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FINANCIAL SERVICES

June 25, 2013

Washington Utilities & Transportation Commission

Rae Lynn:

Attached are the final documents needed for Apex Water Supply, Inc. to be removed from regulation and canceling tariff. At the time of the sale I wasn't aware that close out documents were required by UTC, had I known they would have been filed immediately after closing.

I was contacted by Susie Paul this year about these documents and that was the first I had heard about them, she also mentioned we may receive a penalty.

Apex is no longer in operation, the money from the sale is gone and Apex has no assets.

Sincerely

Apex Water Supply, Inc.

Zon Major

Jan Mason Bookkeeper



APEX WATER SUPPLY, INC.

P.O. Box 4520 Bremerton, WA 98312

Date: August 1, 2011

Steven King
Executive Director and Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive SW
Olympia, WA 98504-7250

RE: Apex Water Supply, Inc.
Request for Removal from Regulation and Cancel Tariff after
Sale and Transfer to Silverdale Water District

Dear Secretary:

Enclosed you will find the application of the above-referenced sale and transfer application to include:

- 1. Application for transfer (with exhibits),
- 2. Signed copy of Instrument of Transfer,
- 3. Copy of customer notice telling them of sale and transfer of water system.

If you have any question, please call me at 360 479-4200

Sincerely

APEX WATER SUPPLY, INC.

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Application for)	
the Sale and Transfer of Assets)	
From)	DOCKET
Apex Water Supply Inc.)	
То)	APPLICATION FOR
)	REMOVAL FROM
Silverdale Water District,)	REGULATION AND
Public Utility District.)	CANCELING TARIFF; SALE
)	AND TRANSFER OF ASSETS
)	

BACKGROUND

- Application is hereby made to the Washington Utilities and Transportation Commission for an Order authorizing the transfer of property under the provisions of chapter 80.12 RCW and chapter 480-143 WAC.
- After transfer of assets to Silverdale Water District, Public Utility District,
 Apex Water Supply, Inc. request removal from commission regulation and
 to cancel our tariff.

INTRODUCTION

- Apex Water Supply Inc. is a Washington corporation formed to act as a utility service company. Silverdale Water District, Public Utility District, located in Silverdale, WA, is a Public Utility District and not subject to commission regulation under RCW 80.12. The water system to be transferred consists of wells, pumps, transmission mains, reservoirs, hydrants, distribution mains, meters, and appurtenances to serve the customers of the Apex Water Supply, Inc..
- 4 Apex Water Supply, Inc. serves 145 customers located near Silverdale, WA located in Kitsap County County.

SALE AND TRANSFER APPLICATION

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- 5 The water system is currently operating under a green operating permit issued by the Washington State Department of Health (ID # W-308 and has no outstanding orders or letters directing action.
- As a result of this sale and transfer of water system assets, Silverdale Water District will provide all water services and will set all water rates by PUD rules and procedures.
- Apex Water Supply, Inc. will no longer own or operate any assets that serve customers that would meet commission regulation. Apex Water Supply, Inc., is requesting removal from regulation and cancel our current tariff.

EXHIBITS

- 8 Pursuant to WAC 480-143-120, 170 and 210, please find attached the following exhibits:
- 9 Exhibit 1 Instrument of Transfer.
- 10 Exhibit 2 Customer notice of sale and transfer of water system(s).

METHOD OF FINANCE

The purchase price for the water system assets is \$ 150,000. payable by annual payments until paid.

TRANSFER IS IN THE PUBLIC INTEREST

The benefits of this acquisition of these water system assets include expanded financial resources, in-house engineering, and water quality staff to provide all aspects of water system repair and operations. The owners of Apex Water Supply, Inc. no longer desire to own and operate a public water system. Customers were notified of the sale and transfer along with their most recent billings. The proposed transfer bears a proposed date of August 1, 2011. This date is to coincide with company billing periods and allows a mutually agreed closing date. For accounting purposes the bookkeeping records should be considered transferred and effective on that date.

SALE AND TRANSFER APPLICATION

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As a result of the sale and transfer of assets, the water rates and service charges will be under the Silverdale Water District, Public Utility District.

PRAYER

Based on the foregoing, the Applicants request approval of their application respectfully submitted this 1st day of August, 2011.

Apex Water Supply Inc.

SALE AND TRANSFER APPLICATION

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FORM OF VERIFICATION FOR APPLICATION

STATE OF WASHINGTON
County of Kitsup

President of Apex Water Supply, Inc. the applicant in the proceeding entitled above, that he/she has read the foregoing application and knows the contents thereof; that the same is true of his/her own knowledge, except as to matter which are therein stated on information or belief, and as to those matters he/she believes them to be true.

Subscribed and sworn to before me the 35 day of June, 2013

Notary Public in and for the State of Washington, residing

At 6/17/2017 .

360-447-3590

August 5, 2011

«County_Owner_First» «County_Owner Last» «County_Billing_Address» «F21» "County_City", "County_State" "County_Zip"

RE: Apex Water System

Dear Apex Water System Customer;

Hello, my name is Skip Beahm, I am the Operations Manager of Silverdale Water District, and the purpose of my correspondence is to inform you of the acquisition of the Apex Water System by Silverdale Water District.

Silverdale Water District (District) is a municipal corporation, formed in 1929 to provide water service to Silverdale; currently the District provides water service to a population of approximately 20,000 people in the greater Silverdale area.

An agreement to transfer ownership was reached on August 1, 2011 and an intertie to charge the Apex Water System (Apex) with District water was activated on August 3, 2011. The existing wells and reservoirs have been isolated and will be scheduled for abandonment.

Improvements to enhance the water system are being planned and meters to each property served will be installed. The average residential District customer uses 1,900 to 2,300 cubic feet of water per billing period. Apex customers will be billed the average until such time that meters are installed, currently \$54.86 every two months.

For questions or emergencies, our contact phone number is 360-447-3500. Call 9-1-1 for any after hours emergencies.

Silverdale Water looks forward to serving you, and providing you with safe reliable drinking water. If you have any question regarding the transfer of your water service, please do not hesitate to contact our office.

Sincerely,

Skip Beahm

Operations Manager

Silverdale Water District