## LakeLand Village Water Company, Inc. PO Box 108 Allyn, WA 98524 (360)275-2474

October 12, 2010

Mr. David Danner, Executive Director and Secretary Washington Utilities and Transportation Commission P.O. Box 47250 Olympia, WA 98504-7250

Subject: LakeLand Village Water Company, Inc.

Tariff Increase Filing

Public Water System ID Number: 45090R

Dear Mr. Danner:

LakeLand Village Water Company, Inc. wishes to file for an increase in water tariff rates. This rate change would cover the increased cost of doing business due to rising cost of labor, materials, testing and regulations.

The requested filing would result in \$73,500, or an average 33%, increase in our metered service rate by decreasing the base rate, while charging more for water used. We have also included a tiered rate to encourage conservation through higher rates for higher usage. Our rate structure would change from \$13.75 per month to a base rate of \$12.25 per month. In addition we would go from \$1.00 per 100 cubic feet of water used to \$2.00 per 100 cubic feet for the first 500 cubic feet, 501 to 1200 cubic feet would be \$2.45 per 100 cubic feet and any usage over 1200 cubic feet would be \$1.70 per 100 cubic feet. We are also requesting a change in our flat rate service from \$22.50 per month to \$28.35 per month. This would result in \$1,700 in increased revenue or a 26% increase in flat rate service fees.

The effect would produce an annual increase in revenue of approximately \$75,000.

We have electronically filed the Rate Case Workbook, customer notice, revised tariff pages and balance sheet as required.

Our proposed effective date is January 1, 2011.

Please call me at 360-275-2474 if you have any questions.

Sincerely,

Richard A. Anderson Vice President