## Peninsula Sanitation Service, Inc. PO Box A Ilwaco, WA 98642 360-642-2541

March 30, 2012

## Dear Customer:

Peninsula Sanitation Service, Inc. has filed a request with the Washington Utilities & Transportation Commission ("Commission") to increase rates in Pacific County. If approved, the new rates will become effective May 1, 2012.

This increase is to cover increased operating costs for labor, parts and equipment, maintenance, employee benefits, fuel and various other items which have risen over the past nineteen plus years. This is the first general rate increase since an increase approved January 1993. Overall, this rate increase requests an average of approximately 32% increase in rates, while the consumer price index has increased almost 59% since January 1993.

|                           | Pickup Rates |          |
|---------------------------|--------------|----------|
| <u>Service</u>            | Current      | Proposed |
| 20 Yard Drop Box          | \$151.20     | \$195.00 |
| 30 Yard Drop Box          | \$171.20     | \$220.00 |
| 20 Yard Compactor         | \$171.20     | \$220.00 |
| 25 Yard Compactor         | \$241.00     | \$300.00 |
| Monthly Rent              | \$ 75.00     | \$ 78.00 |
| Mileage Charge (Per Mile) | \$ 2.00      | \$ 2.60  |

Other service rates not listed above may increase by up to 30%. Rates do not include the Washington State Solid Waste Collection Tax or any city tax, if applicable.

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, WA which is scheduled for 9:30 a.m. on April 28, 2012. 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 & Transportation Commission P.O. Box 47250, Olympia, WA 98504-7250;

Email: <a href="mailto:comments@wutc.wa.gov">comments@wutc.wa.gov</a>
Telephone: 1-888-333-WUTC (9882)

Thank you for your business. If you have questions about this proposal, you may contact us at 360-642-2541 or email pss@willapabay.org or in writing at PO Box A, Ilwaco, WA 98642

Sincerely,

Jay Alexander or Diane Carter Peninsula Sanitation Service, Inc.