

GLACIER WATER SERVICES, INC. *Press Release*

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For Release Immediately
June 30, 2008

GLACIER WATER ANNOUNCES DIVIDEND ON COMMON STOCK

VISTA, Calif., June 30, 2008 – Glacier Water Services, Inc. (Pink Sheets: GWSV) announced today that it would pay a dividend on its common stock.

The Board of Directors of Glacier Water Services, Inc. announced today that it will pay a dividend on its common stock to holders of record on July 16, 2008 in an amount of \$0.50 per share. The dividend will be payable on July 30, 2008 and is expected to be treated as a non-taxable return of capital. The Board has not adopted a formal policy with respect to the amount or frequency of future dividends, but intends to continue to evaluate on a quarterly basis the appropriateness of paying a dividend for each such period.

With approximately 16,500 machines located in 43 states throughout the United States and Canada, Glacier is the leading provider of high quality, low-priced drinking water dispensed to consumers through self-service bottled water machines located at supermarkets and other retail locations.

Statements in this announcement that are not purely historical are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. A copy of the Company's audited financial statements for the year ended December 30, 2007 are available on the Company's website, www.glacierwater.com, or can be obtained by contacting Steve Stringer at (760) 560-1111.