

(2) Ready-to-serve Service	19.85	24.85
(3) Unmetered Service	43.55	50.50
(4) Ancillary Charges		
--Meter box pick-up fee	N/A	5.00
--Credit card processing fee	N/A	0.75
--Credit card chargeback fee	N/A	20.00
--Account set-up charge	30.00	30.00
--Reconnection charge	35.00	35.00
--Disconnection visit charge	20.00	20.00
--Late payment charge, % of unpaid balance	1.5%	1.5%
--Minimum charge	1.00	1.00
--NSF check charge	15.00	15.00
--Water availability letter charge	30.00	30.00
--Service visit charge	29.00	29.00

Based on a ¾-inch meter and average customer usage of 576 cubic feet per month for 2007, the average monthly bill is expected to increase by \$7.14. This would represent a 16.4 percent increase over current rates, or about 2.6 percent per year since 2002, no more than the inflation rate during the same period.

If you have any questions about the proposed filing and how it will affect you, please call Aquarius Utilities, LLC at (360) 779-1565. If you have questions about the rate making process, you may contact the Washington Utilities and Transportation at the following address:

WUTC
1300 S. Evergreen Park Drive S.W.
P.O. Box 47250
Olympia, WA 98504-7250
Phone: 1-800-562-6150 (toll free)
E-mail: comments@wutc.wa.gov

The commission has the authority to set final rates that may vary from the company's request, depending on the results of its investigation. To comment on this filing, be added to the commission's mailing list, or ask questions about the ratemaking process, please use the contact information above. You may also comment in person at the commission's open meeting in Olympia at 9:30 a.m. on June 12, 2008, or by using the "Public Comment" feature at the commission's web site, at <http://www.utc.wa.gov.comment>. The commission is scheduled to make a decision at its open meeting on July 10, 2008.

If you are unable to attend an open meeting in person, the commission has a bridge line that enables you to participate or listen by telephone. Call 360-664-1234 for instructions the day before the open meeting.

We appreciate the opportunity to present this proposal for your review and comment.

Very truly yours,

Gregory G. Roats, P.E.
Engineer/ Manager