



March 2, 2007

File: 0321207

Sunshine Valley Developments Ltd
PO Box 88626 Newton Town Centre
Surrey BC V3W 0X1

Via Fax: 604-599-3861

Attention: Kerry Rawlick, President

**Re: Application for Rate Increase and
Certificate of Public Convenience and Necessity (CPCN)**

I refer to your letter dated February 28, 2007. The letter was in response to my letter dated November 19, 2006, which required you to provide evidence by March 5, 2007, that you have received and accepted a proposal from an engineering firm to undertake a study of both water systems.

In your letter you state you are not able to satisfy our requirement because engineering firms are currently too busy. You requested that we give you a 45 day extension to comply with our requirements. We are prepared to provide you with a 45 day extension from the date of our most recent letter, February 19, 2007. However, during this extended time we have a number of requirements that must be met or the water rates will be rolled back as previously mentioned.

By March 12, 2007, we require written confirmation that you have contacted at least three engineering firms capable of preparing a study of both water systems. As of March 16, 2007, we require that you provide us with details on how you will finance the study.

As of April 5, 2007 (the conclusion of the 45 day extension period), we require a written work plan from a qualified engineer giving a timeline and description of the engineering study of both systems. Failure to comply with any of the above requirements will result in the water rates being rolled back to \$14.50 per month effective January 1, 2007.

Yours truly,

Pieter J. Bekker
Deputy Comptroller of Water Rights

pc: Don Bender, Chairman, SVRA Water Committee
Richard Gagnon, President, Sunshine Valley Ratepayers Assoc.
Kate Zabell

Ministry of
Environment

Water Stewardship Division
Water Management Branch
Utility Regulation Section

www.env.gov.bc.ca/wsd/

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