

**PUBLIC UTILITY DISTRICT NO.1
OF
JEFFERSON COUNTY**

RESOLUTION NO. 2013- 007

A RESOLUTION of the Board of Commissioners of Public Utility District No. 1 of Jefferson County, Washington ("the PUD"), adopting a low income senior citizens and low income disabled citizens reduced rates policy.

WHEREAS, RCW 74.38.070 paragraph (2) provides for reduced utility rates for low income senior citizens and low income disabled citizens by any Public Utility District; and

WHEREAS, the PUD Board of Commissioners adopted Resolution 2002-001 adopting a low income senior citizens and low income disabled citizens reduced rate policy for its water customers; and

WHEREAS, the PUD Board of Commissioners desires to extend the reduced rates to senior and disabled low income electrical customers;

NOW, THEREFORE, BE IT RESOLVED that Resolution 2002-001 be rescinded, and that PUD#1 of Jefferson County will implement a low income senior citizen and low income disabled citizen as outlined in Exhibit A of this resolution for all qualifying PUD's water and electrical customers.

ADOPTED by the Commission of Public Utility District No. 1 of Jefferson County, Washington, at a regular open meeting held this 19th day of March 2013.



Barney Burke
President

Wayne G. King
Vice President



Ken McMillen
Secretary

“Exhibit A”

Resolution 2013-007

REDUCED WATER AND ELECTRICAL RATES FOR LOW INCOME SENIOR CITIZENS AND LOW INCOME DISABLED CITIZENS.

Reduced Rates Water: Low Income senior citizens and low income disabled citizens who meet the criteria of State Statute will be charged a reduced Basic Service Charge for residential water service equal to seventy percent (70%) of their normal Basic Water Service Charge.

Reduced Rates Electrical: Low Income senior citizens and low income disabled citizens who meet the criteria of State Statute will be charged a reduced Basic Service Charge for residential electrical service equal to zero percent (0%) of their normal Basic Electrical Service Charge.

Filing Period: The claim for exemption must be filed with Public Utility District No. 1 of Jefferson County to initiate the reduction. Annual renewal letters will be mailed to participant during the month of May and must be filed by July of the same year.

Age and Disability: To qualify for Low Income Senior Citizen Discount, a person must be 62 years of age or older at the time of filing. To qualify for the Low Income Disabled Citizen Discount a person must be retired from regular gainful employment by reason of physical disability. Proof of disability must be furnished. (Ref – RCW 74.38.70, 46.16.381, and 74.18.020)

Income: Combined Disposable Income: “Combined Disposable Income” means the disposable income of the person claiming the exemption, plus the disposable income of his or her spouse and the disposable income of each co-tenant occupying the residence.

“Disposable income” means “adjusted gross income” as defined by the Federal Internal Revenue Code as amended, plus certain nontaxable income as defined by RCW 84.36.383. The Federal Internal Revenue Code defines “adjusted gross income” as “gross income” (defined as found in the code (adjusted gross income is an entry on the IRS 1040 form).

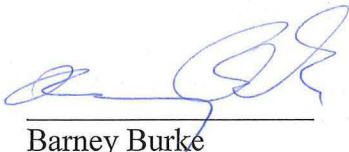
Income Limits: To receive the reduced Basic Service Charge for water and electrical service from the District, the combined disposable income from an applicant and his or her spouse and /or co-tenant(s) may not exceed the limits prescribed by RCW 84.36.381(5)(b)(ii) senior citizens (currently \$25,000.00 per year) and RCW 70.164.020 for disabled citizens (125% of the federal poverty level derived in accordance with the federal poverty guidelines as published in the Federal Register).

Signing Claim: The claim may be signed by the person entitled to the reduction, by his attorney in fact, or duly authorized agent or guardian, or other person charged with the care of the person or his property.

Change of status Report: If income or disability status changes, a report must be filed with the PUD. A renewal of the application must occur annually.

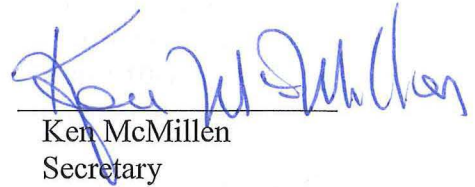
Appeal on Denial of Claim: If the applicant does not meet the qualification as provided by the District guidelines, the claim shall be denied. Denials may be appealed to the District Board of Commissioners.

ADOPTED by the Board of Commissioners of the Public Utility District No. 1 of Jefferson County, Washington, at a regular meeting this 19th day of March, 2013.



Barney Burke
President

Wayne King
Vice President



Ken McMillen
Secretary

**PUBLIC UTILITY DISTRICT NO. 1
OF
JEFFERSON COUNTY, WASHINGTON**

RESOLUTION NO. 2013 -006

A RESOLUTION of the Board of Commissioners of Public Utility District No. 1 of Jefferson County, Washington, superseding Resolution 2011-010 in the adopting various Public Utility District Electric Service Regulations, and setting current PUD Rates, and Charges

WHEREAS, the Public Utility District No. 1 of Jefferson County, Washington signed an Asset Purchase Agreement with Puget Sound Energy Inc. (PSE) for the acquisition of their electrical facilities in Jefferson County; and

WHEREAS, the District will take ownership of the electrical facilities in Eastern Jefferson County effective 1 April 2013; and

WHEREAS, the District, in anticipation of establishing a electrical utility and to provide support documentation for a Rural Utility Service loan, adopted Resolution 2011-010 establishing rates and charges of the PUD to be implemented when the PUD took physical control of the electrical facilities in Eastern Jefferson County; and

WHEREAS, the District staff and consultants have reviewed Resolution 2011-010 rate schedules; and

WHEREAS, the District staff has prepared, and the District Board of Commissions has reviewed certain modifications to the Regulations for the ownership and operations of the electrical utilities in East Jefferson County established proposed in Resolution 2011-010.

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners of Public Utility District No. 1 of Jefferson County, Washington as follows:

The District adopts the documents titled "Public Utility District No. 1 of Jefferson County Electric Service Regulations" (Exhibit "A") and "Public Utility District No. 1 of Jefferson County Schedule of Deposit and Charges (Exhibit "B"), and Public Utility District No.1 of Jefferson County Schedules of Electric Service (Exhibit "C"), all dated 19 March 2013;

The District adopts the rate schedules for the District attached to this resolution and identified as Exhibit "D" to this resolution, dated 19 March 2013;