



Arden Blackledge P.E.
General Manager
Alderwood Water and Wastewater District
3626 156th St. SW
Lynnwood, WA 98087-5021

Subject: Interlocal Agreement – Tambark Creek Park – Letter of Understanding

Dear Arden:

On Wednesday April 13, 2011 Nancy Davidson, you and me had a conversation regarding the intent of the October 18, 2010 Amendment No. 1 to the July 21, 2006 Interlocal Agreement between Alderwood Water & Wastewater District (AWWD) and Silver Lake Water and Sewer District (SLWSD) as it pertains to providing utility service to the Snohomish County Tambark Creek Park (Park). As you know the Park is not yet developed. Snohomish County and the City of Mill Creek are co-owners of the Park property and intend to develop it this year.

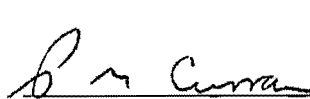
Paragraph 15 of Amendment No. 1 recognizes Snohomish County seeks to develop the Park and that providing utility services to a restroom facility adjacent to 35th Ave. SE is only feasible if the Park makes use of AWWD utility infrastructure near to the west side of the Park. (see attached map)

Unfortunately, Amendment No. 1 only addressed water service. In our discussion we agreed the terms and conditions pertaining to water service to the Park could and should also be used to provide sewer service to the restroom near 35th Ave. SE. This one restroom would be treated as one single family residential equivalent and would pay all connection charges of both Districts as well as the "Metro Capacity Charge." Service charges will be handled the same as all other SLWSD customers with sewer flowing to AWWD.


We agreed this letter of understanding signed by the General Managers of both Districts would be sufficient to commit both Districts to providing sewer service to this one restroom to be built along 35th Ave. in the Park as governed by this letter and the terms of Paragraph 15 of Amendment No. 1.

Please sign below signifying your acceptance and agreement to the contents of this letter of understanding.

Sincerely,


Patrick M. Curran
General Manager
Silver Lake Water & Sewer District

Date 4-15-11


Arden Blackledge P.E.
General Manager
Alderwood Water and Wastewater District

Date 6/6/11