

IMPORTANT NOTICE

April 9, 2009

Poseidon Water Company, Inc. has filed with the Washington Utilities and Transportation Commission (commission) for approval of a general rate increase. The reason for the request is the Company's revenues do not cover its costs of operation, such as water testing, salaries, power and so forth. If approved, the new rates will become effective on May 15, 2009.

The rate filing is designed to produce additional revenue of \$1,793 per year. This is an increase of approximately 25 percent. The last rate filing was in 1998.

Existing rates are \$40.35 per month. New rates, if approved, will be \$50.30 per month.

If you have any questions about the proposed filing and how it will affect you, please call the Company at 360-866-1105.

The commission has the authority to set final rates that may vary 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 May 14, 2009. 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
P.O. Box 47250, Olympia, WA 98504-7250
E-mail: comments@utc.wa.gov
Telephone: 1-888-333-WUTC (9882)

Sincerely,



Poseidon Water Company, Inc.
By: Vanessa Dulman, President