

April 8, 2008

Carole J. Washburn, Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Dr. SW
P. O. Box 47250
Olympia, Washington 98504-7250

Re: *UTC v. Iliad Water Service, Inc.*
Docket UW-071885

Dear Ms. Washburn:

Enclosed for filing in the referenced docket are an original and two copies of the proposed Settlement Agreement, Narrative Supporting Settlement Agreement, and Certificate of Service.

The documents note that, in the process of reaching a settlement in this docket, the Parties have also reached agreement in Docket UW-060343. The Parties anticipate filing a separate Settlement Agreement and Narrative in that docket next week.

Sincerely,

MICHAEL A. FASSIO
Assistant Attorney General

MAF/emd
Enclosures
cc: Parties