ENTERED JAN 30 2012

### **BEFORE THE PUBLIC UTILITY COMMISSION**

## OF OREGON

UM 1489, UM 1528, UCR 121, UCR 122, UCR 123, UCR 133, UCR 135

In the Matter of

JUDY BEDSOLE AND FISH MILL LODGES WATER SYSTEM

ORDER

Application for Abandonment of Utility and Other Above-Referenced Dockets Relating to the Operation and Maintenance of the Fish Mill Lodges Water System.

DISPOSITION: STIPULATION APPROVED

#### I. INTRODUCTION

In this order the Public Utility Commission of Oregon (Commission) approves a stipulation between Fish Mill Lodges Water System (Fish Mill), its owners, its customers, and the Commission Staff that resolves all issues in the referenced proceedings. Their settlement brings to a conclusion numerous disputes regarding the provision of water to these customers.

This order approving the stipulation is not the Commission's final action in these dockets. The stipulation prescribes various terms and conditions, the performance of which will culminate in a final order that will divest the Commission of jurisdiction over the enterprise.

#### II. PROCEDURAL HISTORY

#### A. Background

Fish Mill operates a fishing resort and recreational vehicle park adjacent to Siltcoos Lake near the Oregon coast. Fish Mill obtains its water from a nearby natural spring. It provides water to itself, as well as to three residential customers located along the easement to the spring.

In August 2007, Fish Mill filed a petition asking that it be rate regulated by the Commission. We granted Fish Mill's request and, in Order No. 07-391, asserted jurisdiction over the water utility. In Order No. 08-235, we subsequently approved new rates for the company

Following that rate order, numerous disputes have arisen between Fish Mill and its three residential customers. Those disputes lead to numerous filings here at the Commission, including several complaints by two of the three residential customers against Fish Mill, and a complaint filed by Fish Mill against its customers.

Fish Mill has also experienced problems with water quality. On September 6, 2010, a routine water sample taken at the lodge tested positive for total coliforms. Four additional samples confirmed the presence of total coliforms and E. coli. Fish Mill took no effective action to correct these problems with regard to its three residential customers, whose service is subject to a "boil water" notice. Fish Mill did, however, drill a new well on its property for the purpose of serving the resort, bypassing the utility system.

#### B. Petition to Abandon Service

These events led Fish Mill to seek authorization to abandon service to its customers. In its application, Fish Mill cited financial hardship and claimed that it was "inefficient" and "overly burdensome" to continue to provide water service to its few customers, and that the legal and regulatory costs had caused the company to lose money in the last several years. Fish Mill cited financial considerations as a factor limiting its ability to respond effectively to its water quality crisis. In addition, Fish Mill alleged that customer abuses, complaints and disputes had left the company unable to properly administer and regulate the service of water to its customers.

Staff opposed the company's application to abandon its water system. Staff disputed Fish Mill's financial claims and allegations of customer abuses, and initiated civil action against Fish Mill to gain compliance with the Commission's rules and regulations.

Alternatively, Staff proposed that the Commission allow Fish Mill to abandon its water service upon Fish Mill's conveyance of all rights, assets, and easements of its water system to its residential customers or a new owner. The abandonment would entail the appointment of a regent to operate and manage the water system as necessary.

#### C. Stipulation

Following extensive settlement discussions, Fish Mill, its customers, and Staff entered into a comprehensive settlement to resolve all issues related to the application to abandon service, as well as all pending complaints between the company and its customers. On November 23, 2011, Staff filed the stipulation on behalf of all parties. The stipulation is attached as Appendix A.

The stipulation is between Staff, the owners of the utility and its related property, Judy Bedsole and Fish Mill Lodges Water System, Trustees of the Bedsole Family Trust, Shawn Bedsole and Cris Bedsole, and the utility's customers, Dennis and Barbara Varenas, Don and Suzanne Durland, and Bonnie Lucas. By its terms, the stipulation provides that the customers will form an entity of their choosing for the purpose of taking ownership of the "water system" as defined in the stipulation. Under the stipulation, the water system will be transferred to the entity within 15 days of the Commission's approval of the stipulation. The parties' request the Commission appoint a regent to temporarily manage the water system until the issuance of a final order, as contemplated by the stipulation. They also request the Commission to authorize the use of emergency funds collected under ORS 756.310 and OAR 860-036-0370 to repair the water system as requested by the regent and verified by Staff.

Monthly operating costs will be billed by the regent (and successor operator) to the customers. Capital improvement costs (including those paid for by the emergency funds) will be billed in monthly installments of \$416.66 until paid in full. After the regent has performed the necessary measures, the customers are responsible for engaging a third party independent contractor to operate and maintain the water system.

Fish Mill and its principals agree not to interfere with the operation of the Water System or to interfere in the work of the regent. Fish Mill agrees to continue to provide water service until the regent is appointed. The Fish Mill Lodge will be disconnected from the Water System.

The stipulation provides that the Commission will not pursue civil penalties against Judy Bedsole or Fish Mill. It further provides that the Commission will withdraw its complaint in Lane County Circuit Court.

All documents necessary to effectuate the transfer of the water system will be delivered to the Commission within thirty days of this order. The stipulation provides that the Commission will deliver the documents to the specified grantees (the entity selected by the customers) simultaneously with the Commission's final order.

Upon confirmation that the parties have materially satisfied their obligations under the stipulation, the parties request that the Commission issue its final order:

- a. Approving the transfer of the water system to the entity and withdrawing regulatory jurisdiction from Fish Mill;
- b. Ordering the release and delivery to the entity and customers the documents filed with the Commission;
- c. Describing and confirming the dismissal of all pending actions between the Parties;
- d. Releasing the regent from its appointment; and
- e. Confirming that the terms and conditions of the stipulation remain binding,

The parties request that the Commission record the final order in the official records of Lane County.

#### D. Testimony in Support of Stipulation

On January 20, 2012, Staff filed testimony in support of the stipulation. Staff explained why the stipulation was necessary and summarized the main points. Staff described each of the open dockets and explained that adoption of the stipulation will resolve all of these matters.

Staff described the water quality problem and explained the role of the regent in operating the system. Staff cited similar cases where a regent has been appointed, pursuant to OAR 860-036-0365.

Staff stated that it had contacted the Oregon Association of Water Utilities regarding qualified candidates for the regent position and has identified Dan Reitz of Oregon Water Service as a suitable appointee. Mr. Reitz has agreed to accept the appointment.

Staff described the contract with the regent and the method of payment. The tariffed monthly rate for water service to each customer is \$53.87. The payment to the regent will be \$150 per month.

As noted by Staff, in their stipulation the parties request that the Commission use its emergency funds, pursuant to ORS 757.068 and OAR 860-036-0370 to repair the Water System to provide the customers with safe drinking water. Staff explains the circumstances that warrant the use of the emergency funds in this instance. The regent will make repairs and levy a proportional surcharge on the customers for the recovery of the emergency funds.

Staff also explains provisions of the stipulation relating to existing and future water rights, including possible future service to property owned by Judy Bedsole.

#### III. DISCUSSION

We find the stipulation to be a reasonable resolution of the numerous disputes in these proceedings and approve it. The managed abandonment of Fish Mill's water system is a favorable result that is likely to provide a long term solution to all parties.

We recognize the customers' need for water service and their tenacity in standing up for themselves to see these cases through to a successful outcome. Regardless of the Commission's preference for a stipulation, there would be no settlement approved in this case without the support of the customers.

We note that the stipulation contemplates a final order that will provide for the dismissal of the pending actions among the parties. In this decision we approve the stipulation and provide for the appointment of a regent. The customers have been under a boil-water notice for over a year. We direct the regent to do whatever is reasonably necessary to bring the water system into compliance with all health and safety regulations and to ensure the integrity of the system. We authorize the use of funds up to \$5,000 collected under ORS 756.310 for emergency repairs.

## IV. ORDER

### IT IS ORDERED that

- 1. The stipulation between Judy Bedsole and Fish Mill Lodges Water System, Shawn Bedsole and Cris Bedsole, the Public Utility Commission of Oregon Staff, Dennis and Barbara Varenas, Don and Suzanne Durland, and Bonnie Lucas is approved.
- 2. The Commission's Executive Director shall enter into a contract with Oregon Water Service to perform the duties of regent as described in the stipulation.
- 3. The Commission's Executive Director will enter into contracts as necessary to expend the Commission's emergency funds as described in the stipulation.
- 4. Judy Bedsole shall deliver to the Commission within 30 days of the date of this order the legal documents as prescribed in the stipulation.
- 5. Customers Varenas, Lucas, and Durland shall form the entity to receive ownership of the Water System within 15 days of the date of this order.

Made, entered, and effective

JAN 302012

John Savagé

Commissioner



Susan K. Ackerman Commissioner

Stephen M. Bloom Commissioner

A party may request rehearing or reconsideration of this order under ORS 756.561. A request for rehearing or reconsideration must be filed with the Commission within 60 days of the date of service of this order. The request must comply with the requirements in OAR 860-001-0720. A copy of the request must also be served on each party to the proceedings as provided in OAR 860-001-0180(2). A party may appeal this order by filing a petition for review with the Court of Appeals in compliance with ORS 183.480 through 183.484.

	ORDER NO. 12 0 2 7				
1	FOR SETTLEMENT PURPOSES ONLY				
2	BEFORE THE PUBLIC UTILITY COMMISSION				
3	OF OREGON				
4					
5	UM 1489, UM 1528, UCR 121, UCR 122, UCR 123, UCR 133, UCR 135				
6	In the Matter of JUDY BEDSOLE AND )				
7	FISH MILL LODGES WATER ) SYSTEM )				
8	Application for Abandonment of ) STIPULATED AGREEMENT Utility and Other Above-Captioned )				
9	Dockets Related to the Operation and ) Maintenance of the Fish Mill Lodges )				
10	Water System )				
11	Judy Bedsole and Fish Mill Lodges Water System, appearing by and				
12	through their attomey, Peter Mohr ("Fish Mill"); intervenors Judy Bedsole,				
13	Trustee of the Bedsole Family Trust (the "Trust"), Shawn Bedsole, and Cris				
14					
15 16	(Charles) Bedsole (the "Intervenors"); the Public Utility Commission of Oregon				
17	Staff, appearing by and through its attomey, Jason W. Jones, Assistant Attomey				
18	General ("Staff"); and customer intervenors Dennis and Barbara Varenas, Don				
19	and Suzanne Durland, and Bonnie Lucas, ("Customer Intervenors"), all of whom				
20	shall be collectively referred to herein as the "Parties," enter into this Stipulated				
21	Agreement ("Stipulation") as further detailed below, to settle and resolve all				
22	issues between them in the above-captioned proceedings.				
23	1.				
24	STIPULATION APPROVAL AND APPOINTMENT OF A REGENT				
25 .	The Parties request that the Commission enter an order approving this				
26					
	Stipulation and expedite the appointment of a Regent to operate, manage,				
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	Page 1 - UM 1489 STIPULATION APPENDIX PAGE OF				

evaluate, and repair the Fish Mill Lodges Water System in the manner and for
 the time period determined by the Commission.

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If the Stipulation is approved, the Regent, as contracted by the Commission, will operate, manage, repair, improve, maintain, and administer the Water System (as this term is defined in Paragraph 5). A Memorandum of the Stipulated Agreement, approved and signed by the Parties who possess a title interest in the "Parties' Properties" identified in Paragraph 4, shall be recorded in the Official Records of Lane County, Oregon. The Commission's jurisdiction will continue during the Regent's appointment until the Commission issues a Final Order pursuant to Paragraph 18 of this Stipulation.

Upon completion of the Regent's appointment, the Customer Intervenors shall ensure that a third party independent contractor with experience and qualifications as required by law shall be responsible for the Entity's continued operation, management, maintenance, and repair of the Water System (the term "Entity" is defined in Paragraph 3).

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#### EMERGENCY FUNDS

If this Stipulation is approved and upon the appointment of the Regent,
the Parties request the Commission use its emergency funds, pursuant to
ORS 757.068 and OAR 860-036-0370, to repair the Water System as necessary
and requested by the Regent and verified by Staff.

The Customer Intervenors have been on a boil-water notice for over one
 year. The Parties request that the Commission direct the Regent to do whatever

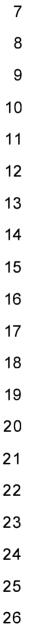
Page 2 - UM 1489 STIPULATION

is reasonably necessary to bring the Water System into compliance with the laws, rules, and regulations of the Commission, the Oregon Health Authority's Drinking Water Program, and the Lane County Environmental Health Department and ensure the integrity of the Water System.

The Parties agree that a proportional surcharge be levied by the Regent, or thereafter the Entity, on all customers and Water Users receiving water from the Spring, Water System, or both to recover any Commission emergency funds utilized by the Regent to affect repairs on the Water System.

The term "Water User" in this Agreement shall refer to any non-customer person or entity, such as the Trust, that in any manner receives or uses water from the Spring or the Water System. A person or entity shall be a Water User even if the person or entity does not actually directly use the water themselves, but rents or enters into any kind of arrangement to allow a third party to obtain water from the Spring or the Water System. In that case, the person or entity providing the water is the Water User and the person or entity receiving the water is not.

The Regent, or thereafter the Entity, shall also collect from all future customers or Water Users, who become customers or Water Users within ten (10) years of the date of the Commission's Order approving transfer of the Water System, their proportionate share of the cost of repairs. Unless otherwise provided in this Stipulation, payment is due prior to such customers and/or Water Users receiving water. The Regent, or thereafter the Entity, will then refund the share differential amount to those customers or Water Users who previously



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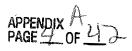
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Page 3 - UM 1489 STIPULATION

1	shared the cost of said repairs. Refunds	s shall not exceed the amount originally
2	advanced.	
3		3.
4	THE	ENTITY
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6	If this Stipulation is approved by t	he Commission, within fifteen (15) days
7	of such approval, Customer Intervenors	shall form an association, corporation, or
8	other entity of their choosing (the "Entity	") for the purpose of receiving ownership
9	of the Water System.	
10		4.
11	PARTY PF	ROPERTIES
12	For purposes of this Stipulation, t	he Parties' Properties shall collectively
13		ne ranies rropenies shall collectively
14	consist of, and be referred to, individuall	y as follows:
15 16	Dennis and Barbara Varenas	Lots 11, 12, and 13, Block 28, West Lake Subdivision Plat, Lane County (the ''Varenas Property'')
17	Don and Suzanne Durland	Lots 13, 14, and 15, Block 29, West
18		Lake Subdivision Plat, Lane County (the "Durland Property")
19		
20	Bonnie Lucas	Lots 5, 6, and 7, Block 29, West Lake Subdivision Plat, Lane County (the
21		"Lucas Property")
22	Bedsole Family Trust	Lots 5, 6, 7, 8, and 9, Block 28, West Lake Subdivision Plat, and Tax Lot
23		701, Government Lot 2, SE ¼ of the
24		NW ¼, Sec. 34, T. 19S, R. 12W, W.M., all within Lane County (the "Trust
25		Property")
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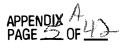
#### THE WATER SYSTEM

Fish Mill is a rate-regulated water utility currently delivering water service to customers Lucas, Varenas, and Durland from a spring located on the Trust's Tax Lot 701 (the "Spring").

For purposes of this Stipulation, the "Water System" includes, but is not necessarily limited to: diversion structures, the collection basin at the Spring before the holding tank, the holding tank, pump house, pumps, the power supply line and electric meter, the pressure tank, pipelines, related facilities; any other equipment used in providing water service to the Customer Intevenors; any facilities or equipment that currently make up the Water System; and all necessary and existing easements and rights-of-way to operate and distribute water from the Spring located on Tax Lot 701 to the Customer Intervenors' premises.

The operation, management, improvement, repair, and maintenance of the Water System shall only be carried out by the Regent, or thereafter by the Entity, according to applicable laws and the terms of this Stipulation. The Regent, or thereafter the Entity, shall make improvements and repairs to the Water System as reasonably necessary, including repairing, constructing, or installing equipment or utility plant to that portion of the Water System located on Tax Lot 701.

The Regent and the Bedsole Family Trust will allow access to the Spring and the Water System to Customer Bonnie Lucas and will provide additional information to the extent required by the Oregon Water Resources Department



ORDER NO.

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1 as a prerequisite to her application for a limited license and water right permit as 2 provided in Paragraph 12 below and to confirm that she can obtain delivery of 3 water from the Spring to her property. Under no circumstances, however, shall 4 this paragraph be construed to displace the Regent's, or thereafter the Entity's, 5 exclusive authority to operate, manage, improve, repair, or maintain the Water 6 System. 7 6. 8 9 THE TRUST WATER RIGHT 10 The Trust currently claims the entire interest in the water right currently 11 sourced from the Spring and identified in the records of Oregon's Water

Resources Department as Certificate No. 85238 (the "Water Right").

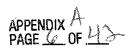
## CONVEYANCE AND ASSIGNMENT OF WATER SYSTEM

7.

Within thirty (30) days of an Order issued by the Commission approving this Stipulation, Fish Mill, Judy Bedsole, the Intervenors, and/or the Trust, as applicable, shall execute and deliver to the Commission all documents sufficient to convey, transfer, release, quit claim, and assign "as-is" to Customer Intervenors or the Entity the following interests:

 a. To Customer Intervenors Dennis and Barbara Varenas, that proportionate interest in the Water Right that is associated with or appurtenant to the Varenas Property.

b. To Customer Intervenors Don and Suzanne Durland, that proportionate interest in the Water Right that is associated with or appurtenant to the Durland Property.



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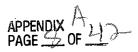
c. To the Entity, all rights, titles, and interests possessed in and to the Water System provided; however, that such conveyance and assignment shall reserve in the Trust the right to obtain its remaining interest in the Water Right appurtenant to its property, which use shall be made subject to the terms and conditions provided under this Stipulation.

d. To the Entity, a non-exclusive easement for the limited purpose of providing reasonable access on and across Tax Lot 701 for the withdrawal, collection, treatment, and distribution of water from the Spring; for its use of the power supply line and any other Water System facilities; and for any improvement, repair, operation, and maintenance of any portion of the Water System located on Tax Lot 701, provided that such easement shall consist of an area five feet from the centerline of any section of the existing water line and ten (10) feet in all directions from the outside dimension of all other existing components of the Water System located on Tax Lot 701. At the junction of the existing waterline and any other existing component, the greater easement area shall control.

e. To the Entity, all interests possessed in easements and rights-of-way in or over the properties that provide access for the operation and maintenance of the Water System necessary to transmit the water from the Spring to the Customer Intervenors' properties.

f. To Customer Intervenor Bonnie Lucas:

1	1. A deed sufficient to convey a portion of its remaining interest in
2	the Water Right. The amount of the Water Right conveyed will
3	be equal to the amount of the proportional interest in the Water
4	Right conveyed to the other Customer Intervenors under
5	
6	preœding sub-Paragraph 7(a) or (b); and
7	2. Any other documents required by the Oregon Water Resources
8	Department to be signed or submitted by the owner of the land
9	the Spring is located on, or to which the water rights interest
10	previously conveyed to Customer Intervenor Bonnie Lucas will
11	still then be considered appurtenant, including an affidavit
12 13	confirming evidence of use of the portion conveyed and a
14	Consent to Transfer or other required document that allows for
15	the place of use of such interest to be changed.
16	The Parties request that the Commission deliver the documents
17	identified above under sub-paragraphs (a) through (e) to the specified grantees
18	simultaneously with the Commission's Final Order issued pursuant to
19	Paragraph 18.
20 21	The Parties request that the Commission deliver any documents identified
22	under sub-paragraph (f) that are required by the Oregon Water Resources
23	Department for Customer Intervenor Bonnie Lucas to obtain her own limited
24	license or water permit pursuant to Paragraph 12(a) or (b), to Customer
25	Intervenor Bonnie Lucas. This requirement shall not be interpreted to include
26	any title documents conveying part of the Water Right to Customer Intervenor



Page 8 - UM 1489 STIPULATION

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order no. 12 027

1 Bonnie Lucas, If, at the time, the Commission enters its Final Order pursuant to 2 Paragraph 18, Customer Intervenor Bonnie Lucas has received notice from the 3 Oregon Water Resources Department that it has denied or intends to deny either 4 of her applications filed pursuant to Paragraph 12 (a) or (b), the Commission will 5 deliver the remaining documents identified above in subparagraph (f) to 6 Customer Intervenor Bonnie Lucas; otherwise, the Commission will deliver these 7 documents to Cascade Title Co., 811 Willamette Street, PO Box 1476, Eugene, 8 9 Oregon, 97440, Attention: Gwen Bowen, to be placed in an escrow account 10 there. This escrow account will be established and paid for by Bonnie Lucas. 11 The escrow instructions shall be approved and signed by Judy Bedsole in her 12 capacity as sole proprietor of Fish Mill and as Trustee of the Trust and Customer 13 Intervenor Bonnie Lucas, so long as these instructions provide that following the 14 entry of the Commission's Final Order pursuant to Paragraph 18, the documents 15 16 are to be released to: 17 a. Customer Intervenor Bonnie Lucas upon meeting the requirements in 18 Paragraph 12; or 19 b. Judy Bedsole upon presentation of a copy of a water right permit filed 20 pursuant to Paragraph 12(b) for the benefit of Customer Intervenor 21 Bonnie Lucas's property. 22

The escrow instructions will further provide that if the Commission does
 not enter a Final Order pursuant to Paragraph 18 that the documents shall be
 returned to Judy Bedsole.

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Page 9 - UM 1489 STIPULATION

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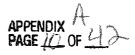
#### **REQUEST FOR WATER THROUGH VALVE NO. 1**

Judy Bedsole, the Intervenors, and/or the Trust, as applicable, own Tax Lot 701 where the Spring is located. The Water System currently only delivers water from the Spring. If in the future, a Water User desires to obtain water from the Spring or any portion of the Water System, delivery of such water shall be restricted to the use of Valve No. 1 (or Valve No. 2 as provided in Paragraph 9 below).

10 Upon appointment, the Regent will determine where Valve No. 1 will be 11 located on Tax Lot 701 in the event it is required. The Regent will mark such 12 location clearly and will also notify the PUC and the Parties of the location. This 13 location shall be, to the extent reasonably possible, after the collection basin and 14 before the existing storage tank, unless determined by the Regent to be 15 detrimental to the Entity or the Water User(s). Such location shall be permanent 16 17 unless changed by the Entity in good faith in order to maintain water delivery to 18 Valve No. 1 with advance written notice to Water Users. The following conditions 19 will apply to the use of water through Valve No. 1:

a. Prior to water use by any means, the Water User shall provide a dated, written notice to the Regent, or thereafter the Entity, confirming the Water User's desire for delivery of the water by means of Valve No. 1.
b The Water User shall also provide to the Regent, or thereafter the Entity, proof of a valid Oregon Water Resources Department issued

limited license, water right permit, or vested water right certificate



Page 10 - UM 1489 STIPULATION

1 authorizing the use of water from the Spring for the property to be 2 served by Valve No. 1. 3 c. Upon completion of such written notice and verification of the water 4 use right (as described above), the Regent, or thereafter the Entity, 5 shall install Valve No.1 and a flow meter at the point previously 6 determined. 7 8 d. The cost, installation, construction, operation and maintenance of any 9 facilities, lines, treatment, etc. connected to and therefore below Valve 10 No. 1 and the accompanying flow meter shall be the responsibility of 11 the Water User. 12 e. The Entity shall retain ownership and responsibility of Valve No. 1 and 13 the meter. The Entity has no responsibility for anything connected to 14 and therefore below Valve No. 1 and the accompanying flow meter. 15 9. 16 17 REQUEST FOR WATER THROUGH VALVE NO. 2 18 Judy Bedsole, the Intervenors, and/or the Trust, as applicable, own 19 property which is located below the existing service connections to the Customer 20 Intervenors' properties. Since they are currently not obtaining delivery of water 21 from the Water System, upon Commission appointment of the Regent, the 22 Regent will disconnect water service below the service connections of Customer 23 24 Intervenors' properties by capping the distribution line at a point to be determined 25 by the Regent. Upon appointment, the Regent will determine where Valve No. 2 26 will be located below the existing service connections to the Customer

> APPENDIX A PAGE H OF H -----

Page 11 - UM 1489 STIPULATION

Intervenors' properties in the event such valve is ever required. The Regent will
mark such location clearly and will also notify the PUC and the Parties of the
location. This location shall be permanent unless changed by the Entity in good
faith in order to maintain water delivery to Valve No. 2 with advance written
notice to Water Users. The delivery of water from Valve No. 2 shall be subject to
the following conditions:

- a. Prior to water use by any means, the Water User shall provide a dated, written notice to the Regent, or thereafter the Entity, confirming the Water User's desire for delivery of water by means of Valve No. 2.
  b. The Water User shall also provide to the Regent, and thereafter the
  - Entity, proof of a valid Oregon Water Resources Department issued limited license, water right permit, or vested water right certificate authorizing use of the water from the Spring for the property to be served by Valve No. 2.
- 17 c. Upon completion of such written request and verification of proof of the
   18 water use right (as described above), the Regent, or thereafter the
   19 Entity, shall install Valve No. 2 and a flow meter at the point previously
   20 determined.
  - d. The cost, installation, construction, operation, and maintenance of any facilities, lines, treatment, etc. connected to and therefore below Valve No. 2 and the accompanying flow meter shall be the responsibility of the Water User.

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APPENDIX A PAGE DOF 42

Page 12 - UM 1489 STIPULATION

APPENDIX

1 e. The Entity shall retain ownership and responsibility of Valve No. 2 and 2 the accompanying flow meter. The Entity has no responsibility for 3 anything connected to and therefore below Valve No. 2 and the 4 accompanying flow meter. 5 10. 6 TERMS OF WATER USE THROUGH VALVES NO. 1 AND NO. 2 7 The receipt of water as a Water User through Valve No. 1, Valve No. 2, or 8 9 otherwise is conditioned as follows: 10 a. Monthly Operation Costs 11 1. From the date of installation of Valve No. 1, Valve No. 2 12 (collectively the "Valves"), or use of water by any means, the Water 13 User shall be responsible for paying its proportional share of the 14 monthly costs associated with the operation, management, 15 16 maintenance, and repair of that portion of the Water System used 17 in providing water, including any power used by any separate 18 distribution systems installed by Water User and billed to the 19 Regent or the Entity. These monthly operation and maintenance 20 costs may include, but shall not be limited to, water treatment, 21 excavation, the acquisition of permits, the completion of required 22 environmental studies, and periodic maintenance and repair of the 23 24 access routes to the Water System via applicable easements 25 and/or right of ways on and across Tax Lots 700 and 701. (All such 26 costs in this paragraph shall be referred to as "Monthly Operation"

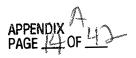
Page 13 - UM 1489 STIPULATION

Costs.")

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2	2.	The proportionate water usage (stated as a percentage) shall be
3		calculated by taking the Water User's monthly usage divided by the
4	1	total Water System monthly usage. The Water System's total costs
5	1	for that portion of the Water System used in providing the water for
6		the month will be multiplied by the Water User's proportionate water
7		
8	U	usage for that month to determine the monthly amount due. If
9	1	power is used, the same cost calculation will be used to determine
10	t	the power charge.
11	3. 1	f both Valves Nos. 1 and 2 have been installed, monthly costs shall
12	l t	be billed separately to the appropriate Water User. Use of Valve
<sub>2</sub> 13	1	No. 1 by the same or separate Water Users does not preclude
14		
15		Monthly Operation Cost payments for use of Valve No. 2, and vice
16	l N	/ersa.
17	4. 1	The Regent, Entity, or successor operator shall ensure that all
18	r	monthly billing statements to be submitted to the Water Users
19	ι	under this Stipulation shall include, as applicable, a list of repairs
20	a	and expenses incurred during the month and the monthly metered
21		usage sufficient to confirm the Water User's proportionate payment
22		
23	C	obligations under this Stipulation.
24	b. Cap	ital Improvement Costs
25	1. F	From the date of installation of Valve No. 1, Valve No. 2, or use of
26	V	vater by any means, the Water User shall be responsible for
	,	



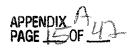
Page 14 - UM 1489 STIPULATION

paying its proportional share of the costs (see sub-paragraph 3 below) associated with any Capital Improvements made to the Water System above the appropriate Valve, after the date of the Commission's Order approving this Stipulation.

2. Capital Improvement Costs shall initially consist of all repairs and improvements made by the Regent. From the date the Entity takes over the operation and maintenance of the Water System, Capital Improvement Costs shall be defined as all of the initial costs and repairs made by the Regent plus all individual equipment purchased, facilities constructed, and monthly operation and maintenance costs as defined under Paragraph 10(a) above when the cost of the item as purchased and installed exceeds \$1,000. The cost of the item for purposes of this paragraph shall include the cost of shipping, and any additional costs necessary to bring the item into service, including the cost of materials and labor to install, build, repair, or improve it. (The costs in this paragraph shall be referred to as "Capital Improvement Costs"). All other equipment purchased and installed or facilities constructed will be reimbursed as Monthly Operation Costs.

 Reimbursement of the Capital Improvement Costs shall be charged as follows:

> A. Water User of Valve No. 1 shall pay 30 percent of the Capital Improvement Costs associated with that portion of



Page 15 - UM 1489 STIPULATION

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the Water System used in providing water to the Water User.
B. Water User of Valve No. 2 shall pay 40 percent of the
Capital Improvement Costs associated with that portion of
the Water System used in providing water to the Water User.
C. If the same Water User requests water through both Valves,
the percentage of costs to be reimbursed shall be capped at
50 percent (20% for Valve No. 1 and 30% for Valve No. 2).
D. Capital Improvement Costs incurred prior to or after the
installation dates of Valve No. 1 and/or Valve No. 2 will be
charged at the same percentage rates as above, provided
that any conveyance of a portion of the Trust's water right to
an Entity customer tax lot (other than those conveyances
provided for in Paragraphs 7 and 12) shall reduce the
percentages referenced by a percentage equal to the
proportionate part of the Trust's water right being conveyed.
E. The Capital Improvement Costs due from a Water User shall
be paid in equal monthly installments of \$416.66 until paid in
full, with the first installment being paid prior to receiving
water from the related valve. Any new Capital
Improvements undertaken by the Regent or Entity after the
Water User has started receiving water from the related
valve, shall be billed to the Water User in the same manner
as they are billed to Entity customers, except that the

APPENDIX A HAGE HE OF HAGE

Page 16 - UM 1489 STIPULATION

1 monthly payment due for prior and new Capital Improvement 2 Costs will not exceed \$416.66 per month for each Water 3 User. 4 4. The Regent, or thereafter the Entity, will then refund the share 5 differential amount to those customers and/or Water Users who 6 previously shared the cost of said Capital Improvement Costs. 7 Refunds shall not exceed the amount originally advanced. 8 9 5. Use of Valve No. 1 by the same or separate Water Users does not 10 preclude payment of Capital Improvement Costs from the Water 11 User(s) of Valve No. 2, and vice versa. 12 6. The Regent, Entity, or successor operator shall ensure that the 13 billing statement to be submitted to the Water Users under this 14 Stipulation shall include, as applicable, the list of improvements 15 made sufficient to confirm the Water User's proportionate payment 16 17 obligation under this Stipulation. 18 c. Payments 19 1. Monthly invoices to Water Users will be delivered by First Class 20 U.S. Mail. All appropriate payments required of any Water User 21 under this section shall be made within 30 days of the invoice date 22 (the "Due Date"). Payments shall be made directly to the Regent, 23 24 or thereafter to the Entity. 25 2. Failure on the part of the Water User to fulfill its financial obligations 26 within such Due Date will result in an additional assessment of

ORDER NO. (2)

interest on the balance due. The interest will be calculated at the rate and in the manner set by the Commission at the time the interest is to be assessed whether or not the Commission has jurisdiction, and will be specified in the monthly invoice. Interest will continue to accrue monthly until the balance due is paid in full. Should the Water User fail to pay the entire balance due, plus any accrued interest within 30 days of the initial Due Date, the Entity may choose to (a) disconnect the delivery of water to the Water User and/or (b) record a lien against the property receiving the water for the amount due with interest, plus any fees assessed by the Entity, according to its established Statement of Rates and Charges, which may include costs to obtain the lien, reasonable attorneys fees, recording costs, and a disconnection charge.<sup>1</sup> The Entity agrees to abide by the Commission's rules regarding service disconnects whether or not the Commission has jurisdiction. 3. If the Entity has disconnected a Water User, the Entity shall not restore delivery of water until the amount secured under the lien, plus any additional outstanding interest, balances, or fees are paid in full. 11. TERMS AND CONDITIONS OF CONVEYANCE

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The conveyance and assignment of interests in the Water System under



Page 18 - UM 1489 STIPULATION

<sup>&</sup>lt;sup>1</sup> If necessary, this Stipulation requests the waiver of the requirements under OAR 860-036-0125 Due and Payable Period; Time-Payment Agreements for Residential Service where the billing rules and regulations do not agree with Section 10, Subsection C, of this Stipulation.

Paragraph 7 of this Stipulation shall be subject to the following terms and conditions:

a. The Regent shall determine (with consideration to the preference of the Parties), the locations of Valve No. 1 and Valve No. 2, prior to the receipt of any notices requesting installation of the Valve(s). These locations shall be clearly identified and reported to the Parties. Valve No. 1 shall, if possible, be located just inside the Water System Easement on Tax Lot 701. Valve No. 2 shall be located below the service connections to the Customer Intervenors' properties. Such locations will be chosen by the Regent and will not be changed without the express written permission of the Regent, or thereafter by the Entity.

 b. In the event that any distribution system or part thereof necessary to deliver water to a Water User must be located within the easement(s) conveyed to the Entity, the Regent shall determine the location of such distribution facilities taking into consideration:

> The preference of the Parties that the components of their water systems be placed so that the least amount of interaction between the Parties is required;

That each water system be economically feasible; and
 No part of the Water User's distribution system may utilize any

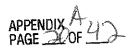
used. For instance, no Water System pipelines located below

Water System components located below the Valve(s) to be

Page 19 - UM 1489 STIPULATION

	ORDER NO. 12 027
1	Valve No. 1 may be utilized as part of the distribution system for
2	Valve No. 1.
3	12.
4	LUCAS' WATER RIGHT
5 6	Within ninety (90) days of the Commission's approval of this Stipulation,
7	Customer Intervenor Bonnie Lucas or the Entity shall file with Oregon's Water
8	Resources Department:
9	a. An application for a limited license to obtain an adequate temporary
10	water supply from the Spring for domestic use for one house on the
11	Lucas Property; and
12	b. An application for a permit to obtain an adequate water supply from the
13 14	Spring for domestic use for one house on the Lucas Property.
14	Should Customer Intervenor Bonnie Lucas successfully obtain either or
16	both of the applications in subparagraphs (a) and (b) above, the limited license,
17 ·	the water permit, or certified water right shall be administered equally by the
18	Entity and the Water Users as if it held a priority date equal to that of the Water
19	Right.
20	However, if Customer Intervenor Bonnie Lucas is unable to obtain an
21	adequate limited license or water permit in response to her applications, then the
22	
23	documents identified under Paragraph 7(f) shall be delivered to Customer
24 25	Intervenor Bonnie Lucas upon presentation of 1) a copy of a notice or order
25 26	issued by Oregon's Water Resources Department ("Notice") that the Department
26	either intends to deny or has denied such Water permit or license application and

Page 20 - UM 1489 STIPULATION



1 2) a copy of the Commission's Final Order pursuant to Paragraph 18.

2 On the occasion that the Oregon Water Resources Department's review of 3 Customer Intervenor Bonnie Lucas' initial application for a water right permit 4 under preceding Paragraph 12(b) is neither approved nor denied within three 5 years from the date of the Commission's approval of this Stipulation, the Trust, or 6 other applicable Party, if required by the Oregon Water Resources Department, 7 8 agrees to execute an updated deeded landowner consent form and affidavit 9 evidencing authorized use of the subject water right interest during the previous 10 five years. Such documents are to be delivered to the escrow account referred 11 to above. 12

13.

# NOTIFICATION AND AGREEMENT NOT TO PROTEST ADDITIONAL APPLICATIONS FOR WATER RIGHTS

16 The Entity, all Parties, or any customer or Water User that files any kind of 17 application with the Oregon Water Resources Department that involves the 18 Spring shall concurrently notify in writing all other then existing owners of a water 19 right sourced from the Spring of the filing of such application. The Parties further 20 agree, unless otherwise provided in this Stipulation, not to file protests, object, or 21 interfere in any Customer Intervenor applications submitted to Oregon's Water 22 Resources Department for a limited license or water permit for water rights for 23 24 the Customer Intervenors' tax lots which are not currently entitled to water under 25 the Water Right so long as:

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Page 21 - UM 1489 STIPULATION

		ORDER NO. $V \not\subset V \not\subset V$
1	a.	The applications are only for domestic use or non-commercial irrigation
2		of lawn and garden; and
3	b.	Additional water rights to the Spring will be administered subject to the
. 4		priority dates, with the exception of any water right issued to Customer
5		
6		Intervenor Bonnie Lucas under Paragraphs 12(a) or (b), which shall be
7		administered as provided in Paragraph 12.
8		14.
9		NO INTERFERENCE WITH REGENT OR ENTITY DUTIES
10	Upon the	Commission's appointment of a Regent, Judy Bedsole, Fish Mill, the
11	Intervenc	ors, the Customer Intervenors, their agents, successors, representatives,
12	or assign	
13		
14	a.	Not interfere with the operation, maintenance, and administration of the
15		Water System;
16	b.	Not operate, maintain, work on, tamper with, or otherwise take any
17		action that may affect any portion of the Water System unless
18		authorized by the Regent, or thereafter by the Entity;
19	C.	Not harass or cause harassment to the other Parties, the Regent,
20		laborers, operators, or Entity's customers, members, agents, or
21		
22		representatives; and
23	d.	Not use or withdraw water directly or indirectly from the Spring or any
24		portion of the Water System except as provided in this Stipulation.
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12 027

Page 22 - UM 1489 STIPULATION

	ORDER NO. $12^{\circ}$
1	15.
2	FISH MILL OBLIGATION TO PROVIDE SERVICE
3	The Parties agree that Fish Mill will continue to provide water service to
4	Customer Intervenors and maintain the Water System until a Regent is appointed
5 6	by the Commission.
7	16.
8	ACCESS TO WATER SYSTEM
9	During the appointment of the Regent, only the Regent, the Commission,
10	or persons authorized by the Regent or the Commission will have the authority to
11	enter onto any real or personal property encumbered by the Water System for
12	the purpose of operating, repairing, improving, monitoring, inspecting, or
13	maintaining the Water System until such time as the Regent turns over the
14	operation and maintenance of the Water System to the Entity.
15 16	17.
17	CIVIL PENALTIES
18	Provided this Stipulation is approved by the Commission, the Parties
19	request the Commission:
20	a. Not pursue civil penalties for any current violations as may be alleged
21	against Judy Bedsole or Fish Mill; and
22	
23	b. Withdraw its complaint in pending Case No. 121008922 in Lane
24	County Circuit Court, with or without prejudice.
25	18.
26	COMMISSION FINAL ORDER
	The Parties agree and support this Stipulation serving as a request to the
	Page 23 - UM 1489 STIPULATION

1 Commission that, upon its confirmation that the Parties' have materially satisfied 2 their obligations under this Stipulation up to the date of the Commission's finding 3 to that effect, it enter a Final Order: 4 a. Approving the transfer of the Water System to the Entity, and 5 withdrawing regulatory jurisdiction from Fish Mill and owner, Judy 6 Bedsole, pursuant to ORS 757.480, OAR 860-036-0365, and OAR 7 860-036-710 and 715. 8 9 b. Ordering the release and delivery to the Entity and Customer 10 Intervenors Varenas and Durland, and to Lucas or Cascade Title Co. 11 (as applicable), the documents previously executed under Paragraph 7 12 and filed with the Commission; 13 c. Describing and confirming the dismissal of all pending actions between 14 the Parties; 15 16 d. Releasing the Regent from its appointment; and 17 e. Confirming that the terms and conditions of the Stipulation as approved 18 by the Commission and as noticed under the Memorandum of 19 Stipulated Agreement previously recorded remain binding, with specific 20 reference to the Memorandum's recording number and/or book and 21 page in the Official Records of Lane County, Oregon. 22 The Parties request the Commission record the Final Order in the Official 23 24 Records of Lane County, Oregon. 25 26



Page 24 - UM 1489 STIPULATION

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#### STIPULATION BINDING UPON SUCCESSORS

The rights, benefits, and obligations under this Stipulation shall inure to the benefit of and be binding on all Parties, hereto and their respective successors, legal representatives, assigns, representatives, or any other person claiming a right or interest through the Parties, whether or not it is specifically stated in this Stipulation. The Parties further agree that such documentation shall be executed to ensure this Stipulation is binding upon the Entity.

20.

#### DO NOT APPROVE OR CONSENT TO FACTS

By entering into this Stipulation, no Party shall be deemed to have 13 approved, accepted, or consented to the facts, claims, principles, methods, or 14 theories employed by any other Party in arriving to this Stipulation. Each Party 15 16 represents to the other that any statement of fact in this Stipulation made by the 17 Party is true and correct to the best of that Party's knowledge and belief, as of the 18 date this Stipulation is signed by the Party. If a Party later discovers information 19 that is inconsistent with its prior representation(s), or the representations of 20 another Party, they must provide written notice to all of the other Parties of the 21 accurate facts within thirty (30) days of discovery. All the Parties may then agree 22 on the best way to handle the disclosed information, which may include amending 23 24 this Stipulation. If the Parties cannot all agree, any Party or Parties determined to 25 be adversely affected as a result of the disclosed information, as confirmed by the

Page 25 - UM 1489 STIPULATION

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1 Commission while it has jurisdiction or by the Circuit Court if it does not, may seek 2 to: 3 a. Withdraw from this stipulation (only if the Commission still has 4 jurisdiction); or 5 b. Recover damages from the representing Party (only in the event the 6 representing Party is found to have knowingly misrepresented the 7 8 facts). 9 21. 10 IF COMMISSION REJECTS STIPULATION 11 The Parties recommend the Commission approve this Stipulation in its 12 entirety. The Parties have negotiated this Stipulation as an integrated document. 13 Accordingly, if the Commission rejects all or any material portion of this 14 Stipulation, each Party reserves the right, upon written notice to the Commission 15 16 and all Parties to this proceeding within 15 days of the date of the Commission's 17 Order, to withdraw from this Stipulation and request an opportunity for the 18 presentation of additional evidence and argument. 19 22. 20 COMMISSION'S APPROVAL REQUIRED 21 The Parties understand that absent the Commission's approval of this 22 Stipulation, it is not binding on the Commission. 23 24 25 26

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#### STAY AND RELEASE

3 Upon approval of this Stipulation by the Commission, and excepting the 4 performance of any obligations provided in this Stipulation, Judy Bedsole, the 5 Trust, Fish Mill, the Intervenors, and Customer Intervenors agree that all past 6 and current claims, causes of action, or demands subject to the Commission's 7 jurisdiction involving the Water System against each other, their respective 8 9 officers, directors, employees, advisors, agents, representatives, or attorneys will 10 be stayed pending the Commission's entry of a Final Order pursuant to 11 Paragraph 18. Upon the entry of the Commission's Final Order, the Parties agree 12 that all such stayed actions, demands or claims as well as any alleged violations 13 of the Stipulation or any other claims, causes of action, or demands involving the 14 Water System that arose between the date of the Commission's order approving 15 16 the Stipulation and the date of its Final Order shall be mutually released, dismissed, discharged, and waived. This paragraph shall not be interpreted, 18 however, to deny any Party any relief it may have been awarded before the 19 Commission's entry of its Final Order. 20

24.

#### COUNTERPARTS

This Stipulation may be executed in multiple counterparts, each of which 23 24 shall be deemed an original and all of which shall constitute one agreement. 25 Facsimile or emailed signatures shall be considered the same as an original for 26 purposes of this Stipulation.

Page 27 - UM 1489 STIPULATION

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#### ATTORNEY FEES

3 Each Party agrees to bear its own attomeys' fees and costs in relation to 4 the preparation and execution of this Stipulation. In any action or dispute 5 between the Parties that may arise out of the interpretation or performance of this 6 Stipulation, the prevailing Party in any such action or dispute, on trial before the 7 8 circuit court, or on appeal, shall be entitled to its attorneys' fees, costs and 9 expenses incurred in connection with such action or dispute including, without 10 limitation, all reasonable litigation costs and attorneys' fees, to be paid by the 11 losing Party as fixed by the court. However, this Paragraph 25 shall only apply to 12 the PUC to the extent such fees and costs may be available under Oregon law. 13 26. 14 PERFORMANCE OF PROVISIONS 15 16 The Parties agree that the Trust, acting by and through its Trustee, and 17 individuals Shawn Bedsole and Cris (Charles) Bedsole are only bound to perform 18 obligations in this Stipulation that specifically refer to their performance of the 19 same. This paragraph shall not be interpreted to require a specific reference to 20 these Parties by name, but a reference to them as the "Intervenors" or as a 21 "Party" or as "Parties" will be deemed sufficient to require their performance. 22 27. 23 24 GOVERNING LAW AND DISPUTE RESOLUTION 25 This Stipulation shall be construed and interpreted in accordance with the 26 laws of the state of Oregon. Any claims, issues, or disputes that may arise out of

> APPENDIX A PAGE 2005-42-

Page 28 - UM 1489 STIPULATION

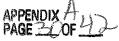
## ORDER NO. 1207

1 the interpretation or performance of this Stipulation as adopted by the 2 Commission shall be resolved by the Commission so long as it retains jurisdiction 3 under applicable law. Any claims, issue, or disputes that may arise out of the 4 interpretation or performance of this Stipulation if the Commission lacks 5 jurisdiction under applicable law will be resolved in Lane County Circuit Court. 6 28. 7 AMENDMENTS 8 9 Any amendments to this Stipulation must be in writing, signed by all 10 Parties, and approved by Order of the Commission. 11 29, 12 NOTICES 13 Notice to any Party to this Stipulation shall be in writing and either 14 personally delivered or sent by certified mail, return receipt requested, postage 15 prepaid, addressed to the Party or Parties to be notified at the addresses 16 17 specified below unless any Party notifies the other Parties as to a change of its 18 address. 19 Judy Bedsole Judy Bedsole, Trustee 20 P.O. Box 95 Bedsole Family Trust P.O. Box 95 Westlake, Oregon 97493 21 Westlake, Oregon 97493 22 Shawn Bedsole Cris Bedsole P.O. Box 95 P.O. Box 95 23 Westlake, Oregon 97493 Westlake, Oregon 97493 24 Bonnie Lucas Dennis & Barbara Varenas 25 PO Box 87 721 Old Garden Valley Rd. Westlake, OR 97493 Roseburg, OR 97470 26



Page 29 - UM 1489 STIPULATION

		ORDER NO.	12 027	
1	Don and Suzanne Durland	Jason	Jones	
2	123 Oasis Drive Denison, TX 75020-8857		ant Attorney Genera Court Street NE	I
3			, OR 97301-4096	
4				
5	30.		·	
6	ENTIRE AGRE	EMENT		
7	This Stipulation is the entire understa	nding of the Parti	ies with respect to	
8	its subject matter and supersedes all prior u	nderstandings, wl	hether written or	
9	oral. The Parties affirm that the information	provided in this S	Stipulation is	
10	accurate.			
11	31.			
12	SEVERABI			
13			artigular provision is	
14	The validity of this Stipulation will not		·	
15	determined to be unenforceable. The Partie	s agree to do suc	ch things as may be	
16	necessary to carry out the purposes of this S	Stipulation includi	ng, but not limited	
17	to, executing documents necessary to ensur	e this Stipulation	as approved by the	
18	Commission shall be binding on the Entity a	nd its successors	and assigns.	
19	32.			
20	REVIEW WITH O	COUNSEL		
21	All Parties have had the opportunity to	o seek the assista	ance of legal	
22	counsel in their review of this Stipulation and		-	
23				
24	that they understand the legal significance o	t the terms and co	onditions contained	
25	herein.			
26				

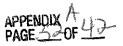


Page 30 - UM 1489 STIPULATION

1 33. 2 **EFFECTIVE DATE** 3 This Stipulation shall be effective as of the date of the Commission's Order 4 5 approving this Stipulation. 6 7 101 23,20 11 Date Judy/Bedsole, as an individual and 8 as sole proprietor of Fish Mill Lodges Water System 9 BEDSOLE FAMILY TRUST 10 11 Trate A 12 В 13 Shawn Bedsole 14 15 <u>2011</u> 16 Cris Date Charles) Be 17 18 19 Dennis Varenas Date 20 21 22 Barbara Varenas Date 23 24 25 Don Durland Date 26 1 Page 31 - UM 1489 STIPULATION

> APPENDIX A PAGE 当 OF 出入

Ð ORDER NO. NOV. 23, 2011 11:07AM NO. 1808 P. 2 1 OFFICIAL SEAL UREL L LATHA 2 ARY PUBLIC-OREGON COMMISSION NO MY COMMISSION EXPIRES 3 STATE OF OREGON ) SS. 4 County of Lane 5 The foregoing instrument was acknowledged before me this  $\underline{23}$  day of 6 November 2011, by Judy Bedsole as an individual and as the sole proprietor of Fish Mill Lodges Water System. 7 8 than 9 NOTARY PUBLIC FOR OREGON 12-9 My Commission Expires: 2015 10 OFFICIAL SEAL LAUREL L LATHAM NOTARY PUBLIC-OREGON COMMISSION NO. 459147 VANUMEEN UNDER INVERSION 11 Contraction of the 12 STATE OF OREGON MY COMMISSION EXPIRES JUNE 09 ) 13 } SS. County of Lane 14 The foregoing instrument was acknowledged before me this 23day of 15 November 2011, by Judy Bedsole in her capacity as the Trustee of the BEDSOLE FAMILY TRUST. 16 17 18 NOTARY PUBLIC FOR OREGON 9-15 My Commission Expires: 19 20 OFFICIAL SEAL LAUREL L LATHAM NOTARY PUBLIC-OREGON COMMISSION NO. 459147 NY COMMISSION ECPIRES JUNE 08, 201 21 STATE OF OREGON 22 55, } County of Lane 23 24 The foregoing instrument was acknowledged before me this day of November 2011, by Shawn Bedsole. 25 26 UBLIC FOR OREGON Page 33 - UM 1489 STIPULATION



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3						·			
4	STATE OF OREGON	) ) ss.							
5	County of Lane	) 55. }							
6	The foregoing instru	ument	was ackno	wledged	before me	e this 🙍	2 <u>3/4</u> day	oť	
7	November 2011, by Cris (	Charle	s) Bedsole						
B	OFFICIAL SEAL	<b>-</b> i		4	up 1	Van	Im		
	HELLA MARJA JONES		NOTARY	PUBLIC	LAL T	EGON	1201		
10	COMMISSION NO. 457830 NY COMMISSION EXPIRES APRIL 03, 201	5,	Mỹ GOM	Inearon i	_vhuce		2013	_	
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15	The foregoing instru November 2011, by Denni			wiedged	i betore me	e this	day	Οť	
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21	STATE OF OREGON	) ) ss.							
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24	November 2011, by Barba	ta Vare	enas.						
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26					FOR ORE	-			
			Wy Comm	nission E	xpires:			-	
1	Page 34 - UM 1489 STIPULA	TION							

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APPENDIX A

order no. 12 027

1	22	
2	33.	
3	EFFECTIVE DATE	
4	This Stipulation shall be effective as of the dat	e of the Commission's Order
5	approving this Stipulation.	
6		
7	Judi Bigrade	Nav 23.2011
8	Judy Bedsole, as an individual and as sole proprietor of Fish Mill Lodges Water System	Date
9	BEDSOLE FAMILY TRUST	
10	DEDSOLE FAMILE TRUST	
11	$\bigcirc c c c f f - +$	a) the a t
12	By: Level Departe fruence	Nov 23.2011
13	- Dehann Bodsall	Nov 23,201
14	Shawn Bedsole	Date /
15	AL DA A	
16	Cris (Charles) Bedsole	<u>NOV, 25, 2</u> 0]
17		Dale
18	Dearan Alan	DEA 16 0 and
19	Dennis Varenas	<u>DEC. 10, 2011</u> Date
20		
21	Darbara Tireros	Dec 10 2011
22.	Barbara Varenas	Date
23		
24		
25	Don Durland	Date
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	Page 31 - UM 1489 STIPULATION	



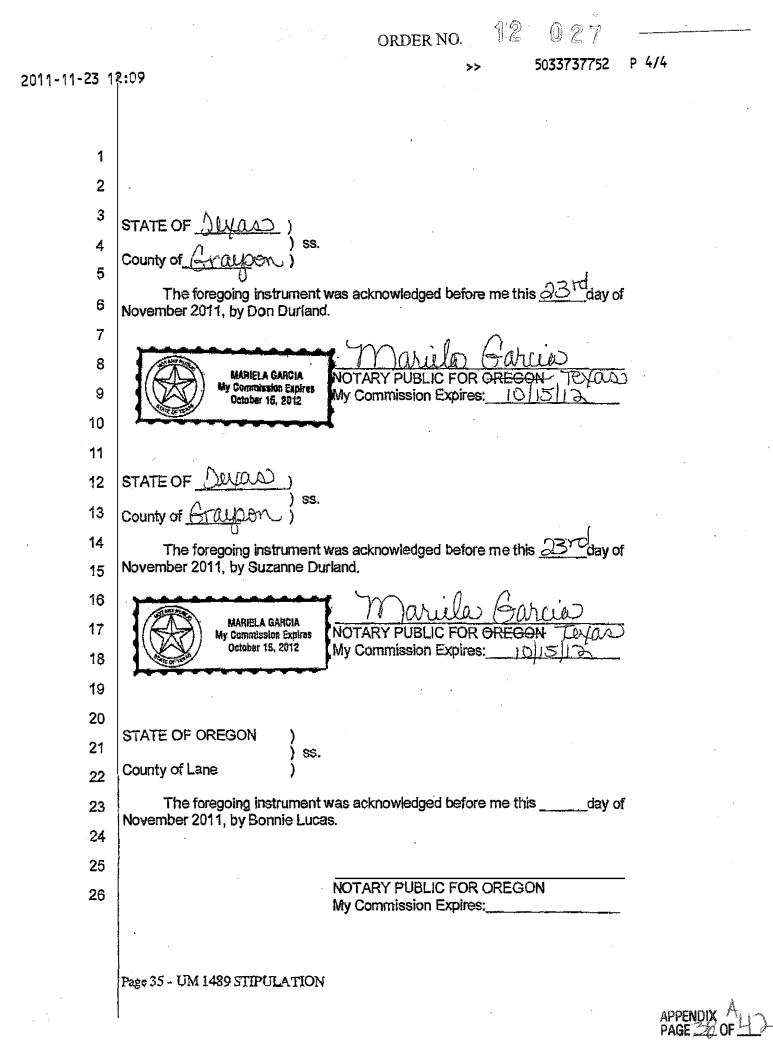
ORDER NO. 1/2 () 2 \*

1 My Commission Expires: 2 3 STATE OF OREGON 4 ) 85. 5 County of Lane 6 The foregoing instrument was acknowledged before me this 23/2 day of November 2011, by Cris (Charles) Bedsole. 7 OFFICIAL SEAN HELLA MARJA JONES NOTARY PUBLIC FOR OREGO NOTARY PUBLIC-OREGON COMMISSION NO. 457390 IN COMMISSION EXPIRES APRIL 03, 2015 My Commission Expires: 11 12 STATE OF OREGON 13 55. County of Douglas 14 (3) The foregoing instrument was acknowledged before methis <u>10</u> day of 15 November 2011, by Dennis Varenas. December 16 17 NOTARY PUBLIC FOR OREGON 33<sup>54</sup> 18 1014 OFFICIAL SEAL My **Commission** Expires: STACI L ORTIZ 15 NOTARY PUBLIC - OREGON COMMISSION NO. 448159 MY COMMISSION EXPIRES JULY 31, 2014 20 21 STATE OF OREGON 55. 22 County of Douglas 23 (3) The foregoing instrument was acknowledged before methis  $\underline{1}\underline{D}^{+1}$  day of 24 November 2011, by Barbata Varenas. Decembr 25 21 OFFICIAL SEAL NOTARY PUBLIC FOR OREGON STACI L ORTIZ My Commission Expires: NOTARY PUBLIC - OREGON COMMISSION NO. 448159 Y COMMISSION EXPIRES JULY 31, 2014 Page 34 - UM 1489 STIPULATION

APPENDIX A

	ORDER NO.	12	027	
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1				
2	33.			
3	EFFECTIVE DATE			·
4	This Stipulation shall be effective as of the dat	e of the	Commission's Orde	r
5	approving this Stipulation.			
6				
7				
8	Judy Bedsole, as an individual and as sole proprietor of Fish Mill Lodges Water System	Date		
9				
10	BEDSOLE FAMILY TRUST			
11				
12	By: Judy Bedsole, Trustee	Date		
13				
14	Shawn Bedsole	Date		
15				
16	Cris (Charles) Bedsole	Date		
17				*
18				
19	Dennis Varenas	Date		
20				
21				
22	Barbara Varenas	Date		-
23 34	An .			
24 25	Maruland		23-11	<b>.</b> .
25 26	Don Durland	Date		
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	Page 31 - UM 1489 STIPULATION			

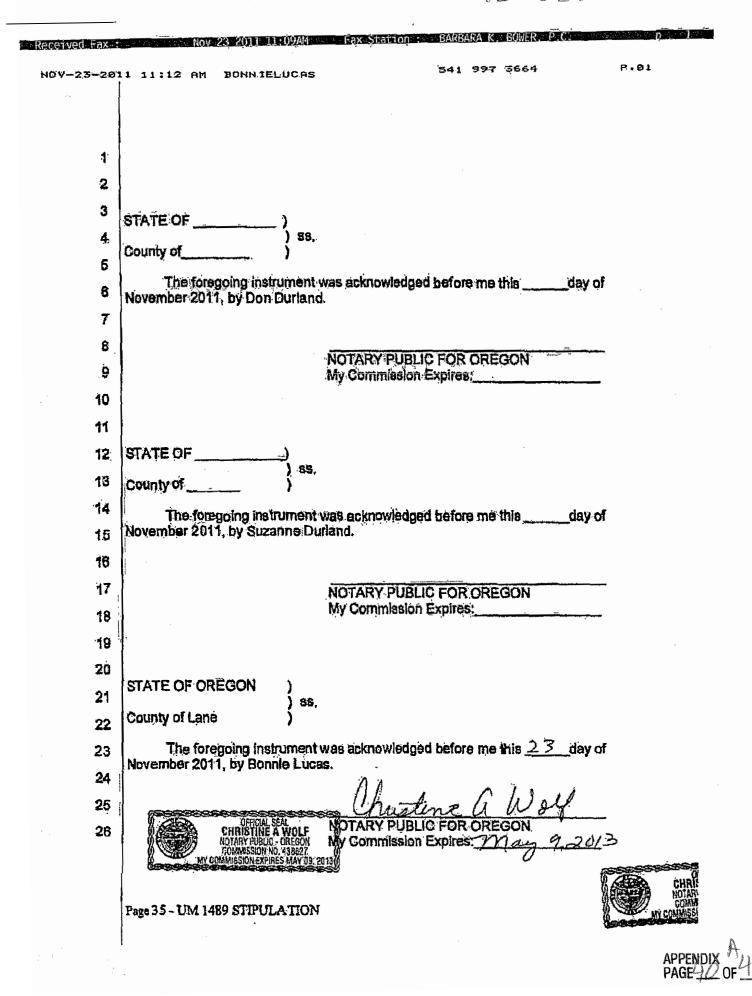
12 027 ORDER NO. P 3/4 >> 2011-11-23 17:09 pulad 17\_ Suzahne Durland Date Bonnie Lucas Date State of Oregon, Public Utility Commission By: Jason Jones Date As istant Attorney General Page 32 - UM 1489 STIPULATION



Fax Station : EARBARA K, BOWER, P.C. Nov 23 2011 11:09AM Received Fax 541 997 3664 P.02 NOV-23-2014 11:13 AM BONNIELUCAS 1 Ż Suzanne Durland Date 3 4 1) Fines 6 23-11 Bonnie Lucas Date Ģ 7 State of Oregon, Public Utility Commission 8 9 10 By: Jeson Jones Date **;**†1 Assistant Attorney General 12 13 14 15 18 17 18 19 20 21 22 23 24 25 28 Page 32 - UM 1489 STIPULATION

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**ORDER NO.**  $\frac{1}{2}$  0 2 7



ORDER NO. 12027

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2	Suzanne Durland	Date	
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5	Bonnie Lucas	Date	
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7	State of Oregon, Public Utility Commission		
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10	By: Jason Jones	Date	
11	Assistant Attomey General		
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	Page 32 - UM 1489 STIPULATION		
			PAGE 4 OF

	ORDER NO. 12 027
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3	STATE OF OREGON ) ) ss.
4	County of Marion )
5	The foregoing instrument was acknowledged before me this <u>23<sup>rd</sup></u> day of November 2011, by Jason Jones, Assistant Attorney General.
6	
7	Deoma a Sance
8	NOTARY PUBLIC FOR OREGON My Commission Expires: <u>Sept. 24, 2013</u>
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10	OFFICIAL SEAL NEOMA A LANE
11	NOTARY PUBLIC-OREGON COMMISSION NO. 441984 MY COMMISSION EXPIRES SEPT. 24, 2013
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	Page 36 - UM 1489 STIPULATION APPENDIX

Page 36 - UM 1489 STIPULATION