

April 16, 2010

Seneca Harbor LLC 2308 55th St. Ct. NW Gig Harbor, WA 98335

RE: Rosedale East Water System, DOH ID#09490D, Water Main Extension, Plat of Seneca Harbor, Parcel #0121014014, 0121018016, 017, & 018 Pierce County

Dear Seneca Harbor LLC:

This extension agreement is between Washington Water Service Company (the "Washington Water") and Seneca Harbor LLC (the "Owner") to construct water main line extension and to provide water utility service to parcel(s) #0121014014, 0121018016, 017, & 018. This extension agreement sets forth the terms and conditions as well as the estimated costs of the main line extension. The actual costs of the main line may vary from the estimated costs. The final cost amount will be billed based on actual hours and material used to complete the project.

Attach to this extension agreement is Exhibit "B", the legal description of property for which water service is requested.

Estimated costs are based on water lines being installed prior to other utilities in the road easement outside of the paved area and side walks. Washington Water shall not be responsible for any additional costs incurred by Owner or Washington Water due to obtaining necessary permits, approvals, completion of construction or any other foreseen or unforeseen delays.

The provided estimated costs assume all roadways are to grade, lot corners installed and all hydrants (if required) staked. Grade for roads, services and hydrants must be verified by a surveyor prior to installation of the water mains. This surveying must be provided by the Owner. Any subsequent adjusting of fire hydrants or service connections to grade will be done at Owner's expense.

This estimated cost is for the cost of engineering, materials, and labor only, unless specifically listed on work order #RE007 attached as Exhibit "B". Upon execution of this extension agreement and prior to commencement of construction, Washington Water requires a deposit of fifty-percent payment of the estimated costs of \$11,749.80 (plus W.S.S.T of \$986.98 for main line extension) for a total deposit of \$6,368.39.

Although, the final cost amount will be billed based on actual hours and material used, total cost of all listed work orders for this project is estimated at \$12,736.78.

Owner is to provide Washington Water with a 5-foot utility easement at all property corners on approved development plans. Once all construction has been completed, certification of completion signed by engineer and all approvals received, Owner will provide Washington Water with a Bill of \text{\text{Nosedale}} \text{\text{Washington Water Washington Water Washington Water System Expansion Projects\Rosedale} \text{\text{East\Seneca Harbor\Rosedale}} \text{\text{East\Rosedale}} \text{\te

Seneca Harbor 11/6/2008 Page 2 of 2

Sale, which will transfer the ownership of these contributed facilities to Washington Water Service Company.

Terms and conditions of this agreement are subject to the review and approval of the Washington State Utilities and Transportation Commission (the "Commission"). Once this extension agreement is executed, Washington Water will submit the extension agreement to the Commission for their approval. Upon the Commission's approval, plans will be prepared, and if required, submitted to the Washington State Department of Health for their approval. Once all necessary approvals have been obtained and the required deposit received, Washington Water will schedule and cause construction to commence.

Hookup fees for each dwelling unit as listed in Washington Water's approved tariff will be in addition to this agreement and must be paid prior to installation of individual meters

All past due accounts will be charged 1.5% per month (18% per annum). The estimate costs as set. forth in this extension agreement are subject to change after 30 days of the first above written date.

Certificate of Water Availability will NOT be issued for final plat, or building permits until payment in full has been received. Prior to commencement of domestic water service, Washington Water requires all remaining amounts and hook up fees paid in full.

Neither this Agreement nor any of the rights, interests or obligations under this Agreement may be assigned or delegated, in whole or in part, by operation of law, or otherwise, by Owner without the prior written consent of Washington Water, and any such assignment without such prior written consent shall be null and void. Nothing expressed or referred to in this Agreement will be construed to give any person other than the parties to this Agreement any legal or equitable right, remedy, or claim under or with respect to this Agreement or any provision of this Agreement. This Agreement and all of its provisions and conditions are for the sole and exclusive benefit of the parties to this Agreement and their successors and assigns.

If these terms and condition are acceptable, please sign below and send this original extension agreement back to our office. If you have any questions, please give me a call directly in Gig Harbor at (253) 851-4060 or toll free at (877) 408-4060.

Sincerely

Michael P. Ireland

President

Phone:

WORK ORDER RE007 SENECA HARBOR 4 LOTS OFF 56TH WASHINGTON WATER CO DESCRIPTION - COST TO EXTEND TO 4 LOTS OFF 56TH AVE. NW SENECA HARBOR LLC, 2308 55TH ST CT. NW PARCEL #S 0121018016, 017, 018 & 0121014014

UPDATED 04-12-10 FOR LOT RECONFIG AND DELEATION OF CULDESAC. STATUS - PLANS COMPLETED AND APPROVED BY PCFM.

| DESCRIPTION | DETATT. | INFORMATION | TICE AMOUNT | T TITE MANY |
|--|---------|-------------|-------------|-----------------|
| PIERCE COUNTY R/W PERMIT | 241111 | INFORMATION | OPE AMOUNT | LINE TOTAL |
| ROAD PUSH. | | | | 100.00 |
| | | | | 800.00 |
| ENG. | | | | 3500.00 |
| 10000130 0 | | | | |
| 10800138 8 PVC PIPE C900-100 | RATE = | | 120.0 | 799.20 |
| 40800287 8 MJ GATE VALVE AWWA | RATE = | 842.89 | 1.0 | |
| 30800063 8 MJ CAP (TAPPED OR S | | | 1.0 | |
| 30802183 8 X 2 SADDLE C-900 | RATE = | | 1.0 | |
| 30800027 8 MJ GLAND PACK/KIT | RATE = | 74.66 | 2.0 | |
| 40200282 2 THREADED GATE VALVE 60600082 VALVE BOTTOM CI | RATE = | 283.88 | 1.0 | |
| 60600081 VALVE BOX W/LID (910) | RATE = | 38.19 | 2.0 | 76.38 |
| 20200130 2 X 6 GALV NIPPLE | | | 2.0 | |
| 11400155 LOCATOR WIRE | RATE = | | 6.0 | |
| 10200020 2 PVC ADAPTOR FIP | RATE = | | 100.0 | |
| 20200090 2 GALV 90 ELBOW | RATE = | | 2.0 | |
| 20200095 2 GALV STREET 90 | RATE = | | 3.0 | |
| 20200150 2 GALV PLUG | RATE = | | 1.0 | 2002-71 (B) (B) |
| 20200140 2 GALV PIPE | RATE = | | 1.0 | |
| FLAG2 2 FLAGGERS | RATE = | | 6.0 | 1 |
| 95058000 5/8 GRAVEL | PATE - | | 8.0 | |
| 60100021 1 X 1 PJXMIP POLY ADA | PATE - | 13.70 | 5.0 | 3.7.5.7.7.7 |
| 20034195 3/4 GALV BULLNOSE TEE | RATE = | | 4.0 | |
| 20034134 3/4 X 12 GALV NIPPLE | RATE = | | 2.0 | |
| 40034220 3/4 ANGLE STOP VALVE | RATE = | | 8.0 | |
| 1550-00 299.40 | | | 4.0 | 0.00 |

| DATE | | 11,749.80 | <u>-</u> | TOTAL ACTUAL | L 29: | 9.40 |
|------|-----------|-----------|----------|--------------|---------|------|
| 2 | IMPORIANT | GUALIS | | STATUS | PERMITS | OK |

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15:02:42 16 Apr 2010

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| | | | | | | | - 1 |
|----------|-----------------------|--------|-------------|-----|--------|------|--------|
| DESCRIPT | | DETAIL | INFORMATION | USE | AMOUNT | LINE | TOTAL |
| 60100012 | 1 POLY PIPE CL 200 | RATE = | | | 6.0 | == | 0.00 |
| 60034060 | STD 1015 METER BOX w/ | RATE = | | | | | |
| | | RATE = | | | 4.0 | | 0.00 |
| | | | | | | | 0.00 |
| | | RATE = | | | | | 0.00 |
| | | RATE = | | | | | 0.00 |
| | | RATE = | | | | | 0.00 |
| | | RATE = | | | | | 0.00 |
| 10212045 | 2 1/2 PVC 45 ELBOW | RATE = | 9.26 | | 4.0 | | |
| 00003 | 2 MEN AND TRUCK | | 99.00 | | | | 37.04 |
| 00005 | MAN AND BACK HOE | | | | 16.0 | | 584.00 |
| 00014 | | RATE = | 95.00 | | 16.0 | 1: | 520.00 |
| | HOEPAC (COMPACTION) | RATE = | 95.00 | | 8.0 | - | 760.00 |
| 00001 | ONE MAN AND TRUCK | RATE = | 62.00 | | 8.0 | 4 | 496.00 |
| | | RATE = | | | | ' | 0.00 |
| | | RATE = | | | | | |
| | | RATE = | | | | | 0.00 |
| | | KWIF = | | | | | 0.00 |
| I | | | | | | | |

| TOTAL ESTIMATE 11,749.80 | TOTAL ACTUAL | 299.40 |
|--------------------------|--------------|------------|
| DATES IMPORTANT GOALS | STATUS | PERMITS OK |

1.30

| E & E FINANCIAL, INC. 5050 W. LAKE SAMMAMISH PKWY NE REDMOND, WA 98052 | 6430 |
|---|-------------------------------------|
| (425) 376-2909 | DATE 4/20/2010 |
| PAY TO THE Washington Water Six through the hide and | ty enth 4 39/1005 DOLLARS A SECTION |
| WELLS FARGO BANK NORTHWEST, N.A. 204 WEST MEEKER KENT, WA 98032 FOR 58 H St Water Extension | Math A |
| "006430" \$1250085476924416 | 29 2 211" |

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