Pedersen Family LLC

6793 Old Olympic Highway, Sequim WA 98382, (360) 683-5873

IMPORTANT NOTICE

March 3, 2021

Pedersen Family LLC is filing for a water rate increase with the Washington Utilities and Transportation Commission (UTC). The UTC will consider our information on the reasons for a rate increase. The additional annual revenue generated from this increase would be \$32,000 to \$54,000. The annual revenue was \$47,800, while the annual expenses were \$69,800. If approved, the rates will become effective on April 9, 2021.

We have not applied for a rate increase in seven years; the reason for this rate increase is to cover costs exceeding revenue. This includes adjusting for the ever-increasing costs of labor, testing, chemicals and operations (i.e. electricity, maintenance, postage, telephone, property taxes, transportation, etc.). The proposed rates promote water conservation and reflect capital improvements necessary to allow existing lots to become buildable. Below is a comparison of current and proposed rates:

Service	Current Rate	Proposed Rate
Disconnection Visit Charge	15.00	30.00
Reconnection Visit Charge	30.00	60.00
Account Set Up Charge	10.00	15.00
3/4"Mmetered Base Rate	16.00	32.00
Tier 1, 0-500 cubic feet	0.50	1.00
Tier 1, 501-1,000 cubic feet	0.80	1.50
Tier 1, >1,000 cubic feet	N/A	2.00
Flat rate, unmetered service	23.00	46.00
Ready-to-serve (inactive)	16.00	32.00
Late Payment Charge (whichever is greater)	2% or \$1.00	2% or \$1.50
Service Visit Charege	30.00	30.00
NSF Check Charge (per check)	12.00	37.00
Water Availability Letter	10.00	25.00
Installation of Approved Backflow	N/A	Paid by Customer Directly
Backflow Assembly Testing & Inspection	Labor & Materials	Labor & Materials
Premise Inspection Charge	25.00	\$60.00 per hour, prorated
Damage & Repair Charge	Labor & Materials	Labor & Materials
Service Connection Fee (for new connection)	500.00	1,750.00
Facilities Charge (for new connection)	N/A	2,000.00

The Commission has the authority to set final rates that may be either lower or higher than the company's request, depending on the results of its investigation. You can comment on the case by using the "Submit a Comment" feature at the Commission's Web site at www.utc.wa.gov or by using the contact information below.

Washington Utilities and Transportation Commission P.O. Box 47250

Olympia, WA 98504-7250 E-mail: comments@utc.wa.gov Telephone: 1-888-333-WUTC (9882)

Commission staff will make a recommendation to the Commissioners at the open meeting which is scheduled for **9:30 a.m.** on **April 8, 2021.** You will have an opportunity to provide your comments at this meeting. The UTC building is closed to public until further notice. This open meeting will be conducted remotely. If you intend to listen or participate, call (360)664-1234 the day before the open meeting for instructions and to sign in.

A memo containing the staff recommendation will be available on the commission website about three days prior to the open meeting. To view the memo, go to utc.wa.gov. Click on the link near the bottom that says "Documents." Under "Open Meetings," click on "Agendas, meeting minutes, orders." When the open meeting date (see above) appears, click on it, then on the memo for this filing. Then click on "Documents." This will take you a page with the memo and other filed documents.

Sincerely, Pedersen Family LLC