# BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Application for the Sale and Transfer of Stock From	) ) )	DOCKET UW-	RECEI RECORDS HA
Lake Alyson Water, Inc.	) ) )	APPLICATION FOR SALE	ARGENTINE TO THE PROPERTY OF T
То	)	AND TRANSFER OF STOCK ASSETS	K-14
Northwest Water Services, LLC.	)		

# **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.

#### INTRODUCTION

- Lake Alyson Water, Inc. is a Washington corporation formed to act as a utility service company. Northwest Water Services, LLC., located in Mount Vernon, will provide water services to 132 customers. 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 Lake Alyson Water, Inc.
- The water system is currently operating under a green operating permit issued by the Washington State Department of Health and has no outstanding orders or letters directing action.
- As a result of this sale and transfer of water company stock, Northwest Water Services will maintain Lake Alyson's water rates currently in effect and will be adopting the tariff of Lake Alyson Water, Inc.

#### **EXHIBITS**

- Pursuant to WAC 480-143-120 and WAC 480-143-130, please find attached the following exhibits:
- 6 Exhibit 1 Instrument of Transfer.
- Exhibit 2 Water Company 1 Lake Alyson Water, Inc.
   Income Statement, Balance Sheet, Asset Listing, Depreciation Schedule, and
   Summary of outstanding securities.
- Exhibit 3 Water Company 2 Northwest Water Services, LLC Income Statement, Balance Sheet, Asset Listing, Depreciation Schedule, and Summary of outstanding securities.
- 9 Exhibit 4 Customer notice of sale and transfer of water system(s).

#### METHOD OF FINANCE

The purchase price for the water system assets is \$50,000, payable by annual payments until paid. \$20,000 was received by Lake Alyson Water, Inc on September 18, 2015 and monthly payments of \$1,350.00 will be paid over the next twenty three months.

## 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 Lake Alyson Water, Inc. no longer desire to own and operate public water system. Customers were notified of the sale and transfer along with their most recent billings. The proposed tariff adoption bears an effective date of November 1, 2007. 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.

- The current staff of Lake Alyson Water, Inc. has agreed to help with any accounting issues if needed under the leadership of Northwest Water Services, LLC.
- As a result of the sale and transfer of assets, the water rates and service charges will not change. Northwest Water Services, LLC. will adopt the full tariff of Lake Alyson Water, Inc., without change at any rate or charge contained therein as occasioned by this transfer.

### **PRAYER**

Based on the foregoing, the Applicants request approval of their application respectfully submitted this 1<sup>st</sup> day of September 2015.

Northwest Water Services, LLC

Lake Alyson Water, Inc.

Owner

President

Poth Dornher

# FORM OF VERIFICATION FOR APPLICATION

STATE OF WASHINGTON County of Skag 1

( ) being first duly sworn, deposes and says that he/she is Owner of Northwest Water Services, LLC., 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.

Owner



Subscribed and sworn to before me the \_\_\_\_\_day of January 19, 2017

Notary Public in and for the State of Washington, residing

At Bellingham.