@utc.wa.gov
Telephone: 1-888-333-WUTC (9882)

Sincerely,

A handwritten signature in cursive script that reads "Joanne Throop".

Joanne Throop
President
Basin Water Sources, Inc.