

## Rob McKenna

## ATTORNEY GENERAL OF WASHINGTON

Utilities and Transportation Division 1400 S Evergreen Park Drive SW • PO Box 40128 • Olympia WA 98504-0128 • (360) 664-1183

September 1, 2006

Dennis J. Moss Administrative Law Judge Washington Utilities and Transportation Commission 1300 S. Evergreen Park Dr. SW P. O. Box 47250 Olympia, Washington 98504-7250

Re:

WUTC v. Boots, Inc. d/b/a Brooks A & A Moving

Docket No. TV-060855

Dear Judge Moss:

Staff submits this letter to clarify the basis of the calculations in footnote 14 on page 12 of the Initial Order filed August 30, 2006.

Staff assumes that the calculation of twenty percent in the footnote is based on the penalty amount of \$65,600 (¶ 40 of the Initial Order) and on the \$313,748.30 in revenue (¶10) referenced in staff's audit report. The source of this number is the commission record of the company's 2004 annual report filing. Staff notes, however, that the 2004 revenue reported to the commission presumably reflects revenue from 2004 operations only for the period after the company received its temporary operating authority on June 21, 2004. Assuming that the reported revenue is based on a period of a little over six months, then the \$65,600 penalty would represent less than twenty percent of the company's revenue if compared to a full year's worth of revenue.

If we look at 2005, for which the company reported annual revenue of \$557,680, the penalty represents closer to 12% of the company's annual revenue.

Should the commission require any additional information or have any questions, staff stands ready to assist.

Sincerely,

JENNIFER CAMERON-RULKOWSKI

Commer- Andright

Assistant Attorney General

JCR:emd Enclosure

cc: Parties