



U10-061864-AT

Providing quality water, power and service at a competitive price that our customers value

October 23, 2006

Dan Kermode
WA Utilities and Transportation Commission
PO Box 47250
Olympia WA 98504-7250

RECORDED
06 OCT 24 11 0:22
INDEXED

Re: Ownership Transfer for Kayak Estates Water System PWS ID# 231115

Dear Mr. Kermode:

I am writing to report that, as of October 18, 2006, the Snohomish County PUD No. 1 owns the Kayak Estates Water System.

This water system should be deregulated by the UTC, and tariffs for Kayak Estates Water LLC should be cancelled.

As evidence of the ownership transfer, I am enclosing a copy of the recorded Quitclaim Deed.

For any questions, I can be reached at (425) 783-8450.

Sincerely,

Karen S. Heneghan, PE
Water Resources Division

Enclosure

Cc: Dave Dorland, Kayak Estates Water, LLC



200610180485 3 PGS
10/18/2006 11:43am \$34.00
SNOHOMISH COUNTY, WASHINGTON



FILED FOR RECORD AT REQUEST OF
Public Utility District No. 1, ATTN: WATER RESOURCES
of Snohomish County
P. O. Box 1107
Everett, WA 98206

10,062.00
10/18/2006 11:46 AM
No. 3664886
Thank you for your payment.
BARBARA

Quitclaim Deed

THE GRANTOR, **KAYAK ESTATES WATER, LLC**, a limited liability company of the State of Washington, for and in consideration of the sum of ten dollars (\$10.00) and other valuable consideration conveys and quitclaims to **PUBLIC UTILITY DISTRICT NO. 1 OF SNOHOMISH COUNTY**, a municipal Corporation of the State of Washington, the following described real estate, situated in the County of Snohomish, State of Washington, together with all after acquired title of the grantor(s) therein:

All right, title, and interest, including any after-acquired title, of Kayak Estates Water, LLC ("Seller") in the Water System ("Water System") located on following real property:

The Plats of Kayak. All of Sections 29, 30, 31 and 32, Township 31 North, Range 4 East, W.M., Except that portion belonging to Snohomish County Parks Department. Section 25, Township 31 North, Range 3 East, W.M., Except Lots 1 through 12, Block 70, and Except Lots 5 through 14, Block 71, all in C.D. Hillman's Birmingham Water Front Addition to the City of Everett, Division 2, at Port Susan, Located in Snohomish County, Washington.

Lots 1 through 16, Block 90, Lots 1, 2, 3, 15, 16, Block 91, Lots 1 through 16, Block 96, Lots 1 through 16, Block 99, all in C.D. Hillman's Birmingham Waterfront addition to the City of Everett at Port Susan on Puget Sound, Division No. 2, according to Plat thereof recorded in Volume 8 of Plats at pages 61 and 62, as depicted in Volume 17, Record of Survey, at pages 11 through 14, records of Snohomish County Auditor, and as amended in volume 17, record of survey at pages 24 through 26, inclusive. Parcel Number 0010553.

Including without limitation:

- a) Any and all easements and rights to use the Water System and any and all real property occupied by the water System or used in connection with the installation, construction, maintenance, and operation of the Water System including without limitation:
 - (i) Easements for Ingress, Egress, and Utilities as Delineated on Survey recorded under Auditor's File No. 8302105005, in Volume 17 of Surveys, page 24
 - (ii) The Easement Document recorded September 24, 1984, in Volume 1864, pages 0177 and 0188 of the official records of Snohomish County, Washington at Auditors File No. 8409210258
 - (iii) The Easement recorded May 17, 1985 in Volume 1900, pages 0508 to 0517, Auditors File No. 8505170068
 - (iv) All Easements for Ingress, Egress, and Utilities including a water tank site as stated in the Statutory Warrantee Deed Auditor's File No. 8606040021, Volume 1970, pages 2668 to 2670
 - (v) Easements for Ingress, Egress, and Utilities as Delineated on Survey Recorded under Auditor's File No. 8806035002, in Volume 27 of Surveys, page 7
 - (vi) All Utilities Easements per the Declaration of Easement, Reservations and Restrictive Covenants Recording Number 8911010066 Volume 2278, page 2084 dated November 1, 1989

- (vii) All Utilities Easements per the Declaration of Easement, Reservations and Restrictive Covenants Recording Number 8911210578 of Volume 2284, page 2763 dated November 22, 1983
- (viii) Easements for Ingress, Egress, and Utilities as delineated under Auditor's File No. 8912295006, in Volume 30 of Surveys, page 281
- (ix) All Utilities Easements per the Declaration of Easement, Reservations and Restrictive Covenants Recording Number 9006180204 of Volume 2350, page 2576 dated June 18, 1990
- (x) The Declaration of Well Covenant Auditor's File No. 9209180190 of Volume 2624, page 0504 and 0505, dated August 26, 1992
- (xi) The Utilities Easement recorded August 8, 1996 under Auditors File No. 9608080256, and all Utilities Easements in the related 3-lot Short Plat Auditor's File No. 9603085002 (for lots now addressed as 14729, 14733, and 14803 Kayak Point Road)
- (xii) The Rights and Easements contained in all Water Service Agreements between the Seller and all Water System Customers, including the following six water services added to the Water System in 1996 known as Marine Hill:
 - i. Tax Parcel# 00394507600100, at 16328 Marine Drive, currently owned by Richard and Nancy Merklinghaus (agreement signed by Richard and Nancy Merlinghaus on August 12, 1996)
 - ii. Tax Parcel# 00394507100101, at 16324 Marine Drive (94th Ave NW), currently owned by Dave Hudson
 - iii. Tax Parcel# 00239457001300, at 16426 Marine Drive, currently owned by Ron Edlin (agreement signed by Ron and Connie Edlin on August 12, 1996)
 - iv. Tax Parcel# 00394507001500, at 16428 Marine Drive, currently owned by Ronald Edlin (agreement signed by Ron and Connie Edlin on August 12, 1996)
 - v. Tax Parcel# 00394507700800, at 16430 Marine Drive, currently owned by Susan Davey (Susan Longley) (agreement signed by Tim and Melanie Sandberg on August 12, 1996)
 - vi. Tax Parcel# 31032500100100, at 16528 Marine Drive, currently owned by Deborah Werner (agreement signed by Deborah Taylor on August 12, 1996)
- (xiii) The dedications contained in the recorded plat maps for the real property described above;
- (xiv) The non-exclusive access and utilities easement as shown on survey recorded under Auditor's file no. 8706025006, records of Snohomish County, Washington.
- (xv) The access and utilities easement as shown on the survey recorded under Auditor's file no. 8501115003, records of Snohomish County, Washington.
- (xvi) The access and utilities easement as shown on the survey recorded under Auditor's file no. 8505215080, records of Snohomish County, Washington.

b) Any and all wells, pumps, pump houses, generator, water storage tanks, meters, water lines, valves, pipes and any and all equipment and apparatus used with or connected thereto;

c) Any and all permits, entitlements, and governmental approvals for the Water System, including without limitation that water service area for the Water System as authorized in accordance with the North Snohomish County Coordinated Water system Plan adopted pursuant to Chapter 70.116 RCW and Chapter 246-293 WAC;

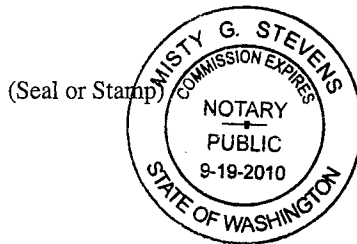
- d) Any and all development and contract rights in or associated with the Water System;
- e) Any and all site plans, drawings, soil tests, engineering studies and like materials related to the Water System;
- f) Seller's rights to receive payment of any monthly fee, ready-to-serve fee, water use fee, hook-up assessment fee, or any other fee due and payable to Seller under any "water service agreement" entered with any water service customer of the Water System. Such right to receive payment of all fees and charges shall be effective for any services provided after August 1, 2006; and
- g) Any and all water rights, whether certificated, inchoate, subject to permit, or otherwise authorized pursuant to law, including but not limited to that water right described in ground water right Certificates G1-23278C; G1-24415C; and G1-25989C.

All of the above real and personal property, water rights and other rights are situated in the county of Snohomish, state of Washington.

Dated 10/10, 2006
 KAYAK ESTATES WATER, LLC
 By: [Signature]
 Title: Partner

State of Washington
 County of Snohomish

I certify that I know or have satisfactory evidence that, Dave Dorland signed this instrument, on oath stated that he was authorized to execute the instrument and acknowledged it as the (title) partner of Kayak Estates Water, LLC to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.



Dated 10/10/06
 Signature of Misty G. Stevens
 Notary Public
 Title Notary Public
 My appointment expires 9-19-2010