202304280056 04/28/2023 12:03 PM Pages: 1 of 2 Fees: \$204.50

Correspondence dated October 26,2022	
Reference Number: 201809270035	
Grantor(s): 1. Skagit County PUD 2.	additional grantor names on page
Grantee(s):	additional grantee names on page
1. Stagit Valley Farm Cool 2.	ing LLC
	full legal on page(s) 0 1977 DR14 DK12: N1/2 OF LOT 2, SECTION 31, AST, W.M. SURVEY AF#202108170062
Assessor Parcel / Tax ID Number:	additional tax parcel number(s) on page
P38129	



1415 Freeway Drive Mount Vernon, WA 98273-2429

tel: (360) 424-7104 www.SkagitPUD.org

October 26, 2022

Skagit Valley Farm Cooling, LLC PO Box 870 Burlington, WA 98233

Re: PUD No. 1 Water Service Contract

Greetings,

As you are aware, the Skagit Public Utility District (District) reviews water usage annually in order to maintain accurate records for long-term planning. Pursuant to the Water Service Contract related to your facility on Pulver Road, attached for your convenience, "The District may review usage history as needed. If any projected capacity is not put to beneficial use within any 36-month period after contract execution, Applicant agrees that the District has the right to reduce authorized capacity(ies) to the maximum during that three-year period plus ten percent (10%). District will notify Applicant within 90 days of capacity changes and will record the notification as an amendment to this Contract in accordance with item # 11 below. The District will automatically review usage history every three years for the same."

During a recent review of the annual water usage at your facility, a maximum of 5,266,688 gallons of water was used in 2021, more than what was used in 2020, and by the current year's calculation, the gallons of water used in 2022 will be less than 2021. These yearly amounts are well below the maximum 54,000,000 gallons of water authorized in the Water Service Contract recorded on September 17, 2018.

The District is amending the Contract to reduce the maximum water usage from 54,000,000 gallons to the maximum high usage in 2021 plus ten percent. The new maximum annual usage will be 5,793,335 gallons. This letter is meant to serve as the 90-day notice of changed capacity under the Contract. It will be recorded with the Skagit County Auditor and serves to amend the Contract with a revised maximum annual usage amount of 5,793,335 gallons per year.

Please contact me if you have any questions.

Sincerely,

Mark C. Handzlik, P.E. Engineering Manager

MCH

Enclosed: Water Service Contract