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October 26, 2012

VIA E-MAIL

Mr. David Danner, Executive Director and Secretary Washington Utilities and Transportation Commission 1300 South Evergreen Park Drive SW Olympia, WA 98504-7250

> H & R Waterworks, Inc. - Second Revised Sheet No. 18.2 Canceling First Revised Sheet No. 18.2

Dear Mr. Danner:

Attached is the above referenced tariff sheet. The purpose of filing is to implement a surcharge pursuant to WAC 480-110-455(2)(iii). This is a new charge being assessed for the annual Group B licenses by Thurston County.

The Group B license fee is a governmental fee that has been imposed on the company since the company's last rate case.

This is a new charge. The rate is calculated to be eighteen cents per connection or customer per month for the first year and thirteen cents per connection or customer per month thereafter.

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A copy of the customer notice is attached. Finally, a copy of the worksheet calculating the level of the surcharge is attached as well.

RICHARD A. FIMNIGAN

RAF/cs Enclosures

cc: Steve Harrington (via e-mail) Gene Eckhardt (via e-mail)