

**CERTIFIED COPY OF RESOLUTION  
ADOPTED AT THE REGULAR MEETING OF THE COMMISSIONERS  
OF  
PUBLIC UTILITY DISTRICT NO. 1 OF THURSTON COUNTY**

The President and Secretary of Public Utility District No. 1 of Thurston County (District) certify that a majority of the Commissioners of Public Utility District No. 1 of Thurston County in attendance at the meeting held at the office of LOTT Clean Water Alliance, 500 Adams St. NE, Olympia, Washington, 98501 on Thursday, November 9, 2017 adopted this Resolution. This Resolution has not been revoked.

**RESOLUTION NO. 17-54**

On October 1, 2017 the District acquired all of the water systems of H&R Waterworks, Inc. as more particularly described on the attached Exhibit A, and being located in Thurston, Lewis, Pierce, Kitsap, Mason and King County, and adopted the existing rates of the water system, for the remainder of 2017.

Proposed 2018 rates for these water systems have been filed in the records of the District and sent to all affected customers.

The proposed 2018 rates are consistent with the District's mission of providing safe, reliable, affordable, and sustainable utility services to its customers.

The Commissioners held public hearings on the 2018 rates on Monday, October 16, 2017 at McGavick Conference Center at Clover Park Technical College, 4500 Steilacoom Blvd SW, Building 23, Lakewood, WA 98499, and on Wednesday, October 18, 2017 at Shelton Civic Center, 525 W Cota St, Shelton, WA 98584 and on Thursday, October 19, 2017 and Tuesday, November 7, 2017 at Lacey Community Center, 6729 Pacific Ave SE, Lacey, WA 98503.

After reviewing the current water rates associated with the water systems, the proper operation and maintenance of the public utility, and the unique circumstances associated with the newly incorporated water systems and the transition for the same, the District finds that the proposed 2018 rates are appropriate, unless or until the Commissioners review and modify the same.

The District further finds that it is appropriate to charge all new customers of these water systems the capital surcharge adopted in Resolution 14-21 as scheduled for 2018.

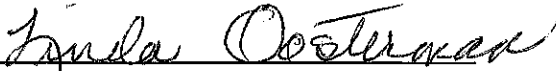
**NOW, THEREFORE, THE COMMISSIONERS OF THE DISTRICT DO HEREBY RESOLVE AS FOLLOWS:**

Section 1. The schedule of rates as attached are hereby adopted, effective January 1, 2018, including the capital surcharge adopted in Resolution 14-21, as scheduled for 2018.

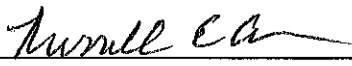
Section 2. Except as expressly described in this Resolution, all other charges, fees, policies, and procedures of the District shall apply to the customers on the acquired water systems.

This Resolution was approved and adopted by a majority vote of the Commissioners present.

As the President and Secretary of the District, we additionally certify that this meeting of November 9, 2017 was attended by at least two of the three Commissioners of the District and that this resolution was adopted by a majority vote of the Commissioners of the District in attendance at the meeting.

  
\_\_\_\_\_  
Linda Oosterman  
Commissioner and President of  
Public Utility District No. 1 of Thurston County

ATTEST:

  
\_\_\_\_\_  
Russell E Olsen  
Commissioner and Secretary

Attachments: Schedules of Revised Rates  
Exhibit A: List of Systems

**Appendix B**  
**Rates and Fees**

**Table B-4d**  
**Water Service Rates and Charges – former H & R Waterworks customers, inside Thurston County**  
**Single-family Residential (1, 2)**  
**Effective 1/1/2018**

Type	Monthly Customer Charge	1 <sup>st</sup> Block		2 <sup>nd</sup> Block		3 <sup>rd</sup> Block		4 <sup>th</sup> Block	
		Cons.	Rate	Cons.	Rate	Cons.	Rate	Cons.	Rate
3/4" X 5/8"	\$24.99	0-500	\$2.00	501-1,500	\$3.18	1,501-3,000	\$4.80	3,001+	\$6.23
1"	\$49.84								
1 1/2 "	\$ --								
2"	\$ --								
3"	\$ --								

**Flat Rate \$50.00** (where no meter is installed)

Monthly Surcharge, if any: **See Capital Surcharges in Table B-8**

Taxes applicable, if any:

**Notes:**

CCF = 100 Cubic Feet  
N/A = Not Applicable

**Footnotes:**

- (1) Single-family applications shall include single-family residential units; and duplexes and multiple-family residential customers with individual meters to each unit.
- (2) Rates are subject to proportional increases to compensate for any gross revenue tax imposed by any municipal body upon the District. For applicability of special rates and charges, see appropriate Rate Schedule.

# Appendix B Rates and Fees

**Table B-4e**  
**Water Service Rates and Charges – former H & R Waterworks customers, outside Thurston County**  
**Single-family Residential (1, 2)**  
**Effective 1/1/2018**

Type	Monthly Customer Charge	1 <sup>st</sup> Block		2 <sup>nd</sup> Block		3 <sup>rd</sup> Block		4 <sup>th</sup> Block	
		Cons.	Rate	Cons.	Rate	Cons.	Rate	Cons.	Rate
¾" X 5/8"	\$26.03	0-500	\$2.00	501-1,500	\$3.18	1,501-3,000	\$4.80	3,001+	\$6.23
1" <sup>(3)</sup>	\$50.88								
1 ½ "	\$ --								
2"	\$ --								
3"	\$ --								

**Flat Rate \$50.00** (where no meter is installed)

Monthly Surcharge, if any: **See Capital Surcharges in Table B-8, Rainbow Lake Lakefill Charge \$3.16/mo.**

Taxes applicable, if any: **City of Gig Harbor B&O Tax 5%**

**Notes:**

CCF = 100 Cubic Feet  
N/A = Not Applicable

**Footnotes:**

- (1) Single-family applications shall include single-family residential units; and duplexes and multiple-family residential customers with individual meters to each unit.
- (2) Rates are subject to proportional increases to compensate for any gross revenue tax imposed by any municipal body upon the District. For applicability of special rates and charges, see appropriate Rate Schedule.
- (3) Single-family residential customers who have 1" meters installed in order to support in home sprinkler systems required by fire code will be charged ¾" rate.

# Appendix B Rates and Fees

**Table B-5d**  
**Water Service Rates and Charges – former H & R Waterworks customers, inside Thurston County**  
**Non – Residential Services (1, 2)**  
**Effective 1/1/2018**

Type	Monthly Customer Charge	November – June Commercial Cons. Rate	July - October Commercial Cons. Rate	Year Round Irrigation Rate
3/4" X 5/8"	\$26.75	\$2.69	\$3.82	\$3.82
1"	\$52.56			
1 1/2"	\$109.21			
2"	\$174.75			
3"	\$327.73			
<b>Flat Rate</b>	<b>\$ 50.00</b> (where no meter is installed)			

Monthly Surcharge, if any: **See Table B-8 for Capital Surcharges,**

Taxes applicable, if any:

Notes:

CCF = 100 Cubic Feet

N/A = Not Applicable

Footnotes:

(1) Rates are subject to proportional increases to compensate for any gross revenue tax imposed by any municipal body upon the District. For applicability of special rates and charges, see appropriate Rate Schedule.

(2) Non-Residential customers include businesses, government offices, schools, places of worship, multi-family residential and irrigation customers.

# Appendix B Rates and Fees

**Table B-5e**  
**Water Service Rates and Charges – former H & R Waterworks customers, outside Thurston County**  
**Non – Residential Services (1, 2)**  
**Effective 1/1/2018**

Type	Monthly Customer Charge	November – June Commercial Cons. Rate	July - October Commercial Cons. Rate	Year Round Irrigation Rate
3/4" X 5/8"	\$28.75	\$2.69	\$3.82	\$3.82
1"	\$54.56			
1 1/2 "	\$110.25			
2"	\$175.79			
3"	\$327.73			
<b>Flat Rate</b>	<b>\$ 50.00</b> (where no meter is installed)			
Monthly Surcharge, if any: <b>See Table B-8 for Capital Surcharges, Rainbow Lake Lakefill Charge \$3.16/mo.</b>				
Taxes applicable, if any: <b>City of Gig Harbor B&amp;O Tax 5%</b>				

**Notes:**

CCF = 100 Cubic Feet  
N/A = Not Applicable

**Footnotes:**

- (1) Rates are subject to proportional increases to compensate for any gross revenue tax imposed by any municipal body upon the District. For applicability of special rates and charges, see appropriate Rate Schedule.
- (2) Non-Residential customers include businesses, government offices, schools, places of worship, multi-family residential and irrigation customers.

**Appendix B  
Rates and Fees**

**Table B-10  
Miscellaneous Fees**

Description	Amount
Account Service charge - first applicant or husband /wife (Plus \$5.00 per non related tenant)	\$35.00
New Account Fee – location that has not had previous service	\$50.00
Reconnection Charge (including Service Disconnected for Non-Payment)	
a) Normal business day before 3:00pm	\$45.00
b) Normal business day after 3:00pm, In Thurston County	\$120.00
c) Normal business day after 3:00pm, Outside Thurston County	\$165.00
d) Holidays & Weekends	\$210.00
Customer Trouble Call (Customer Problem)	
Regular work hours – 8:00am to 3:00pm	No Charge
Regular work hours plus overtime cost	Actual Cost
All overtime call out	Actual Cost
Water Meter Test - requested by customer	
Meter tests OK	\$100.00
Meter test indicates meter error	No Charge
Return Payment Fee	\$30.00
Late Fee Charge	\$5.00
Security Deposit	See District Policy
Security Deposit Interest	No Interest Paid
Temporary Service Deposit	\$1,500.00
Chlorine Adjustment	(credit base meter charge)
Water Availability Letter	\$55.00
Cross Connection Survey	\$45.00
Lender Letter	\$55.00
Back flow test	Time & Materials – SMA rates
Street light fees (where applicable)	\$3.15

**Table B-13**  
**Ready to Serve Charge**

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<b>Description</b>	<b>Amount</b>
Ready to Serve Charge, monthly	\$17.90

Applicable to undeveloped lots under construction after Certificate of Water Availability has been granted until construction is complete and service is granted to final residential customers, as may be defined by contract (i.e. line extension agreements).



PUD #	System	Class	PWSID	County	DOH Approved	Active Count
620	Walczak Water Inc	A	923503	King	81	74
621	Country Homes	B	03720L	Kitsap	9	9
622	Forest Haven #1	B	06595X	Kitsap	6	5
623	Highlands 1	B	06624Q	Kitsap	4	4
624	Highlands 2	B	066258	Kitsap	6	6
625	Nelson Highlands	B	06626R	Kitsap	4	4
626	Resort of the Mountain	A	719307	Lewis	48	23
627	Sandra Avenue	A	54591W	Lewis	16	16
628	Timberline Village	A	88388B	Lewis	270	340
629	Foron	B	033498	Lewis	8	6
630	Hidden Meadows I	B	02294R	Lewis	6	6
631	Hidden Meadows II	B	022959	Lewis	6	6
632	Hidden Meadows III	B	02296T	Lewis	6	6
633	Margaret Meadows	B	07763E	Lewis	6	5
634	Bellwood A	A	05534T	Mason	65	60
635	Dayton Trails	A	02715V	Mason	68	58
636	Hamma Ridge	A	05867H	Mason	44	22
637	Island Lake Manor	A	36180N	Mason	75	74
638	Madrona Park	A	057933	Mason	33	10
639	New Pine Acres	A	AC152D	Mason	27	15
640	Rainbow Lake	A	70791Y	Mason	73	67
641	Rhododendron Place	A	012134	Mason	28	22
642	Shadowood	A	135840	Mason	86	82
643	Springwood	A	834083	Mason	32	31
644	Wonderland	A	98128K	Mason	42	34
645	Woodland Manor	A	981842	Mason	65	65
646	Anthony Road N	B	03722M	Mason	6	6
647	Anthony Road S	B	037235	Mason	6	6
648	Bellwood B	B	047807	Mason	6	6
649	Elkridge	B	033076	Mason	4	2
650	Hellickson Water	B	08022	Mason	6	2
651	Jackson Timber	B	05192T	Mason	5	2
652	Jade Drive	B	051262	Mason	6	6
653	Rolling Hills	B	03655U	Mason	6	6
654	Singh Water System	B	06204P	Mason	6	2
655	Stonebriar #1	B	027824	Mason	6	6
656	Stonebriar #2	B	02783M	Mason	6	6
657	Stonebriar #3	B	027845	Mason	6	6
658	Totten Estates I	B	05543J	Mason	4	4
659	Totten Estates II	B	055442	Mason	4	4
660	Wivell Road	B	05098R	Mason	6	4
661	141st Ave KPN Water Co	A	24781T	Pierce	22	22
662	Boots & Saddles Water Co	A	077304	Pierce	51	36
663	Crocker Creek Water Works	A	38261X	Pierce	27	24
664	Eggimann Water System	A	22585F	Pierce	40	39

PUD #	System	Class	PWSID	County	DOH Approved	Active Count
665	Glacier Vista	A	077491	Pierce	40	34
759	Prairie View Estates	A	047931	Pierce	53	47
667	Quail Run	A	701850	Pierce	198	198
668	Roy Water Co Inc	A	247218	Pierce	75	68
669	Spanaway 192 <sup>nd</sup> Water	A	155319	Pierce	81	78
670	Whiskey Hollow Water & Sewer Association	A	206926	Pierce	15	15
671	Berry #2	B	45135X	Pierce	9	7
672	Berry #3	B	55644B	Pierce	9	7
673	Berry #6	B	05729C	Pierce	6	4
674	Orchard	B	AB016P	Pierce	6	6
675	Biscay Acres Duplexes	A	071604	Thurston	18	18
676	Burnsville, Prine Villa Apts	A	05329V	Thurston	61	59
677	Cedar Shores	A	049538	Thurston	45	39
678	Cooperfield	A	04459P	Thurston	18	17
679	Country Club	A	15503J	Thurston	119	117
680	Countrywood Estates (Summerwood, Riverwood, Conifer)	A	08393R	Thurston	301	274
681	Deerfield Park	A	005582	Thurston	35	35
682	Deerfield Park 2	A	03681J	Thurston	47	46
683	Deschutes Village	A	19035Y	Thurston	73	68
684	East Olympia	A	04601J	Thurston	25	22
685	Giffords Inc	A	008866	Thurston	30	30
686	Hawley Hills	A	AB037F	Thurston	52	50
687	Longhorn Country Est	A	30190J	Thurston	34	32
688	Marvin Gardens	A	366997	Thurston	37	37
689	Meadow Wood Comm.	A	63131T	Thurston	15	15
690	Meadows LLC	A	87784Q	Thurston	1894	829
691	Palermo	A	052770	Thurston	60	52
692	Riverlea	A	728178	Thurston	56	49
693	Silver Fox	A	59953Q	Thurston	20	20
694	Tahoma Meadows	A	07215J	Thurston	40	40
695	Talcott Ridge	A	AA139P	Thurston	46	46
696	The Vineyards	A	05290W	Thurston	61	61
697	Apricot Park 1	B	06059A	Thurston	6	6
698	Apricot Park 2	B	06060X	Thurston	6	5
699	Bordeaux Farms 1	B	069877	Thurston	6	5
700	Bordeaux Farms 2	B	06988Q	Thurston	6	6
701	Bordeaux Farms 3	B	069898	Thurston	6	6
702	Bordeaux Farms 4	B	06990V	Thurston	6	6
703	Brandywine 1	B	06265R	Thurston	6	6
704	Brandywine 2	B	06267T	Thurston	6	6
705	Brandywine 3	B	06268A	Thurston	6	6

PUD #	System	Class	PWSID	County	DOH Approved	Active Count
706	Brandywine 4	B	06269U	Thurston	3	2
707	C&M Water System	B	00662B	Thurston	8	8
708	Campbell Water Sys	B	018277	Thurston	6	5
709	Champion Estates A	B	05367V	Thurston	6	6
710	Champion Estates B	B	05368C	Thurston	6	5
711	Country Sunrise	B	AA994D	Thurston	14	13
712	Deschutes River Garden E	B	06278K	Thurston	6	5
713	Deschutes River Garden W	B	06280P	Thurston	6	6
714	Empire Water	B	00926R	Thurston	9	9
715	Fir Tree/McGraw	B	07549R	Thurston	5	5
716	Grant Waterworks	B	632648	Thurston	7	7
717	Guava St A West	B	02998Q	Thurston	6	6
718	Guava St B East	B	029998	Thurston	6	5
719	Guava Waterworks	B	06516C	Thurston	6	6
720	Hilt Street	B	AB255C	Thurston	4	4
721	Hosch Estates 1	B	07487M	Thurston	6	6
722	Hosch Estates 2	B	074885	Thurston	4	4
723	Hosch Estates 3	B	07489N	Thurston	6	6
724	Hosch Estates 4	B	07492A	Thurston	4	4
725	James Road A	B	06639K	Thurston	6	6
726	James Road B	B	066406	Thurston	6	6
727	James Road C	B	06641P	Thurston	6	6
728	James Road D	B	066448	Thurston	6	6
729	Knowles Rd	B	07970D	Thurston	9	7
730	Mallory C #1	B	06560K	Thurston	6	6
731	McLane Point Seneca West	B	06449K	Thurston	8	4
732	Middle Street Water	B	05161H	Thurston	8	8
733	Morris, Dave (LL-0704)	B	04016L	Thurston	6	6
734	Mound	B	65065M	Thurston	6	6
735	Offut Lake Estates	B	038954	Thurston	6	6
736	Pecan Rd. Water Sys	B	01294P	Thurston	5	5
737	Reserve CP 1	B	AB267H	Thurston	7	7
738	Reserve CP 2	B	AB2686	Thurston	8	5
739	Reserve CP 3	B	AB269A	Thurston	11	9
740	Reserve CP 4	B	AB270D	Thurston	10	10
741	Reserve CP 5	B	AB271F	Thurston	9	7
742	Richwood	B	07783V	Thurston	6	6
743	Scatter Waterworks	B	017801	Thurston	8	7
744	Sterling Estates East	B	AA061K	Thurston	6	6
745	Sterling Estates West	B	AA062G	Thurston	6	6
746	Travis Water	B	07923N	Thurston	6	3
747	Violet Meadows A	B	06165M	Thurston	6	4
748	Violet Meadows B	B	061665	Thurston	6	6
749	Violet Meadows C	B	06167N	Thurston	5	6
750	Violet Meadows D	B	061686	Thurston	5	6

<b>PUD #</b>	<b>System</b>	<b>Class</b>	<b>PWSID</b>	<b>County</b>	<b>DOH Approved</b>	<b>Active Count</b>
751	Violet Meadows Est. 1	B	058937	Thurston	6	6
752	Violet Meadows Est. 2	B	05894Q	Thurston	6	6
753	Violet Meadows Est. 3	B	058958	Thurston	6	6
754	Violet Meadows Est. 4	B	05896R	Thurston	6	6
755	Violet Meadows Est. 5	B	05899A	Thurston	6	6
756	Violet Meadows Est. 6	B	05902H	Thurston	6	6
757	Whitney	B	05614D	Thurston	7	7
758	Wind Tree Division 1	B	AA492C	Thurston	14	10