

April 14, 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:

At Judge Rendahl's request, the Parties (Staff and Iliad Water) jointly file this letter to clarify the record in the following respect:

Paragraph 3 of the Settlement Agreement filed in this docket summarizes, as background, that "the tariff filing proposed increases to the Company's basic service rates that would have resulted in \$32,324 (143%) of additional revenue to the Company for the three systems." The "143%" here repeats the figure previously stated in documents filed or placed in the docket by both Parties, as well as in Commission Order 01. Upon further review, the Parties have found that "143%" in Paragraph 3 should more appropriately be characterized as "113.4%."

Sincerely,

MICHAEL A. FASSIO  
Assistant Attorney General

MAF/emd  
cc: Parties