

**LAKEHAVEN UTILITY DISTRICT
King County, Washington**

Resolution No. 2006-1063

A Resolution of the Board of Commissioners revising the monthly contribution rate to the medical savings plan established for commissioners and superseding District Resolution No. 96-800.

WHEREAS, pursuant to state law, commissioners of special purpose water/sewer districts are entitled to receive health benefits with a cost not to exceed the cost of coverage provided to employees,

WHEREAS, District commissioners currently each receive a monthly contribution of \$504.96 to a medical savings account in their name, and

WHEREAS, since the establishment of the contribution rate for the medical savings plan, health insurance premiums for employees have increased significantly, and

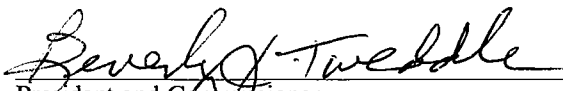
WHEREAS, the Board desiring to adjust the contribution rate to the medical savings plan for its members to equal the average premium cost for employees,

NOW THEREFORE, Be it resolved as follows:

1. Effective April 2006, the contribution rate to the medical savings plan (VEBA) for each elected or appointed member of the District's Board of Commissioners shall be \$783.57 per month.
2. Unless provided otherwise by subsequent resolution of the Board, contributions to the medical savings plan for 2007 shall equal the average per health insurance costs paid on behalf of District employees during January 2007. Contributions during each year thereafter shall equal the average health insurance costs paid on behalf of District employees during January of the benefit year.
3. This Resolution shall be effective on the date of adoption below.

ADOPTED by the Board of Commissioners of Lakehaven Utility District, King County, Washington, at an open public meeting this 23rd day of March, 2006.

ATTEST:



President and Commissioner

Yea

Nay

Abstain

Donald H. Miller ✓
Vice President and Commissioner Yea Nay Abstain

NOT PRESENT
Secretary and Commissioner Yea Nay Abstain

NOT PRESENT
Commissioner Yea Nay Abstain

Edward C. Stewart ✓
Commissioner Yea Nay Abstain

Approved as to form: AS H. P. [Signature]
General Counsel