



WASHINGTON WATER SERVICE COMPANY

January 5, 2017

Steven V. King, Executive Director & Secretary
Washington Utilities and Transportation Commission
PO Box 47250
Olympia, WA 98504-7250

RE: City of Bainbridge Island Utility Tax
Ordinance 2016-19

Dear Mr. King;

Enclosed is our filing for an update to the City Tax Adjustment Schedule; Sheet No. 41, Effective January 17, 2017 to add the City of Bainbridge Island Utility Tax. On December 28, 2016 we received a notification letter dated December 21, 2016 stating the City's passage of Ordinance 2016-19 adopting a Utility Tax. The City will begin imposing a 6% utility tax on all utilities beginning January 1, 2017. This filing would allow Washington Water Service Company to assess the tax on customers affected by this tax. Taxes will be collected and remitted quarterly to the City of Bainbridge Island.

Currently WWSC owns three water systems within the city limits. They are Bucklin DOH # 66936L, Phelps Road DOH# 63210W and Walden DOH #438871. A total of 131 customers will be affected by this change. These customers were notified by a separate mailing of our filing on January 3, 2017 a copy is attached for your reference.

Washington Water Service Company requests Waiver of Statutory notice and requests an effective date of January 17, 2017. WWSC would begin billing the utility tax on the February 17, 2017 statement for water services. The billing period would be January 17, 2017 to February 17, 2017.

If you have questions or need further information, please contact me toll free in Gig Harbor at (877) 408-4060 or locally at 253-851-3422 ext 1105.

Sincerely,

A handwritten signature in blue ink, appearing to read "C. E. Pratt".

Charlene E. Pratt
Accounting Manager