

NOTICE REGARDING BOND INSURER RATING

**PUBLIC UTILITY DISTRICT NO. 1 OF SNOHOMISH COUNTY, WASHINGTON
ELECTRIC SYSTEM REVENUE REFUNDING BONDS, SERIES 2005**

CUSIP NUMBERS*: 833102 VZ6, 833102 WA0, 833102 WB8, 833102 WC6, 833102 WD4,
833102 WE2, 833102 WF9, 833102 WG7, 833102 WH5, 833012 WJ1

The outstanding Public Utility District No. 1 of Snohomish County, Washington Electric System Revenue Refunding Bonds, Series 2005 (the “Bonds”) are insured by Assured Guaranty Municipal (“AGM”). On November 13, 2014, Kroll Bond Rating Agency, Inc. (“Kroll”), assigned an insured financial strength rating of “AA+” to AGM. Public Utility District No. 1 of Snohomish County, Washington (the “District”) has not requested that Kroll assign an underlying rating to the Bonds, and Kroll has not assigned such a rating.

This notice is provided pursuant to the continuing disclosure undertaking undertaken by the District in connection with the Bonds. The filing of this notice does not constitute or imply any representation (i) that the foregoing event is material to investors, (ii) regarding any other financial, operating or other information about the District or the Bonds, or (iii) that no other circumstances or events have occurred or that no other information exists concerning the District or the Bonds, which may have a bearing on the District’s financial condition, the security for the Bonds, or an investor’s decision to buy, sell, or hold the Bonds.

Dated: August 11, 2015

**PUBLIC UTILITY DISTRICT NO. 1
OF SNOHOMISH COUNTY, WASHINGTON**

* The CUSIP Numbers are provided for convenience of reference only. The District assumes no responsibility for the accuracy of such number.