

Pedersen Family LLC
6793 Old Olympic Highway
Sequim, Washington 98382

IMPORTANT NOTIFICATION

Date 12-20-2013

Dear Water Customers Dungeness Bay Plat Water System ID # 20300E

The Pedersen Family LLC is filing for a water rate increase with the Washington Utilities and Transportation Commission. We are requesting approval for an increase of \$5.50 per month per customer. The Utilities and Transportation Commission (UTC) will then consider our information on the reasons for a rate increase. The annual revenue generated would be \$10,850.00. The previous filing and rate increase was in response to Departmental Order. In 2000 the Commission granted our request for \$5.00 per month.

Our request for more revenue, if approved, goes into effect January 20, 2014. Revenue is for the Lead and Copper Rule, the Water Use Efficiency Rule and Maintenance programs, customer service and safe drinking water. Corrosion Control Project is basically a chemical treatment encompassing engineering reporting, operation handling, processing equipment, chemical compounds and additional testing for lead and copper. The cost \$3,800.00 a cost of \$1.90 a month. In a recent letter from our Dept. of Health of Drinking Water stated, the water system is now in COMPLIANCE with their Action Level Standards for copper and lead.

The Water Use Efficiency Rule is reporting of goal oriented savings of water through various methods and requiring residential metering. This would cost \$4,000.00 a year and a \$2.00 increase a month. Maintenance programs with new emphases on flushing water lines at the end of summer, installing meters and replacement of currently operating pumping plants. This is a cost of \$3,050.00 a year and a \$1.53 increase per month.

These increases total \$10,850.00 needed from revenue for the near future starting in 2014. Add \$29,986.00 in previous regulated revenue equals \$40,836.00 dollars.

RATE CHANGES

Rate Schedule: Current Monthly Rates

\$ 15.00 / month

Proposed Monthly Rates

\$20.50 per month

The billing will continue to be once every two months. The billing, with this rate increase

would begin on January 20, 2014.

Customers of the Dungeness Bay Plat Water System may direct your questions to The Pedersen Family LLC by mail or inquire by phone at 360-683-5873.

The commission has the authority to set final rates that may be lower or higher than the company's request, depending on the outcome 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 Jan. 16, 2014. You will have an opportunity to comment in person at this meeting. The UTC is committed to providing reasonable accommodation to participants with disabilities. If you need reasonable accommodation, please contact the commission at (360) 664-1132 or human_resources@utc.wa.gov. If you are unable to attend the open meeting, the commission has a bridge line which enables you to participate by telephone. Call 360-664-1234 the day before the open meeting for instructions and to sign in. You can also comment by using the "Submit a 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
P.O. Box 47250, Olympia, WA 98504-7250

E-mail: comments@utc.wa.gov

Telephone: 1-888-333-WUTC (9882)

Sincerely, Pedersen Family LLC, Martin Pedersen Representative 360-683-5873