

**OLYMPIC WATER AND SEWER, INC.
AFFILIATED INTEREST TRANSACTIONS
JANUARY 1 – DECEMBER 31, 2022**

Olympic Water and Sewer, Inc. (OWSI) is owned by Port Ludlow Associates, LLC (PLA) and provides water service to PLA owned properties within the Port Ludlow Master Planned Resort. Port Ludlow is designated as a Master Planned Resort in the Jefferson County Comprehensive plan pursuant to the Growth Management Act.

Water service was provided at tariffed rates as filed with the Washington State Utilities & Transportation Commission.

A description of the products or services flowing between the public service company and any affiliated interest. Include a description of the pricing basis or costing method and procedures for allocating costs for such products or services rendered, and the amount an account is charged.

Port Ludlow Associates provided the following services to Water in OWSI in 2022:

- Senior Management, accounting, customer service and other general and administrative services at a cost of \$285,524. The method used for the G&A allocation is percentage based on actual payroll cost, utilities, equipment, postage, operating and office supplies used throughout each year. The percentage within each department of G&A is reviewed annually based on utilization of time and resources within the departments toward the water company. This percentage method is reviewed annually and has been in place for many years with minimal change.

A description of the terms of any loans between the public service company and its affiliates and a listing of the year-end loan amounts and maximum loan amounts outstanding during the year.

- There are no loans between PLA and OWSI.

A description of the terms and maximum amount of any debt guarantees by the public service company for any affiliate and a listing of the year-end debt amounts and maximum debt amounts outstanding during the year.

- None

A detailed description of the activities of the affiliates with which the public service company has transactions.

Port Ludlow Associates, LLC owns and develops real estate in Port Ludlow, a resort and residential community on approximately 1,800 acres an hour west of Seattle. In addition to residential development, PLA operating activities at Port Ludlow include a 37-room Inn, 18-hole golf course, 300-slip marina, and a commercial center.

A list of all common officers and directors of the affiliated interest company and the public service company along with their titles in each organization.

Olympic Water and Sewer, Inc.

Diana Smeland – President
Greg Rae – Vice President/Secretary
Troy Crosby - Treasurer/CFO

Port Ludlow Associates LLC

Diana Smeland – President
John Simpson – Vice President/Secretary

Appropriate financial information for each affiliated interest company including, but not limited to, a balance sheet and income statement

- See Port Ludlow Associates LLC Balance Sheet and Financial Statement as of 12/31/2022, sent with the Annual Report.