



**NORTHBAY WATER UTILITY CORP.**

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May 28, 2014

Mr. David Danner, Executive Secretary  
Washington Utilities and Transportation Commission  
1300 South Evergreen Park Drive SW  
Olympia, WA 98504-7250

Subject: Northbay Water Utility Corporation  
Request for Water Rate Increase/Service Area Revision

Dear Mr. Danner:

Attached you will find the Northbay Water Utility Corporation’s request for permission to raise its rates. The proposed rates would increase revenues to Northbay Water Utility by about \$12980.40, or 15% annually.

A water rate increase has not been requested since 2006. The rate increase will offset expenses to repair and maintain system operations due to contracted labor price increase, fuel increase, and general business expenses. Northbay has had to add filtration to several systems, as well as add on to existing pumphouses to accommodate the filtration systems.

The following table shows the current and proposed rates.

Size	Current	Proposed	Change	Difference
¾	\$28.00	\$32.20	\$4.20	15%
Tier	Current	Proposed	Change	Difference
1	2.00	2.50	0.50	25%
2	2.25	2.75	0.50	22.2%
3	2.75	3.25	0.50	18.2%
<u>Reconnect Charge</u>	\$159.84	\$183.60	\$23.76	14.9%
<u>Disconnect Charge</u>	\$79.92	\$91.80	\$11.88	14.9%

A copy of the customer notice that was mailed to the customers on May 7, 2014 is attached. This advice letter and the attached customer notice contain the result of the calculation of

revenue and impact of proposed rates by each class affected per WAC 480-07-530(4). The general rate case workbook downloaded from the commission website and populated with Northbay Water Utility data is attached. The annual report, which was e-filed in April and includes a balance sheet and income statement is attached.

Northbay Water Utility Corporation does not have non-regulated operations and our affiliated interest information is attached as a contract page between Northbay Water Utility Corporation and Moerke & Sons Pump & Drilling, Inc.

Please call me if you have any questions at (360) 748-3805.

Sincerely,

Jennifer A. Dickinson, Office Manager