

Lake Chelan Recreation, Inc.
dba Lake Chelan Boat Company
P.O. Box 186
Chelan, WA 98816

October 6, 2004

Washington Utilities & Transportation Commission
Attn: Tariff Division
1300 S. Evergreen Park Drive S.W.
Olympia, WA. 98504-7250

To whom it may concern,

We are respectfully requesting an increased fuel surcharge to our passenger fares to be effective on October 15th. We realize this is just two weeks after our last request. However, we are finding ourselves in a difficult position with the rise in fuel costs, and are in hopes that you will understand our situation and consider this request. On September 28th we received our bulk fuel shipment and the price per gallon is 1.88. This increase moves the calculated fuel surcharge from 1.00 per one way to 1.50 per one way. This is a very substantial increase.

Not only are we facing a huge increase in fuel costs this year, but we are also significantly down in rider ship, which is compounding the problem. The worksheet used to calculate the fuel surcharge was based on last year's passenger count. Therefore, we are not recouping the increase in fuel costs.

Attached you will find:

1. Special Fuel Surcharge Supplement No. 6, replacing Supplement No. 5
2. 2004 Boat Fuel Surcharge Calculation Sheet – Bob Colbo assisted us in preparing this statement.
3. L.S.N. request to waive statutory requirements giving us permission to begin the fuel surcharge on 10/15/04
4. A copy of our most recent bulk fuel purchase is being faxed.

We respectfully request your approval of these changes to our tariff 63. If additional information is needed please Cindy Engstrom at 509-682-2012. Thank you for your consideration.

Sincerely,

Jack D. Raines

Jack D. Raines, President