

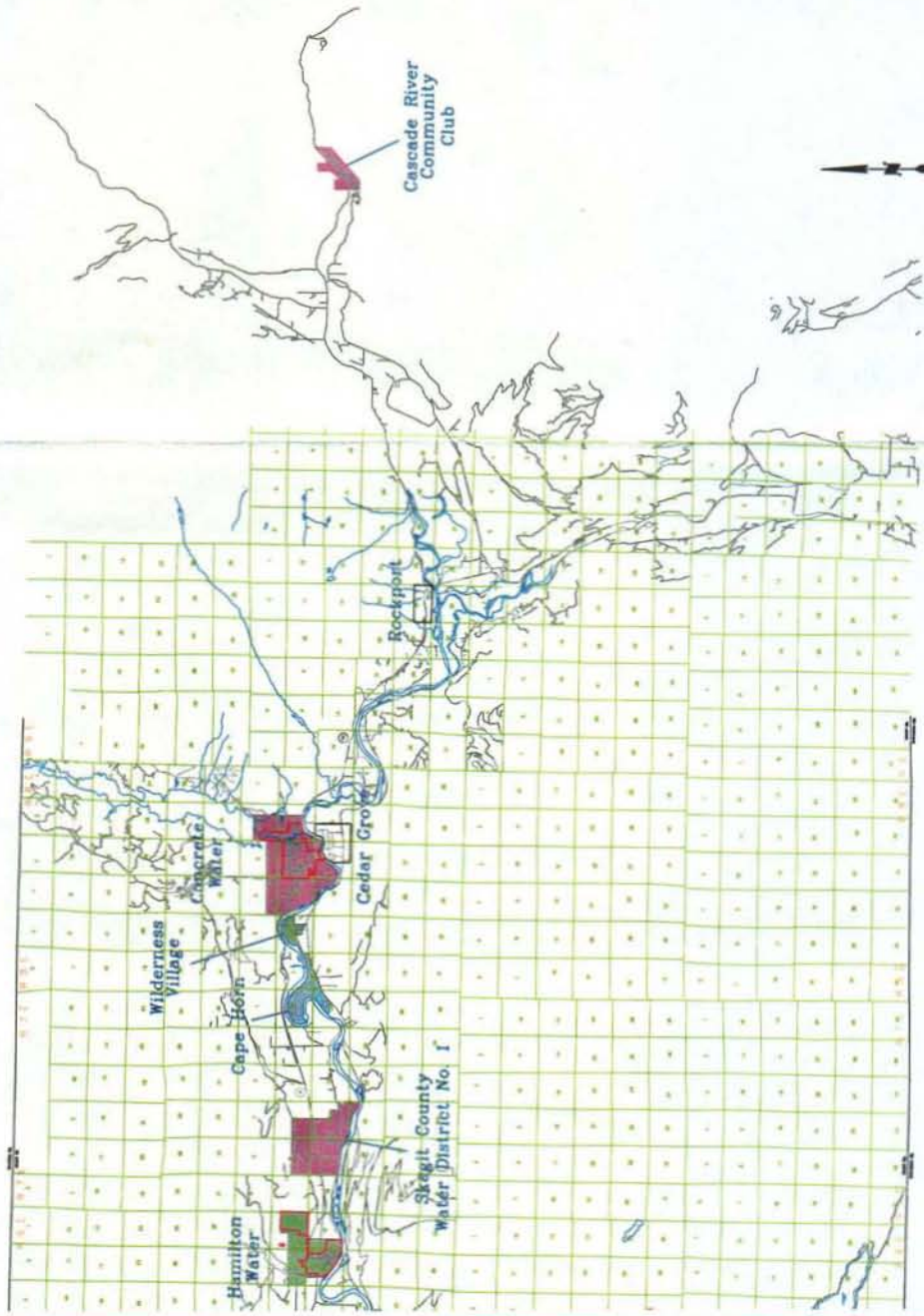
Note #1
 The existing systems shown shall have first priority for water service to new developments proposed outside of designated service areas when they are adjacent (i.e. within one-half mile) to the proposed development. Should they decline service and in all other non-designated areas, the Skagit County PUD may provide water service to new developments in Skagit County and adjacent counties as noted above and in the CWSP. The PUD may initially provide service through the use of groundwater, with eventual expansion of the Central Judy Reservoir and Skagit River Water System Network.

Note #2
 As provided for in the Anacortes Water System Plan/Skagit County Water System Plan, water service to North Whidbey Island, the City of Oak Harbor, the North Fork Skagit River and other areas identified in the Island County CWSP.

Note #3
 As provided for in the Skagit County PUD #1's Water System Plan/Skagit County CWSP, the PUD may provide water supply service to the Starwood/Domano Island area and the Lake Samish Area in Whatcom County.

Note #4
 The Anacortes and Skagit County PUD #1 Supply Systems are inherited to enable both utilities to supplement or serve water to the other's service area for operational or emergency purposes.

Note #5
 A more specific service area boundary map is on file at the County & is recorded in the Utility's Water System Plan.



- Legend**
- County Boundary
 - Hydrology
 - Roads
 - Urban Growth Area Boundary
 - Designated Service Areas (color varies)
 - Skagit County PUD
 - PUD Satellite System Management and Supply Area
 - Anacortes Supply Area
 - PUD Cultus MTS Supply Area

EXHIBIT 3-1
 Skagit County
 Designated Service Areas for
 Expanding Water Systems

Map 2 of 2
 June 1999

ECONOMIC AND ENGINEERING SERVICES, INC.

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