AGREEMENT FOR SEWAGE DISPOSAL AND INTERIM WATER SUPPLY BETWEEN

ALDERWOOD WATER & WASTEWATER DISTRICT

SILVER LAKE WATER DISTRICT

This AGREEMENT ("Agreement") is made and entered into this 2 day of July, 2006, between ALDERWOOD WATER AND WASTEWATER DISTRICT, a Municipal corporation of the State of Washington ("Alderwood") and SILVER LAKE WATER DISTRICT, a Municipal corporation of the State of Washington ("Silver Lake") (individually a "Party" and collectively the "Parties")

I.

RECITALS

- 1.1 Alderwood and the Municipality of Metropolitan Seattle ("METRO") have entered into a long-term Agreement for sewage disposal, dated December 1, 1966 and as thereafter amended in August 1981, January 1984, December 1991 and October 1992.
- 1.2 METRO subsequently has merged with the Metropolitan King County Council ("King County") and King County has taken over all active METRO Contracts including those with Alderwood.
- 1.3 Alderwood constructed the North Creek trunk sewer, which connects to King County's interceptor sewer at the King/Snohomish County line.
- 1.4 Alderwood subsequently sold the North Creek trunk sewer to King County.
- 1.5 Silver Lake desires to deliver sanitary sewage, collected by Silver Lake, to Alderwood for transmission to King County for treatment and disposal. Alderwood

presently has the capacity and facilities to provide service to portions of Silver Lake on a limited basis.

- 1.6 Silver Lake is a sewer customer of Alderwood pursuant to existing interlocal agreements.
- 1.7 The most feasible and economical method to provide Silver Lake's desired sanitary sewer services described in paragraph 1.5 above is to use portions of Silver Lake's gravity sewer lines and, for specific areas in Alderwood, Silver Lake's 164th St. Lift station or Silver Lake's future 180th St. Lift Station.
- 1.8 Construction of Silver Lake's 180th St. Lift Station is expected to occur following approval of this Agreement.
- 1.9 All parcels referenced herein are legally described and depicted in Exhibit 1, which is attached hereto and incorporated herein as if fully set forth.
- 1.10 With approval of both Districts' Board of Commissioners, Silver Lake recently annexed property adjacent to both Districts, referenced in this Agreement as parcel B.
- 1.11 Alderwood and Silver Lake agree Alderwood can supply water to parcels B, E and F from Alderwood transmission line on $180^{\rm th}$ Street SE on an interim basis.
- 1.12 Such transmission line is an Alderwood extension of the Clearview facilities jointly constructed by both Alderwood and Silver Lake as well as Cross Valley Water District.
- 1.13 Alderwood commits to supply water to Silver Lake to meet the water needs of parcels B, E and F and Silver Lake agrees to purchase water from Alderwood to serve this area on an interim basis.

1.14 Alderwood has an Agreement dated the 13th day of June 1996 with Silver Lake that governs provision of sewer service to portions of Silver Lake. The parties have concluded that changing circumstances warrant revocation and rescission of that Agreement and substitution of a new Agreement.

II.

AGREEMENT

Now, therefore, and in consideration of the mutual benefits and covenants set forth below, it is agreed as follows:

- 2.1 RESCISSION. The June 1996 Agreement between Alderwood and Silver Lake is revoked and rescinded.
- 2.2 RECITALS. The preceding recitals are adopted herein as if set forth in full.

SEWER DISPOSAL

- 3.1 COLLECTION AREAS DELIVERY AND ACCEPTANCE.
- 1.1 A. All deliveries of sewage collected by Silver Lake within parcels A, B, E and F and delivered to Alderwood facilities for transmittal by Alderwood to King County shall be accepted by Alderwood pursuant to the terms of this Agreement. To collect and deliver sewage from parcels B, E and F, Silver Lake, using Developer Extension Agreements with property owners and developers in these areas shall build a lift station on 180th St. and force main with sufficient capacity to handle flows from parcels B, D, E and F and sufficient length to reach a manhole in Alderwood's system to avoid potential surcharging in Alderwood's collection line in 180th St. west of 35th Ave. SE.

- 3.1 B. All deliveries of sewage collected by Silver Lake within parcel H and delivered to Alderwood facilities for transmittal by Alderwood to King County shall be accepted by Alderwood on an interim basis pursuant to the terms of this Agreement. At such time as Alderwood for both water infrastructure provides sewer and improvements to serve parcel H, without the use of Silver Lake systems, Alderwood may require Silver Lake to transfer customers in parcel H to Alderwood upon 60 days notice.
- 3.1 C. All deliveries of sewage collected by Alderwood within parcels C and D and delivered to Silver Lake facilities for transmittal by Silver Lake to Alderwood's sewage transmission lines shall be accepted by Silver Lake pursuant to the terms of this Agreement.
- 3.1 D. All deliveries of sewage collected by Alderwood within parcel G and delivered to Silver Lake facilities shall be accepted by Silver Lake pursuant to the terms of this Agreement.
- 3.2 A. INSUFFICIENT CAPACITY SURCHARGING. ALDERWOOD

Alderwood shall accept sewage from Silver Lake from those parcels described in subsections A and B of Section 3.1 above, until Alderwood, in its sole discretion, determines that there is insufficient capacity Alderwood's sewer system to accept additional sewage from Silver Lake. After making such determination, Alderwood shall notify Silver Lake inwriting of Alderwood's intention to restrict acceptance of, or to stop accepting, additional sewage from Silver Lake in the parcels described in subsections A and B of Section 3.1 above, six (6) months prior to the effective date of such notice.

Except in the case of surcharging hereafter described, Silver Lake shall have the right to continue to deliver its sewage to Alderwood from Silver Lake customers connected to Alderwood's sewer system prior to the date of restriction; any additional connections notallow shall Alderwood's sewer system after the date of restriction, for properties which have already: except connection fees; or b) been assessed for sewer improvements pursuant to ULID procedures; provided that the foregoing exceptions shall not apply to any moratorium imposed by the State Department of Ecology orKing County specifically applies to properties which have already paid connection fees or been specially assessed for sewer improvements.

Alderwood shall be under no obligation to construct any new or additional sewage facilities to accept additional sewage from Silver Lake as a consequence of giving a notice of restriction; provided, Alderwood will use its reasonable efforts to prioritize design and construction efforts to remedy the insufficient capacity problem.

Should surcharging occur in any of the lines servicing the parcels described in subsections A and B of Section 3.1 above, Alderwood shall move expeditiously to upgrade said lines.

Except as provided herein, should any portion of Alderwood's sewer system become surcharged (i.e., sewage level rises above the crown [top] of the sewer pipe), because of flows from Silver Lake exceeding Alderwood's capacity, Silver Lake shall immediately take action to reduce flows to a level where the surcharging no longer exists. Alderwood shall give notice in writing to Silver

Lake if a surcharge condition exists and Silver Lake shall not allow any additional connections after the date of the notice Alderwood above until system improvements alleviating the surcharge condition have been constructed. However, additional connections may be allowed if and when Silver Lake constructs improvements to allow such connections without surcharging the Alderwood system.

3.2 B. INSUFFICIENT CAPACITY - SURCHARGING SILVER LAKE

Silver Lake shall accept sewage from Alderwood from those parcels described in subsections C and D of Section 3.1 above until Silver Lake, in its sole discretion, determines that there is insufficient capacity in Silver Lake's sewer system to accept additional sewage Alderwood. After making such determination, Silver Lake shall notify Alderwood in writing of Silver Lake's intention to restrict acceptance of, or to stop accepting, additional sewage from Alderwood six (6) months prior to the effective date of such notice. Except in the case of surcharging hereafter described, Alderwood shall have the right to continue to deliver its sewage to Silver Lake from customers connected to Silver Lake's sewer system prior to the date of restriction; but shall not allow any additional connections to Silver Lake's sewer system after the date of restriction, except for properties which have already: paid connection fees; or b) been assessed for improvements pursuant to ULID procedures; provided that the foregoing exceptions shall not apply to any moratorium imposed by the State Department of Ecology or King County that specifically applies to properties which have already paid connection fees or been specially assessed for sewer improvements.

Silver Lake shall be under no obligation to construct any new or additional sewage facilities to accept additional sewage from Alderwood as a consequence of giving a notice of restriction; provided, Silver Lake will use its reasonable efforts to prioritize design and construction efforts to remedy the insufficient capacity problem.

3.3 SEWAGE DISPOSAL CHARGES - SILVER LAKE.

On a monthly basis, and as more fully set forth in Section 3.6 herein, Silver Lake shall pay to Alderwood during the term of this Agreement a sewage disposal charge equal to the King County sewage disposal charge to Alderwood for each residential customer or residential customer equivalent in parcels A, B, E, F and H, plus twelve percent (12%) of Alderwood's retail sewer rate in the King County service area. Any adjustment to this rate shall only be applied prospectively from the date of Silver Lake's receipt of written notice from Alderwood of such adjustment.

The term "residential customer" shall mean a single family residence billed by Silver Lake for sewer charges. The term "residential customer equivalent" shall mean the number of billing units billed by Silver Lake for sewer service in the areas covered by this Agreement, excluding residential customers. That number shall be determined by dividing the total metered water used (measured in cubic feet) by Silver Lake's non-residential sewer customers in the areas covered by this Agreement during each month by 750.

The monthly sewage disposal charge paid by Silver Lake to Alderwood shall be determined by multiplying the monthly rate described above, by the number of residential customers and residential customer equivalents. An

additional charge may be made for sewage or waste of unusual quality or composition requiring special treatment, or Alderwood may require pre-treatment of such sewage or waste. An additional charge may be made for quantities of storm or groundwaters entering sewerage facilities of Silver Lake, which are in excess of the minimum standards then in effect and established by the general rules and regulations of King County. By mutual agreement, the Parties shall determine the amount of such additional charges based on industry standards for "cost of service rate setting".

If Alderwood and King County amend their agreement for sewage disposal, dated December 1, 1966, and modify the "residential customer equivalent" factor, then the numerical amount in the foregoing paragraph shall be modified accordingly.

3.4 SEWAGE DISPOSAL CHARGES - ALDERWOOD

By the end of each month, Alderwood shall pay to Silver Lake during the term of this Agreement a sewage disposal charge equal to the ratio of Alderwood residential customers and residential customer equivalents in parcels D (D) to the number of Silver Lake residential customers and residential customer equivalents in parcels B, E and F (B+E+F) multiplied by Silver Lake's monthly operation and maintenance cost for 180th St. Lift Station (Lift Station Costs). The formula is D/B+E+F x Lift Station Costs = Alderwood's monthly remittance to Silver Lake.

3.5 CONNECTION CHARGES.

In addition to the foregoing charges, Silver Lake shall pay to Alderwood a connection charge equal to Alderwood's General Facility Charge, now in effect or as may be hereafter modified, applicable to the particular Silver Lake customer. Such connection charge shall be paid within 30 days following the date of connection of property within parcels A, B, E, F and H. Included with the payment to Alderwood shall be the billing address and legal description for each property connected. In addition, all properties are subject to payment of the capacity charge levied by King County. Silver Lake shall report all new connections to its sewer system subject to this Agreement to King County on standard reporting forms as developed by King County.

3.6 MONTHLY REPORTS - STATEMENTS.

Silver Lake shall submit a monthly written report to Alderwood by the 10th of each month, setting forth (1) the total number of active residential and residential customer equivalent sewer customers billed by Silver Lake during such month, less the number of active residential customers and residential customer equivalents billed by Alderwood in parcel G (see paragraph below), (2) the monthly operation and maintenance cost for 180th St. Lift Station and (3) a total water consumption report during such month based on monthly meter readings for all active non-residential customers billed by Silver Lake in parcels A, B, E, F and H to verify the calculation of customer equivalents. monthly water consumption report shall be taken from the monthly water meter records and may be adjusted to exclude water, which does not enter the sanitary facilities of a customer. The parties agree 15% of water usage by active metered non-residential customers does not enter the sanitary facilities of such customers. Where actual sewage flow from an individual is metered, the metered sewage

flows shall be reported in lieu of adjusted water consumption.

By the 10th of the month, Alderwood shall calculate "residential customer" and 'residential customer equivalent" for all customers within parcel G and provide such information to Silver Lake. Silver Lake shall subtract this number from the total number of "residential customers" and "residential customer equivalents" used to calculate the monthly sewage disposal charge paid by Silver Lake to Alderwood.

If Silver lake shall fail to submit the required monthly report when due, then Alderwood may make its own estimates of the number of residential customers residential customer equivalents, and determine sewage Silver disposal charges therefrom. Lake shall pay Alderwood according to such billing. Ιf Silver Lake subsequently submits the required monthly reports establishes an overcharge, then Silver Lake shall be given credit for such overcharge.

A statement of the amount of the monthly sewage disposal charge shall be submitted by Alderwood to Silver Lake on or before the 20th day of each month following such monthly report, and payment for such charge shall be due on the last day of the following month in which the statement is received. If any charge or portion thereof due to Alderwood shall remain unpaid for 15 days following its due date, Silver Lake shall be charged with and pay to Alderwood interest on the amount unpaid from its due date until paid at the rate of 8% per annum and Alderwood may, upon failure to pay such amount, enforce payment by any remedy available at law or equity.

3.7 KING COUNTY AGREEMENT AND RULES AND REGULATIONS.

As to areas subject to this Agreement, Silver Lake agrees and shall comply with all conditions of the December 1, 1966 Agreement, as amended and as may be amended subsequent to the effective date of this Agreement, for sewage disposal between Alderwood and King County. Silver Lake shall comply with King County's rules and regulations regarding disposal of sewage into King County's sewerage system and the construction and use of local sewerage facilities. Silver Lake agrees and shall comply with all conditions of future agreements between King County and Alderwood relating disposal of sewage into King County's sewerage system and the construction and use of local sewerage facilities.

ANNEXATION

4.1 ANNEXATION. Alderwood agrees that Silver Lake is the more appropriate District to best serve water and sewer to those areas depicted and described as parcels E and F. Alderwood shall encourage and recommend that this un-annexed area be annexed to Silver Lake.

INTERIM WATER SERVICE

- 5.1 SERVICE AREA. The provisions of this Section 5 shall apply to parcels B, E and F.
- 5.2 DELIVERY OF WATER. Alderwood agrees to deliver to Silver Lake and Silver Lake agrees to pay Alderwood for delivery of potable water to be used by Silver Lake to supply on an interim basis all or portions of parcels B, E and F for customers seeking water service from Silver Lake.
- 5.3 POINTS OF DELIVERY. Alderwood shall deliver water to Silver Lake at agreed connection points along Alderwood's transmission water lines in or adjacent to

parcel B in Silver Lake. Silver Lake shall install a master meter at each connection point at Silver Lake's master meter installation shall include telemetry of flow data and any necessary control functions shall the specifications and approval meet Alderwood. The actual point of connection point shall be the upstream flange of the valve downstream of each master meter and check valve.

5.4 Quantity of Water. Alderwood and Silver Lake acknowledge that each have made, and will continue to make, significant capital investments in the Clearview Group water facilities which are designed and constructed to transmit water from Everett's pipeline 5 to serve both Alderwood and Silver Lake. Silver Lake has a 9 million gallon a day share in the current Clearview Facility Such share may increase in the future to 12 million gallons a day. All water obtained from Alderwood's transmission line shall be charged against Silver Lake's share of Clearview Facility capacity. Silver Lake shall not take more than 750,000 gallons a day from connections to Alderwood's Clearview transmission line. Delivery of water to Silver Lake from Alderwood's transmission line from the Clearview Reservoir will be treated as though it was delivered directly to Silver Lake from the Clearview Alderwood and Silver Lake agree Silver Lake's pipeline. cost of water for parcels B, E and F will be the same as its cost of water taken by Silver Lake directly from the Clearview pipeline; provided, Silver Lake will ensure any water taken in this manner will be included in Silver Lake's monthly water amount for calculation of water consumption by the Clearview Water Supply Agency.

MISCELLANEOUS PROVISIONS

6.1 TERM. The term of this Agreement shall be the same as the METRO Agreement, dated December 1, 1966, and as thereafter amended, or as hereafter may be amended.

6.2 GENERAL PROVISIONS.

- (a) Neither Party shall have the right to assign this Agreement or any of its rights and obligations hereunder except either by operation of law or by voluntary agreement.
- (b) Any notices required or permitted under this Agreement shall be delivered to the business offices of the Parties hereto.
- (c) This Agreement, and its attachments, contain the entire understanding between the Parties. Any prior or contemporaneous agreements, promises, negotiations, or representations not expressly set forth herein are of no force or effect. Subsequent modifications or amendments to this Agreement shall be in writing and signed by the Parties hereto. The Parties agree to consider plans proposed by either to turn certain expected sewer flows north to Everett which would be of mutual benefit to the parties.
- (d) This Agreement shall be interpreted and enforced according to the laws of the State of Washington. Any suit to enforce the provisions of this Agreement shall be brought in Snohomish County Superior Court, Snohomish County, Washington.
- (e) The Parties agree that in the event either party resorts to litigations to enforce this Agreement, the court in such litigation shall award reasonable costs and expenses, including attorney's fees and costs and fees incurred on appeal, to the prevailing party.

- (f) If any provision of this Agreement is declared invalid, illegal or incapable of being enforced by any court of competent jurisdiction, all of the remaining provisions of this Agreement shall nevertheless continue in full force and effect, and no provision shall be deemed to depend upon any other provision unless so expressed herein.
- (g) Pursuant to RCW 39.34.040, this Agreement shall be filed with the Snohomish County Auditor or, alternatively, listed by subject on a public agency's web site or other electronically retrievable public source, following its approval and execution by the Parties.
- (h) This Agreement may be signed in counterparts and, if so signed, shall be deemed one integrated Agreement.

SILVER LAKE WATER DISTRICT

ALDERWOOD WATER AND WASTEWATER DISTRICT

BY:

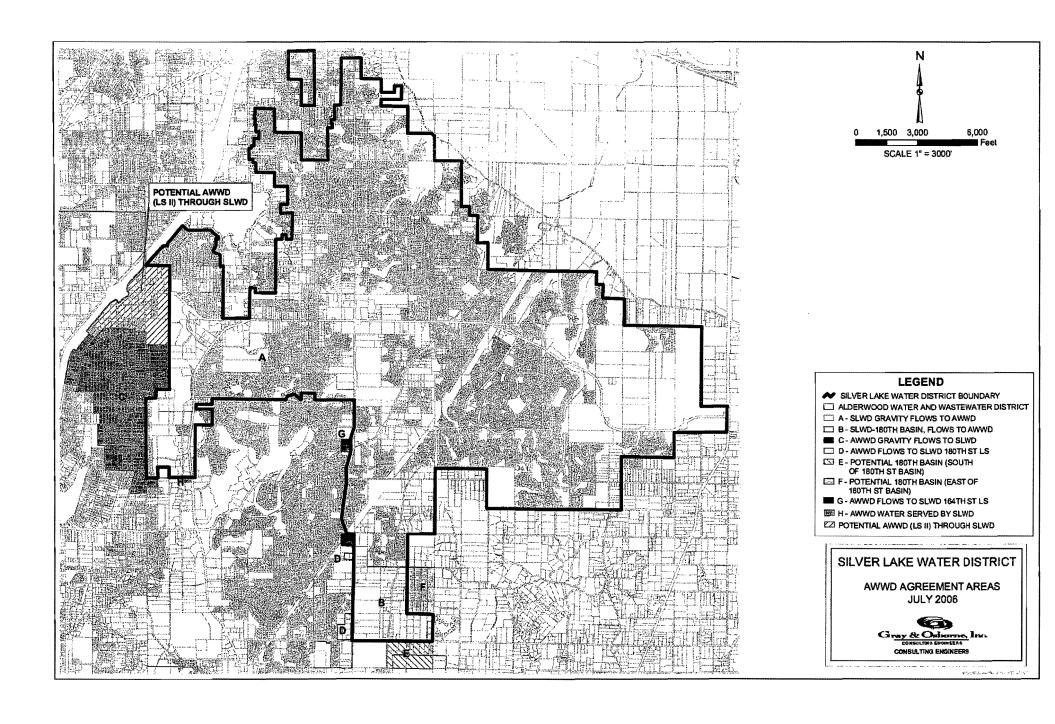
Commissioner/President

BY:

Ommissioner/President

DATE:

21 2006 DATE: July 17, 2006



SILVER LAKE WATER DISTRICT PARCEL A BOUNDARY DESCRIPTION JULY 2006

BEGINNING AT THE POINT OF INTERSECTION OF THE NORTH BOUNDARY LINE OF THE NORTHEAST QUARTER OF SECTION 32, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM AND THE NORTHERLY EXTENSION OF THE EAST BOUNDARY LINE OF THE PLAT OF EVERGREEN GLADE AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON;

THENCE SOUTHERLY ALONG SAID EAST LINE TO THE SOUTHEAST CORNER OF SAID PLAT:

THENCE WESTERLY ALONG THE SOUTH BOUNDARY LINE OF SAID PLAT AND THE PLAT OF HEATHERWOOD WEST TO THE WEST BOUNDARY LINE OF SAID QUARTER SECTION;

THENCE SOUTHERLY ALONG SAID WEST LINE TO THE SOUTHWEST CORNER THEREOF;

THENCE EASTERLY ALONG THE SOUTH BOUNDARY LINE OF SAID QUARTER SECTION TO THE NORTHEAST CORNER OF TRACT 993 OF THE PLAT OF RHOD-A ZALEA GARDENS DIVISION 1 AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON;

THENCE SOUTHERLY ALONG THE EAST BOUNDARY LINES OF TRACT 993, TRACT 504 AND TRACT 999 OF SAID PLAT TO THE NORTH BOUNDARY LINE OF SAID PLAT;

THENCE EASTERLY ALONG SAID NORTH LINE TO THE EAST BOUNDARY LINE OF SAID PLAT;

THENCE SOUTHERLY ALONG SAID EAST LINE TO THE SOUTH BOUNDARY LINE THEREOF:

THENCE WESTERLY ALONG THE SOUTH LINE OF SAID PLAT AND THE SOUTH BOUNDARY LINE OF THE NORTHWEST QUARTER OF THE SOUTHEAST QUARTER OF SAID SECTION 32 TO THE POINT OF INTERSECTION OF SAID LINE AND LOT 33 OF THE PLAT OF MILL CREEK 6 AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON;

THENCE NORTHWESTERLY AND NORTHERLY ALONG THE EAST BOUNDARY LINE OF THE PLAT OF MILL CREEK 6 TO THE NORTHEAST CORNER OF LOT 36 OF SAID PLAT;

N:\Office\AWWD\2006 water - sewer agreement\FINAL LEGALS\Parcel A.doc Page 1 of 5

THENCE WESTERLY ALONG THE NORTH BOUNDARY LINE OF SAID PLAT, WHICH BORDERS LOT 36 THROUGH LOT 43, TO THE WEST BOUNDARY LINE OF THE SOUTHEAST QUARTER OF SECTION 32;

THENCE SOUTHERLY ALONG SAID WEST LINE TO THE SOUTHWEST CORNER OF THE NORTHWEST QUARTER OF THE SOUTHEAST QUARTER OF SECTION 32;

THENCE WESTERLY ALONG THE NORTH BOUNDARY LINE OF TRACT 249 OF THE PLAT OF MILL CREEK 6 TO THE POINT OF INTERSECTION OF SAID NORTH LINE AND THE EAST BOUNDARY LINE OF LOT 95 OF SAID PLAT;

THENCE NORTHEASTERLY ALONG THE EAST LINE OF LOT 95 TO THE NORTH BOUNDARY LINE OF SAID LOT;

THENCE NORTHWESTERLY ALONG THE NORTH LINES OF LOT 95 THROUGH LOT 92 TO THE NORTHEAST CORNER OF LOT 92;

THENCE CONTINUE NORTHWESTERLY TO THE POINT OF INTERSECTION OF THE WESTERLY EXTENSION OF SAID NORTH LINE OF LOT 93 AND THE SOUTHEAST CORNER OF LOT 136 OF THE PLAT OF MILL CREEK 6;

THENCE SOUTHWESTERLY ALONG THE SOUTH BOUNDARY LINES OF LOT 136 THROUGH LOT 140 TO THE SOUTHWEST CORNER OF LOT 140 OF SAID PLAT;

THENCE CONTINUE SOUTHWESTERLY ALONG THE EAST BOUNDARY LINES OF LOT 141 AND LOT 142 OF SAID PLAT TO THE NORTHEAST CORNER OF LOT 143 OF SAID PLAT;

THENCE SOUTHERLY ALONG THE EAST BOUNDARY LINE OF LOT 143 TO THE POINT OF INTERSECTION OF SAID LINE AND THE NORTH BOUNDARY LINE OF THE SOUTH HALF OF THE SOUTHWEST QUARTER OF SECTION 32, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM;

THENCE WESTERLY ALONG SAID NORTH LINE TO THE EAST BOUNDARY LINE OF THE SOUTHEAST QUARTER OF SECTION 31, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM:

THENCE CONTINUE WESTERLY ALONG THE NORTH LINE OF THE SOUTH HALF OF SAID QUARTER SECTION 31 TO THE NORTHWEST CORNER OF LOT 14 OF THE PLAT OF MILL CREEK 9 AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON;

THENCE SOUTHERLY ALONG THE WEST BOUNDARY LINE OF SAID PLAT TO THE NORTHEAST CORNER OF TRACT 273;

THENCE WESTERLY ALONG THE NORTH BOUNDARY LINE OF TRACT 273 OF SAID PLAT TO THE NORTHWEST CORNER OF SAID TRACT;

N:\Office\AWWD\2006 water - sewer agreement\FINAL LEGALS\Parcel A.doc Page 2 of 5

THENCE SOUTHERLY ALONG THE WEST BOUNDARY LINE OF SAID TRACT TO THE SOUTHWEST CORNER THEREOF:

THENCE EASTERLY ALONG THE SOUTH BOUNDARY LINE OF SAID TRACT TO THE POINT OF INTERSECTION OF SAID SOUTH LINE AND THE WEST BOUNDARY LINE OF LOT 9 OF SAID PLAT:

THENCE SOUTHERLY ALONG THE WEST LINES OF LOT 9 THROUGH LOT 1 OF SAID PLAT TO THE SOUTH BOUNDARY LINE OF THE SOUTHEAST QUARTER OF SAID SECTION 31;

THENCE WESTERLY ALONG SAID SOUTH LINE TO THE NORTHEAST CORNER OF THE NORTHWEST QUARTER OF SECTION 6, TOWNSHIP 27 NORTH, RANGE 5 EAST, WM;

THENCE SOUTHERLY ALONG THE EAST BOUNDARY LINE OF SAID QUARTER SECTION TO THE SOUTHEAST CORNER THEREOF;

THENCE WESTERLY ALONG THE SOUTH BOUNDARY LINE OF SAID QUARTER SECTION TO THE SOUTHWEST CORNER THEREOF;

THENCE NORTHERLY ALONG THE WEST BOUNDARY LINE OF SAID QUARTER SECTION TO THE NORTHWEST CORNER THEREOF;

THENCE CONTINUE NORTHERLY ALONG THE WEST BOUNDARY LINE OF THE SOUTHWEST QUARTER OF SECTION 31, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM TO THE SOUTHWEST CORNER OF THE PLAT OF ROYALWOOD DIVISION 4-A AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON;

THENCE EASTERLY ALONG THE SOUTH BOUNDARY LINE OF SAID PLAT TO THE SOUTHEAST CORNER THEREOF;

THENCE CONTINUE EASTERLY ALONG THE SOUTH BOUNDARY LINE OF PARCEL NUMBER 3-022, SECTION 31, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM DESCRIBED AS THE SOUTH 15 FEET OF THE WEST 493.20 FEET OF THE NORTHWEST QUARTER OF THE SOUTHWEST QUARTER EXCEPT THE WEST 238.26 FEET TO THE SOUTHEAST CORNER THEREOF;

THENCE NORTHERLY ALONG THE EAST BOUNDARY LINE OF SAID PARCEL 3-022 TO THE SOUTHWEST CORNER OF PARCEL NUMBER 3-005, SECTION 31, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM DESCRIBED AS THE WEST HALF FDT BEGINNING AT THE QUARTER CORNER ON THE SOUTH LINE OF SAID SECTION S 89°54'00" W 1044.50 FEET THENCE N 00°02'30" E 1323.60 FEET TO TRUE POINT OF BEGINNING THENCE CONTINUE ALONG THE SAME COURSE 437.43 FEET THENCE N 89°46'20" W

948.67 FEET THENCE S 00°02'30" W 440.15 FEET THENCE S 89°56'00" E 948.51 FEET TO THE POINT OF BEGINNING LESS THE SOUTH 15 FEET FOR ROAD;

THENCE CONTINUE NORTHERLY ALONG THE WEST BOUNDARY LINE OF SAID PARCEL NUMBER 3-005 TO THE NORTHWEST CORNER THEREOF;

THENCE EASTERLY ALONG THE NORTH BOUNDARY LINE OF SAID PARCEL 3-005 TO THE NORTHWEST CORNER OF PARCEL NUMBER 3-034, SECTION 31, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM DESCRIBED AS ALL THAT PORTION FDT LYING WITHIN THE NORTHWEST QUARTER OF THE SOUTHWEST QUARTER BEGINNING AT THE QUARTER CORNER ON SOUTH LINE OF SECTION THENCE S 89°54'00" W 1044.50 FEET THENCE N 00°02'30" E 1323.60 FEET TO THE POINT OF BEGINNING THENCE CONTINUE ALONG THE SAME COURSE 437.43 FEET THENCE N 89°46'20" W 948.67 FEET THENCE S 00°02'30" W 440.15 FEET THENCE S 89°56'00" E 948.51 FEET TO THE TRUE POINT OF BEGINNING LESS THE SOUTH 15 FEET FOR ROAD;

THENCE CONTINUE EASTERLY ALONG THE NORTH BOUNDARY LINE OF SAID PARCEL 3-034 TO THE POINT OF IINTERSECTION OF SAID LINE AND THE WEST BOUNDARY LINE OF THE EAST HALF OF THE SOUTHWEST QUARTER OF SAID SECTION 31;

THENCE NORTHERLY ALONG SAID WEST LINE TO THE SOUTHEAST CORNER OF THE WEST HALF OF THE NORTHWEST QUARTER OF SECTION 31, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM;

THENCE CONTINUE NORTHERLY ALONG THE WEST BOUNDARY LINE OF THE EAST HALF OF SAID QUARTER TO THE NORTH BOUNDARY LINE OF THE SOUTHWEST QUARTER OF SECTION 30, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM;

THENCE WESTERLY ALONG SAID NORTH LINE TO THE INTERSECTION OF SAID LINE AND THE EAST RIGHT-OF-WAY BOUNDARY LINE OF INTERSTATE ROUTE 5;

THENCE NORTHEASTERLY ALONG SAID RIGHT-OF-WAY LINE TO THE POINT OF INTERSECTION OF SAID LINE AND THE NORTHWESTERLY EXTENSION OF THE SOUTH RIGHT-OF-WAY BOUNDARY LINE OF PETERS PLACE;

THENCE SOUTHEASTERLY AND EASTERLY ALONG SAID RIGHT-OF-WAY LINE AND THE SOUTH RIGHT-OF-WAY BOUNDARY LINE OF 118TH PLACE SE TO THE POINT OF INTERSECTION OF SAID LINE AND THE WEST RIGHT-OF-WAY BOUNDARY LINE OF SILVER LAKE DRIVE:

THENCE SOUTHEASTERLY ALONG SAID RIGHT-OF-WAY LINE TO THE POINT OF INTERSECTION OF SAID LINE AND THE NORTHERLY EXTENSION OF THE EAST BOUNDARY LINE OF PARCEL NUMBER 1-040, SECTION 30, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM DESCRIBED AS BEGINNING AT A POINT 284 FEET WEST OF THE SOUTHEAST CORNER OF GOVERNMENT LOT 5 THENCE NORTH 74 FEET TO

N:\Office\AWWD\2006 water - sewer agreement\FINAL LEGALS\Parcel A.doc Page 4 of 5

THE POINT OF BEGINNING THENCE CONTINUE NORTH 16 FEET THENCE WEST 50 FEET THENCE SOUTH 16 FEET THENCE EAST 50 FEET TO THE POINT OF **BEGINNING:**

THENCE SOUTHERLY ALONG SAID EXTENDED EAST LINE TO THE SOUTHEAST CORNER OF SAID PARCEL AND THE NORTH BOUNDARY LINE OF THE PLAT OF SILVER LAKE VISTA AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON;

THENCE WESTERLY ALONG THE NORTH LINE OF SAID PLAT TO THE WEST **BOUNDARY LINE THEREOF;**

THENCE SOUTHERLY ALONG SAID WEST LINE TO THE SOUTHWEST CORNER OF SAID PLAT:

THENCE CONTINUE SOUTHERLY ACROSS SILVER LAKE ROAD TO THE POINT OF INTERSECTION OF THE SOUTHEASTERLY EXTENSION OF SAID WEST LINE AND THE EAST RIGHT-OF-WAY BOUNDARY LINE OF 13TH DRIVE SE:

THENCE SOUTHWESTERLY ALONG SAID RIGHT-OF-WAY LINE TO THE NORTHWEST CORNER OF LOT 90 OF THE PLAT OF SILVER LAKE TERRACE AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON;

THENCE SOUTHEASTERLY ALONG THE NORTH BOUNDARY LINES OF LOT 90 THROUGH LOT 86 TO THE EAST BOUNDARY LINE OF SAID PLAT;

THENCE SOUTHERLY ALONG SAID EAST LINE TO THE NORTH BOUNDARY LINE OF GRANT BESSE'S SILVER LAKE 2 ½ ACRE TRACTS AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON;

THENCE EASTERLY ALONG SAID NORTH LINE TO THE WEST BOUNDARY LINE OF THE EAST HALF OF THE SOUTHEAST QUARTER OF SECTION 30, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM;

THENCE SOUTHERLY ALONG SAID WEST LINE TO THE NORTH BOUNDARY LINE OF THE NORTHEAST QUARTER OF SECTION 31, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM;

THENCE EASTERLY ALONG SAID NORTH LINE TO THE NORTHEAST CORNER OF SAID SECTION;

THENCE CONTINUE EASTERLY ALONG THE NORTH BOUNDARY LINE OF SECTION 32, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM TO THE NORTHERLY EXTENSION OF THE EAST BOUNDARY OF THE PLAT OF EVERGREEN GLADE AND THE TRUE POINT OF BEGINNING.

SITUATED IN THE COUNTY OF SNOHOMISH, STATE OF WASHINGTON

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SILVER LAKE WATER DISTRICT PARCEL B BOUNDARY DESCRIPTION JULY 2006

BEGINNING AT THE SOUTHWEST CORNER OF SECTION 9, TOWNSHIP 27 NORTH, RANGE 5 EAST, WM;

THENCE EASTERLY ALONG THE SOUTH BOUNDARY LINE OF SAID SECTION TO THE EAST BOUNDARY LINE OF THE WEST HALF OF THE SOUTHEAST QUARTER THEREOF;

THENCE NORTHERLY ALONG SAID EAST LINE TO THE NORTH BOUNDARY LINE OF THE SOUTHWEST QUARTER OF SAID SOUTHEAST QUARTER;

THENCE WESTERLY ALONG SAID NORTH LINE TO THE WEST BOUNDARY LINE OF SAID QUARTER SECTION;

THENCE NORTHERLY ALONG SAID WEST LINE TO THE CENTERLINE OF RIGHT-OF-WAY OF 169TH STREET SE;

THENCE WESTERLY ALONG SAID CENTERLINE OF RIGHT-OF-WAY TO THE POINT OF INTERSECTION OF SAID LINE AND THE EAST BOUNDARY LINE OF THE WEST HALF OF THE WEST HALF OF THE NORTHWEST QUARTER OF SECTION 9, TOWNSHIP 27 NORTH, RANGE 5 EAST, WM;

THENCE NORTHERLY ALONG SAID EAST LINE TO THE NORTHEAST CORNER OF PARCEL NUMBER 2-019, SECTION 9, TOWNSHIP 27 NORTH, RANGE 5 EAST, WM DESCRIBED AS THE SOUTHWEST QUARTER OF THE NORTHWEST QUARTER OF THE NORTHWEST QUARTER LESS THE SOUTH 165 FEET THEREOF TO THE NORTH BOUNDARY LINE THEREOF;

THENCE WESTERLY ALONG SAID NORTH LINE TO THE POINT OF INTERSECTION OF SAID LINE AND THE WEST BOUNDARY LINE OF SAID SECTION;

THENCE SOUTHERLY ALONG SAID WEST LINE TO THE TRUE POINT OF BEGINNING

SITUATED IN THE COUNTY OF SNOHOMISH, STATE OF WASHINGTON

SILVER LAKE WATER DISTRICT PARCEL C BOUNDARY DESCRIPTION JULY 2006

BEGINNING AT THE SOUTHEAST CORNER OF SECTION 36, TOWNSHIP 28 NORTH, RANGE 4 EAST, WM, SITUATED IN SNOHOMISH COUNTY, WASHINGTON;

THENCE NORTHERLY ALONG THE EAST BOUNDARY LINE OF SAID SECTION TO THE NORTHWEST CORNER OF THE PLAT OF RIVER CROSSING III AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER 200410285115; SITUATED IN THE SOWTHWEST QUARTER OF SECTION 31, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM;

THENCE EASTERLY ALONG THE NORTH BOUNDARY LINE OF SAID PLAT TO THE SOUTHEAST CORNER OF PARCEL NUMBER 3-005, SAID SECTION;

THENCE NORTHERLY ALONG THE WEST BOUNDARY LINE OF SAID PARCEL TO THE NORTHWEST CORNER OF SAID PARCEL:

THENCE EASTERLY ALONG THE NORTH BOUNDARY LINE OF SAID PARCEL TO THE SOUTHEAST CORNER OF LOT 4 PER SHORT PLAT 346(10-84) AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER 8506050243;

THENCE NORTHERLY ALONG THE EAST BOUNDARY LINE OF SAID PARCEL AND ADDITIONAL PARCELS TO THE NORTHEAST CORNER OF PARCEL NUMBER 2-003 OF SHORT PLAT ZA8707320SP AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER 8808300202, LOCATED IN THE NORTHWEST QUARTER OF SECTION 31, TOWNSHIP 28 NORTH, RANGE 5 EAST, WM

THENCE WESTERLY ALONG THE NORTH BOUNDARY LINE OF SAID PARCEL AND ADDITIONAL PARCELS TO THE INTERSECTION OF THE EAST BOUNDARY LINE OF NORTHEAST QUARTER OF THE NORTHEAST QUARTER OF SECTION 36, TOWNSHIP 28 NORTH RANGE 4 EAST, WM;

THENCE NORTHERLY ALONG THE EAST BOUNDARY LINE OF SAID SECTION TO THE SOUTHEAST CORNER OF THE PLAT OF SUNSET WEST, AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER 1956648 LOCATED IN THE NORTHEAST QUARTER OF SECTION 36, TOWNSHIP 28 NORTH, RANGE 4 EAST, WM;

THENCE NORTHERLY ALONG THE EAST BOUNDARY LINE OF SAID PLAT TO THE NORTH EAST CORNER OF LOT 10 OF SAID PLAT;

THENCE WESTERLY ALONG THE NORTH BOUNDARY LINE OF LOT 10 TO THE NORTHWEST CORNER OF LOT 12 OF SAID PLAT;

THENCE SOUTHERLY ALONG THE WEST BOUNDARY LINE OF SAID LOT AND ADDITIONAL LOTS OF SAID PLAT TO THE CENTERLINE RIGHT OF WAY OF 135TH STREET SE;

THENCE WESTERLY ALONG THE CENTERLINE RIGHT OF WAY OF SAID STREET TO THE CENTERLINE RIGHT OF WAY OF CASCADIAN WAY;

THENCE NORTHERLY ALONG THE CENTERLINE RIGHT OF WAY OF CASCADIAN WAY TO THE INTERSECTION OF SAID RIGHT OF WAY AND THE CENTERLINE OF MEADOW PLACE SOUTHEAST;

THENCE WESTERLY ALONG SAID CENTERLINE OF RIGHT-OF-WAY AND THE CENTERLINE OF MEADOW PLACE SOUTHWEST TO THE POINT OF INTERSECTION OF SAID LINE AND THE SOUTHWESTERLY EXTENSION OF THE NORTH BOUNDARY LINE OF LOT 9 OF THE PLAT OF ALDERWOOD MANOR NUMBER 25 AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER 1031677;

THENCE NORTHWESTERLY ALONG THE NORTH BOUNDARY LINE OF SAID LOT TO THE EAST RIGHT OF WAY BOUNDARY LINE OF INTERSTATE ROUTE 5; LOCATED IN THE NORTHWEST QUARTER OF SECTION 36, TOWNSHIP 28 NORTH, RANGE 4 EAST, WM;

THENCE SOUTHWESTERLY ALONG SAID EAST RIGHT OF WAY BOUNDARY LINE TO THE INTERSECTION OF THE EXTENSION OF THE NORTH BOUNDARY LINE OF LOT 5 OF THE PLAT OF ALDERWOOD MANOR NUMBER 26, RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER 1046401:

THENCE SOUTHEASTERLY ALONG SAID NORTH BOUNDARY LINE AND ITS SOUTHEASTERLY EXTENSION TO THE POINT OF INTERSCTION OF THE CENTERLINE OF MEADOW ROAD,

THENCE SOUTHWESTERLY ALONG SAID CENTERLINE OF MEADOW ROAD TO THE INTERSECTION OF THE CENTERLINE OF 143RD STREET SOUTHWEST;

THENCE EASTERLY ALONG SAID CENTERLINE TO THE INTERSECTION OF SAID CENTERLINE WITH THE NORTHERN EXTENSION OF THE EAST BOUNDARY LINE OF THE BENDER ADDITION PLAT AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER 9610235002;

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THENCE SOUTHERLY ALONG THE EAST BOUNDARY LINE OF SAID PLAT AND LOT 15 OF THE PLAT OF ALDERWOOD MANOR NUMBER 24, AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER 10 18084, TO THE INTERSECTION OF THE SOUTHERN BOUNDARY LINE EXTENSION OF SAID LOT WITH THE CENTERLINE RIGHT OF WAY OF 146TH STREET SOUTHWEST:

THENCE EASTERLY ALONG SAID CENTERLINE TO THE EASTERLY EXTENSION OF THE EAST BOUNDARY OF LOT 50 OF THE PLAT OF ALDERWOOD MANOR NUMBER 26 RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER 1046401, LOCATED IN THE SOUTHEAST QUARTER OF SECTION 36, TOWNSHIP 28 NORTH, RANGE 4 EAST, SITUATED IN SNOHOMISH COUNTY, WASHINGTON;

THENCE SOUTHERLY ALONG THE EAST BOUNDARY LINE OF SAID LOT TO THE SOUTHEAST CORNER OF SAID LOT;

THENCE WESTERLY 100 FEET MORE OR LESS ALONG THE SOUTH BOUNDARY LINE OF SAID LOT AND THE NORTH BOUNDARY OF LOT 48 OF SAID PLAT;

THENCE SOUTHERLY ALONG A LINE A PARALLEL DISTANCE OF 303 FEET MORE OR LESS FROM THE WEST RIGHT OF WAY OF 2ND AVENUE FROM LOT 48 TO THE INTERSECTION OF THE NORTH BOUNDARY LINE OF LOT 55 OF SAID PLAT;

THENCE EASTERLY ALONG THE NORTH BOUNDARY OF SAID LOT AND THE EXTENSION THEREOF TO THE CENTERLINE OF THE RIGHT OF WAY OF 2ND AVENUE WEST;

THENCE SOUTHERLY ALONG SAID CENTERLINE OF RIGHT OF WAY TO THE POINT OF INTERSECTION OF SAID LINE AND THE CENTERLINE OF RIGHT OF WAY OF 155TH STREET SOUTHWEST/SOUTHEAST;

THENCE EASTERLY AND SOUTHWESTERLY ALONG SAID CENTERLINE OF RIGHT OF WAY AND THE CENTERLINE OF RIGHT OF WAY OF CASCADIAN WAY TO THE POINT OF INTERSECTION OF THE WESTERLY EXTENSION OF THE NORTH BOUNDARY LINE OF LOT 1 OF SHORT PLAT SP67(2-78), RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER7804070340, LOCATED IN THE SOUTHEAST QUARTER OF SECTION 1, TOWNSHIP 27 NORTH, RANGE 4 EAST, WM;

THENCE EASTERLY ALONG THE NORTH BOUNDARY LINE OF SAID LOT AND LOT 27 OF THE PLAT OF MARTHA LAKE EAST SHORE DIVISION NUMBER 3 AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON,

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AUDITOR'S FILE NUMBER 839051 AND THE EXTENSION THEREOF TO THE SOUTHWEST CORNER OF THE PLAT OF ALDER LANE RECORDED IN SNOHOMISH COUNTY, WASHINGTON; AUDITOR'S FILE NUMBER 2009278, LOCATED IN THE SOUTHWEST QUARTER OF SECTION 6, TOWNSHIP 27 NORTH, RANGE 5 EAST, WM;

THENCE NORTHERLY ALONG THE WEST BOUNDARY LINE OF SAID PLAT TO THE NORTHWEST CORNER OF SAID PLAT;

THENCE EASTERLY ALONG THE NORTH LINE OF SAID PLAT TO THE SOUTH WEST CORNER OF PARCEL 3-016 OF SHORT PLAT SP141(4-77) AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER 7804250446;

THENCE NORTHERLY ALONG THE EAST BOUNDARY LINE OF SAID PARCEL 3-016, TO THE SOUTH BOUNDRY LINE OF THE NORTHWEST QUARTER OF THE SOUTHWEST QUARTER OF SECTION 6, TOWNSHIP 27 NORTH, RANGE 5 EAST, WM;

THENCE WESTERLY ALONG SAID SOUTH LINE TO THE SOUTHWEST CORNER OF SAID SECTION 6;

THENCE NORTHERLY ALONG THE WEST BOUNDARY LINE OF SECTION 6 TO THE TRUE POINT OF BEGINNING.

SITUATED IN THE COUNTY OF SNOHOMISH, STATE OF WASHINGTON.

SILVER LAKE WATER DISTRICT PARCEL D BOUNDARY DESCRIPTION JULY 2006

BEGINNING AT THE SOUTHEAST CORNER OF SECTION 8, TOWNSHIP 27 NORTH, RANGE 5 EAST WM;

THENCE NORTHERLY ALONG THE CENTERLINE OF THE RIGHT OF WAY OF 35TH AVENUE SOUTHEAST TO THE POINT OF INTERSECTION OF THE RIGHT OF WAY AND THE EASTERLY EXTENSION OF THE NORTH BOUNDARY LINE OF PARCEL NUMBER 4-028 OF THE SHORT PLAT 175 (8-73) RECORDED UNDER SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILING NUMBER 2320424;

THENCE WESTERLY ALONG SAID NORTH LINE TO THE NORTHWEST CORNER OF PARCEL NUMBER 4-028 SAID SECTION;

THENCE SOUTHERLY ALONG THE WEST LINE OF SAID PARCEL AND PARCEL NUMBER 4-030 SAID SECTION TO THE SOUTHWEST CORNER OF PARCEL NUMBER 4-030;

THENCE WESTERLY ALONG THE NORTH BOUNDARY LINE OF PARCEL NUMBER 4-015 AND PARCEL NUMBER 4-017 SAID SECTION TO THE NORTHWEST CORNER OF PARCEL NUMBER 4-017:

THENCE SOUTHERLY ALONG THE WEST LINE OF SAID PARCEL TO THE INTERSECTION OF THE SOUTHWEST CORNER OF PARCEL NUMBER 4-017 AND THE NORTHEAST CORNER OF LOT 1 OF THE PLAT OF CANTERBURY ESTATES AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER 200408185175;

THENCE EASTERLY 25 FEET MORE OR LESS TO THE EAST BOUNDARY LINE OF SAID PLAT;

THENCE SOUTHERLY ALONG THE EAST BOUNDARY LINE OF SAID PLAT TO THE INTERSECTION OF THE EXTENSION OF SAID LINE AND THE SOUTH SECTION LINE OF SECTION 8, TOWNSHIP 27, NORTH RANGE 5 EAST, WM;

THENCE EASTERLY ALONG SAID SECTION LINE TO THE SOUTHEAST CORNER OF SAID SECTION 8 AND THE POINT OF BEGINNING.

TOGETHER WITH:

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BEGINNING AT THE SOUTHEAST CORNER OF PARCEL NUMBER 1-030 LOCATED IN THE NORTHEAST QUARTER OF THE NORTHEAST QUARTER OF SECTION 8 TOWNSHIP 27 NORTH RANGE 5 EAST WM, SNOHOMISH COUNTY, WASHINGTON;

THENCE NORTHERLY ALONG THE EAST BOUNDARY LINE OF SAID PARCEL TO THE NORTHEAST CORNER OF SAID PARCEL:

THENCE WESTERLY ALONG THE NORTH BOUNDARY OF SAID PARCEL LINE TO THE NORTHEAST CORNER OF PARCEL NUMBER 1-033 AS DESCRIBED BY BLA 96-104291, AUDITOR'S FILE NUMBER 9608070344, RECORDED IN SNOHOMISH COUNTY, WASHINGTON;

THENCE WESTERLY 265 FEET MORE OR LESS ALONG THE NORTH BOUNDARY LINE OF PARCEL NUMBER 1-033 TO THE INTERSECTION OF THE NORTHERLY EXTENSION OF PARCEL NUMBER 1-008 AS DESCRIBED BY BLA 96-104291;

THENCE SOUTHERLY 165 FEET MORE OR LESS ALONG THE NORTHERLY EXTENSION OF PARCEL NUMBER 1-008 TO THE NORTHEAST CORNER OF PARCEL NUMBER 1-008;

THENCE SOUTHERLY ALONG THE SOUTH LINE OF SAID PARCEL AND PARCEL NUMBER 1-030, SAID SECTION, TO THE SOUTHEAST CORNER OF SAID PARCEL;

THENCE EASTERLY TO THE SOUTHEAST CORNER OF PARCEL NUMBER 1-030 AND THE POINT OF BEGINNING.

SITUATED IN THE COUNTY OF SNOHOMISH, STATE OF WASHINGTON.

SILVER LAKE WATER DISTRICT PARCEL E BOUNDARY DESCRIPTION JULY 2006

THE NORTHWEST QUARTER OF THE NORTHEAST QUARTER OF SECTION 16, TOWNSHIP 27 NORTH, RANGE 5 EAST, WM;

TOGETHER WITH:

THE EAST 951 FEET MORE OR LESS OF THE NORTH HALF OF THE NORTHWEST QUARTER OF SAID SECTION 16

SITUATED IN THE COUNTY OF SNOHOMISH, STATE OF WASHINGTON

SILVER LAKE WATER DISTRICT PARCEL F BOUNDARY DESCRIPTION JULY 2006

BEGINNING AT THE SOUTHWEST CORNER OF THE NORTHWEST QUARTER OF THE SOUTHEAST QUARTER OF SECTION 9, TOWNSHIP 27 NORTH, RANGE 5 EAST, WM AND THE TRUE POINT OF BEGINNING;

THENCE EASTERLY ALONG THE SOUTH BOUNDARY LINE OF SAID QUARTER SECTION TO THE EAST BOUNDARY LINE OF THE WEST HALF OF THE EAST HALF OF SAID SECTION;

THENCE NORTHERLY ALONG SAID EAST BOUNDARY LINE TO THE CENTERLINE OF RIGHT-OF-WAY OF 169TH STREET SE;

THENCE WESTERLY ALONG SAID CENTERLINE TO THE WEST BOUNDARY LINE OF THE EAST HALF OF SAID SECTION;

THENCE SOUTHERLY ALONG SAID WEST BOUNDARY LINE TO THE SOUTHWEST CORNER OF THE NORTHWEST QUARTER OF THE SOUTHEAST QUARTER OF SECTION 9 AND THE TRUE POINT OF BEGINNING;

SITUATED IN THE COUNTY OF SNOHOMISH, STATE OF WASHINGTON

SILVER LAKE WATER DISTRICT PARCEL G BOUNDARY DESCRIPTION JULY 2006

BEGINNING AT THE NORTHWEST CORNER OF LOT 3 BLOCK 1 OF BURLEY'S GARDEN TRACTS, AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER 165686, LOCATED IN THE NORTHEAST QUARTER OF THE NORTHEAST QUARTER OF SECTION 5 TOWNSHIP 27 NORTH RANGE 5 EAST WM;

THENCE EASTERLY ALONG THE NORTH LINE OF SAID LOT TO THE WEST RIGHT OF WAY LINE OF 35TH AVENUE SOUTHEAST;

THENCE SOUTHERLY ALONG SAID WEST RIGHT OF WAY LINE TO THE SOUTHEAST CORNER OF BLK 001 D-01 SAID SECTION;

THENCE WESTERLY ALONG THE SOUTH BOUNDARY LINE OF SAID PARCEL TO THE INTERSECTION OF THE WESTERLY EXTENSION OF THE SOUTH BOUNDARY LINE OF SAID PARCEL WITH THE SOUTHERLY EXTENSION OF THE EAST RIGHT OF WAY OF 33RD AVENUE SOUTHEAST;

THENCE NORTHERLY ALONG SAID EAST LINE AND ITS SOUTHERLY EXTENSION TO THE NORTHWEST CORNER OF LOT 3 BLOCK 1 OF BURLEY'S GARDEN TRACTS AND THE POINT OF BEGINNING;

TOGETHER WITH:

BEGINNING AT THE NORTHEAST CORNER OF SECTION 8, TOWNSHIP 27 NORTH, RANGE 5 EAST, WM;

THENCE SOUTHERLY ALONG THE EAST BOUNDARY LINE OF SAID SECTION 8 TO THE SOUTHEAST CORNER OF PARCEL 1-002, SAID SECTION;

THENCE WESTERLY ALONG THE SOUTH BOUNDARY LINE TO THE SOUTHEAST CORNER OF PARCEL 1-002 AND THE RIGHT OF WAY OF 35TH AVENUE NORTHEAST;

THENCE WESTERLY ACROSS 35TH AVENUE NORTHEAST TO THE SOUTHEAST CORNER OF PARCEL 1-028, SAID SECTION;

THENCE WESTERLY ALONG THE SOUTH BOUNDARY LINE OF PARCEL 1-028 AND PARCEL 1-001 TO THE SOUTHWEST CORNER OF PARCEL 1-001, SAID SECTION;

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THENCE NORTHERLY ALONG THE WEST BOUNDARY LINE OF PARCEL 01-001 AND ITS EXTENSION TO THE INTERSECTION OF THE NORTHEAST CORNER OF LOT 8 OF THE PLAT OF RIDGEWOOD NUMBER 5 AS RECORDED IN SNOHOMISH COUNTY, WASHINGTON, AUDITOR'S FILE NUMBER 8102195003 AND THE NORTH SECTION LINE OF SECTION 8, TOWNSHIP 27 NORTH, RANGE 5E WM;

THENCE EASTERLY ALONG SAID SECTION LINE TO THE POINT OF BEGINNING.

SITUATED IN THE COUNTY OF SNOHOMISH, STATE OF WASHINGTON.

SILVER LAKE WATER DISTRICT PARCEL H BOUNDARY DESCRIPTION JULY 2006

SOUTHWEST 1/4 OF LOT 5 AND SOUTHWEST 1/4 OF LOT 6 OF WAKEFIELD CENTER BINDING SITE PLAN 03-54 RECORD OF SNOHOMISH COUNTY AFN 200312055017 BEING A PORTION OF NORTHEAST 1/4 OF SOUTHWEST 1/4 OF SECTION 6 TOWNSHIP 27 NORTH RANGE 5 EAST, W.M.

SITUATED IN THE COUNTY OF SNOHOMISH, STATE OF WASHINGTON.

SILVER LAKE WATER DISTRICT POTENTIAL AWWD (LS II) THROUGH SLWD JULY 2006

AN AREA NORTH OF AREA C, WEST OF AREA A AND SOUTH OF INTERSTATE ROUTE 5 HAS BEEN IDENTIFIED AS A POTENTIAL ALDERWOOD WATER DISTRICT SERVICE AREA THAT WOULD FLOW THROUGH SILVER LAKE WATER DISTRICT'S SERVICE AREA. NO LEGAL DESCRIPTION OF THE AREA HAS BEEN PREPARED AT THIS TIME.