5/4/09

LYNN,

PWC WILL FILE ADVICE LETTER WITH CPUC REQUESTING A 3RD (CONSERVATION) TIER IN OUR PENINSULA TOWN DISTRICT RATES.

AT 7/1 CURRENT RATES WILL BE

TIER 1, FIRST 5 CCF/MO/SC ~ $4.90/CCF

TIER 2, ABOVE 5 CCF/MO/SC ~ $6.15/CCF

THE AL WILL REQUEST A 3RD TIER STARTING AT ~15 CCF/MO/SC. AT ~$9.50 PER CCF/MO/SC, FOR THE PERIOD 7/2/09 THROUGH OCT 31, 2009. CALCS TO DATE ARE BASED ON 20% REDUCTION FROM SAME PERIOD IN 2004.

DO YOU NEED A LETTER CONFIRMING THIS

Jim Downey
PWC