



May 29, 2016

Steven King, Executive Director
 Washington Utilities and Transportation Commission
 Post Office Box 47250
 Olympia, WA 98504-7250

Subject: Suncadia Water Company, LLC, General Rate Case

Dear Mr. King,

Enclosed is a General Rate Case Filing for the Suncadia Water Company, LLC (Suncadia Water) to be effective June 1, 2016. This filing is being made due to a number of changes that have occurred since the last rate case in 2011, including:

- Increasing power rates.
- Two changes in the cost of treating water from the City of Cle Elum.
- Nearly 200 homes and several small commercial connections have been added to the system.
- Several small parcels developed which has increased the total number of active customers within the Resort.

A summary of the proposed changes is as follows:

Customer Class	Existing Monthly Base Charge	Proposed Monthly Base Charge	Percentage Change
Residential, Standard Meters			
1-inch meter	\$ 36.00	\$ 38.00	Just over 1% per year for the last 5 years (+6% total)
Commercial, Standard Meters			
1-inch meter	\$ 36.00	\$ 38.00	Same as above
1 1/2-inch meter	\$ 72.00	\$ 76.00	Same as above
2-inch meter	\$ 115.20	\$ 121.60	Same as above
3-inch meter	\$ 216.00	\$ 228.00	Same as above
4-inch meter	\$ 360.00	\$ 380.00	Same as above
Dedicated Fire Lines (commercial only)			
1-inch	\$ 3.91	\$ 7.95	+103%
2-inch	\$ 12.50	\$ 25.44	+103%
3-inch	\$ 23.44	\$ 46.61	+103%
4-inch	\$ 39.06	\$ 79.49	+103%
6-inch	\$ 78.13	\$158.98	+103%
8-inch	\$ 125.00	\$254.36	+103%

Mailing Address: 531 Rope Rider Drive, Cle Elum, WA 98922
 Physical Address: 770 Suncadia Trail, Cle Elum, WA, 98922
 Phone: (509)649-6370 Fax: (509)649-6251
 Director of Utilities: Cape Powers @ cpowers@suncadia.com

OFFICE HOURS
 8:00 AM TO 5:00 PM DAILY

Consumption Charges		Existing Usage Charge	Proposed Usage Charge	Percentage Change
1-inch meter	Usage, 0 to 8000 gallons	\$ 2.00 per 1000 gallons	\$ 2.20 per 1000 gallons	Appx. 2% per year for the last 5 years (+10% total)
	Usage, 8001 to 28,000 gallons	\$ 3.80 per 1000 gallons	\$ 4.30 per 1000 gallons	Just under 3% per year for the last 5 years (+13% total)
	28,001 + gallons	\$ 5.60 per 1000 gallons	\$ 8.10 per 1000 gallons	Just under 8% per year for the last 5 years (+45% total)
Other meter sizes are changed based on standard meter equivalents.				
Monthly Ready-To-Serve Charge	Existing: \$ 21.00	Proposed: \$ 30.20	Appx 7% per year for the last 5 years (44% total)	

In total, based on study year data the changes amount to an increase in operating revenue of approximately \$279,478 (29.4%) per the UTC spreadsheet although the increase will be less if the tiered rates result in significant water conservation.

Please note that the requested effective date of this rate case is June 1, 2016. We are requesting this date specifically to allow ample time for our customers to comment and be a part of the process. A meeting has already been held with a group of customers to communicate our intentions during this rate case.

Affiliated interests have not changed since the last rate case. Information related to the financial relationship between the Suncadia Water Company domestic services, a regulated activity, and the irrigation supply portion of the company, an unregulated activity, is contained in the electronic work papers.

Revised pages of the tariff are provided with this letter. Changed sections of the document are underlined or otherwise noted. Mr. Gary Kittleson is authorized to sign the tariff.

Thank you,



Cape Powers
Director of Utilities

Attachments: Work Papers printed from WUTC Excel Workbook
Revised Tariff
Customer Notice