

LakeLand Village Water Company, Inc.
P.O. Box 108
Allyn, WA 98524
(360) 275-2474

IMPORTANT NOTICE OF REQUEST FOR RATE INCREASE

September 30, 2010

LakeLand Village Water, Inc. has filed for a general rate increase with the Washington Utilities and Transportation Commission (commission). The requested annual increase is \$75,000. The average customer's monthly bill should increase less than \$8.00 per month. If approved, the new rates will become effective November 1, 2010. The current and proposed rates are shown below:

<u>Monthly Rate per 100 cubic feet (cf)</u>	<u>Current</u>	<u>Proposed</u>
Base Charge	\$13.75	\$12.25
Metered Rate, Zero Allowance	\$1.00	N/A
0-500 cf	N/A	\$2.00
501-1200 cf	N/A	\$2.45
Over 1201 cf	N/A	\$1.70

Why is this increase needed? The increase is needed to recover the additional expenses to operate the water company. There are primarily three reasons: 1) increased costs for water testing to meet federal and state requirements; 2) increases in employee wages, employee taxes and benefits; and 3) increases in the costs of power, fuel, postage and other associated business costs.

If you have questions about this proposal and how it may affect you, contact us at 360-275-2474. If you have questions about the ratemaking process you may contact the commission.

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, which is scheduled for 9:30 a.m. on October 28, 2010. 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,

LakeLand Village Water Company, Inc.