for Appointment of Receiver of Public Water System, the Declaration of Derek Pell with Exhibits A through L attached thereto, and the Declaration of Sierra McWilliams.

## II. FINDINGS OF FACT

Having considered the evidence and argument of counsel, the court finds that:

- 2.1 The water system was constructed in 1912 and is owned by the Kapowsin Water District, a Title 57 water district formed in 1999. The water system consists of a spring collected near railroad tracks owned by Tacoma Rail, a transmission line approximately one-mile long, and a 10,000-gallon raw water tank. Water is pumped through a filtration plant to a 30,000-gallon finished water tank, which is then pumped to the distribution system. The water system provides domestic water service to 39 residential connections. It serves a population of approximately 70 residents in the community of Kapowsin, and is a "public water system" within the meaning of RCW 70.119A.020(12) and RCW 70.119.020(11). The system is a "Group A" community public water system as defined in WAC 246-290-020 and RCW 70.119.020(8).
- 2.2 The owner of the system and any authorized agent of the owner are "purveyors" within the meaning of RCW 70.119A.020(13) and WAC 246-290-010(206) and as such, are responsible for complying with the State Board of Health regulations concerning Group A public water systems, WAC 246-290. The owner of the system is responsible for complying with certified operator requirements under RCW 70.119 and WAC 246-292. Anyone operating the system is also a "purveyor." RCW 70.119A.020(13); WAC 246-290-010(206).
- 2.3 Valley Water District (VWD) has been providing satellite management services for the water system since late 2014 in accordance with RCW 70.119A.060 and RCW 70.116.134. VWD and the District originally intended VWD to acquire ownership of the water system. In January 2015, Health entered into an interagency agreement with VWD to evaluate the costs associated with a transfer of ownership from the District to VWD. The VWD conducted a "Kapowsin Water District Water System Analysis" and submitted it to the Department in February 2016. The report identified \$912,830 in improvements necessary for

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VWD to take on ownership of the water system. Neither VWD nor the District had funds for these repairs.

- 2.4 In approximately March 2017, the transmission line that carried water from the spring providing the system's water broke, completely stopping the provision of water to the water system's customers. Lack of easements and as-built engineering drawing, together with new wetlands created by recently constructed beaver dams, made locating the transmission main leak infeasible. The cost of replacing the line was estimated to be approximately \$250,000.
- 2.5 The District could not afford to replace the transmission line. Under contract, VWD began transporting water by truck from a Rainier View Water Company hydrant to the water system's 30,000-gallon storage tank. Transporting water by truck costs VWD approximately \$4,200 per month. Health discourages long-term truck transportation of water, due to greater risk of water contamination but it was the only feasible option for the water system at that time.
- 2.6 On October 17, 2017, VWD finally determined that they could no longer continue their contract with the District. VWD will stop operating the water system and transporting water by truck effective November 17, 2017, and the water system customers will no longer have access to water.
- 2.7 The District is in a state of failing governance. Only two of the three elected commissioner seats on the District Board are filled. Both current commissioners have indicated they wish to step down from their positions. The District has not elected or appointed new commissioners.
- 2.8 The District has limited money for water system repairs and does not have the funds to either replace the broken water transmission line or continue transporting water by truck. The District has no funds and owes approximately \$85,000 in delinquent bills to VWD.
- 2.9 The District's lack of ability to ensure safe and adequate quantity and quality of water in a reliable manner at all times indicates the need for the appointment of a permanent receiver

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1	to manage and operate the water system in accordance with public water system laws and		
2	regulations, in order to protect the health of the water system customers.		
3	2.10 Under RCW 43.70.195, the county government for the county in which the water		
4	system is located must act as the receiver if no other receiver is willing or able to act as a receiver.		
5	Health has made and effort to identify willing receivers, and none could be found.		
6	2.11 Health believes that Pierce County would be the most appropriate and viable		
7	receiver for the water system. Pierce County is a large public entity with managerial and financial		
8	experience and resources. Pierce County has the capacity to contract with certified water		
9	operators.		
10	III. CONCLUSION		
11	3.1 These alleged facts present an immediate danger to the water system customers		
12	through the loss of water to the water system, and the lack of management. This indicates the need		
13	for the appointment of a receiver to manage and operate the water system in accordance with public		
14	water system laws and regulations, in order to protect the health of the water system customers.		
15	3.2 Receivership will bring professional expertise to manage the water system. The		
16	transfer of responsibility would solve a number of problems for the water system, including:		
17	3.2.1 Uninterrupted truck transport of water until the water system may be		
18	repaired or otherwise remedied;		
19	3.2.2 Having a certified operator in responsible charge of the daily operation of		
20	the water system;		
21	3.2.3 Maintaining the water treatment system;		
22	3.2.4 Obtaining funding for repairs required to maintain adequate service;		
23	3.2.5 Proper monitoring and water quality sampling; and		
24	3.2.6 Providing safe and reliable drinking water every day to the Kapowsin		
25	water system customers.		
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3.3 If Pierce County is not appointed as the receiver of the water system, the water system customers would be left with no dependable water source, no certified operator, and no management experienced in system and finance management. Failure to grant Health's Motion would leave the water system customers without safe and reliable drinking water.

## IV. ORDER

On the basis of the foregoing findings, conclusions and applicable law, the court being fully advised in the premises, IT IS ORDERED THAT

- 4.1 <u>Temporary Receiver</u>: Pierce County is hereby appointed as the temporary receiver of the Kapowsin Water System to:
  - 4.1.1 Act in the best interests of the water system customers;
- 4.1.2 Have full and unimpeded access to the water system, including all infrastructure and records;
- 4.1.3 Gain custody and control of all of the personal and real property necessary and incidental to the operation and maintenance of the water system and the provision of water service to the water system customers;
- 4.1.4 Take the water system free and clear of any and all liabilities and encumbrances of Kapowsin Water District;
- 4.1.5 Impose reasonable assessments on the water systems' customers to recover expenditures for improvements necessary for public health and safety, as well as for daily operation and maintenance of the water system;
- 4.1.6 All fees for water service charged to the water system's customers be paid into an account to be established by the receiver for the purpose of reasonably compensating the receiver for its services and to pay for such costs and to effect such improvements as are necessary to operate the systems in compliance with RCW 70.119A, RCW 70.119, WAC 246-290 and WAC 246-292; and

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## IN THE SUPERIOR COURT OF WASHINGTON, COUNTY OF PIERCE

And the second of the second o				
WASHINGTON STATE DEPART	MENT OF Cause No: 17-2-12992-1			
HEALTH, Plaintiff(s) ,	NOTE FOR COMMISSIONERS CALENDAR (NTC)			
vs.	☐ EXCEED CAP ☐ SHORTEN TIME			
KAPOWSIN WATER DISTRICT, Defendant(s)				
TO THE CLERK OF THE SUPERIOR COUR	T AND TO:			
Name: ATTY JOHN SALMON / R DISTRICT Address:	Phone:			
City/State/Zip:	Attorney for: Petitioner Respondent			
	of law in this case will be heard on the date and the time shown below: , County-City Building: 930 Tacoma Ave S – Tacoma, WA 98402			
COURT DATE: NOVEMBER 29, 2017 AT ROOM 100 AT 9:00 AM				
☐ Child Support ☐ Revie	ting Plan  Reconsideration - Comm  Special Set - Comm Other APPOINT RECEIVER			
PARTY SETTING HEARING MUST CONFIRM BY CALLING 253-798-6697 BY NOON; TWO (2) COURT WORKING DAYS PRIOR TO HEARING OR HEARING WILL BE CANCELLED AND NOT HEARD BY ANY JUDICIAL OFFICER UNTIL THE CASE IS RESCHEDULED FOR A HEARING.				
	e delivered to Commissioner Services – Room 140 by noon, wo (2) court days prior to the hearing.			
Check the TV monitors on the 1st or 2nd floor lobby to locate your courtroom number.				
<ul> <li>✓ (MO) Show Cause/Family Law, Confirmation Required (MON - THU at 9 AM as posted)</li> <li>✓ (OE) Supplemental Proceedings (MON – FRI AT 1:30 PM Room 100)</li> <li>✓ (UD) Unlawful Detainer (MON – FRI AT 1:30 PM Room 100)</li> <li>✓ (GD) Probate/Guardianship/Minor Settlement (MON – FRI AT 1:30 PM in Room 100)</li> <li>✓ (FC) Paternity (MON/TUE/THUR AT 1:30 PM in Room 407)</li> </ul>				
Date: 11/13/2017	Signed: MARK L GELMAN			
Name: ATTY SIERRA MCWII				
Address: City/State/Zip:	Phone: Attorney for: Petitioner Respondent			

\*\*\*\*\*THE ABOVE INFORMATION MUST BE COMPLETED AND SIGNED\*\*\*\*\*

