

**NOTICE OF LISTED EVENT
FOR CONTINUING DISCLOSURE REQUIREMENTS
OF SEC RULE 15c2-12**

(6-Digit Base CUSIP: 833105)

Public Utility District No. 1 of Snohomish County, Washington (the “District”) hereby provides notice of the following event related to the following bond issue:

The Bonds:

- \$6,795,000 Public Utility District No. 1 of Snohomish County, Washington Water System Revenue and Refunding Bonds, Series 2006 (the “2006 Bonds”)

The outstanding maturities of the Bonds as of June 26, 2017 are identified by the corresponding CUSIP Numbers set forth below:

	2006 Bonds
Maturity Date	CUSIP Numbers¹
December 1, 2020	833105 DP1
December 1, 2026	833105 DV8

Specified Event:

The 2006 Bonds are insured by MBIA Insurance Corporation (“MBIA”). MBIA segregated its financial guaranty insurance operations into two separately capitalized sister companies, with one entity, MBIA Insurance Corporation of Illinois, renamed National Public Finance Guaranty Inc. (“National”) assuming the risk associated with its U.S. municipal exposures, including the 2006 Bonds. As of June 26, 2017, S&P Global Ratings (formerly Standard & Poor’s Rating Services, a division of The McGraw-Hill Companies, Inc.) (“S&P”) has downgraded the insurer financial strength on National from “AA-” to “A,” such downgrade or rating assignment is considered an “Event”.

Moody’s Investors Services (“Moody’s”) and S&P have assigned their current underlying ratings on the 2006 Bonds of “Aa2” and “AA” respectively.

Generally, each rating agency bases its rating on such information and materials and also on such investigations, studies and assumptions that it may undertake independently. There is no assurance that such ratings will continue for any given period of time or that such ratings may not be suspended, lowered or withdrawn entirely by such rating agency if, in its judgment, circumstances so warrant. Each rating referred to above reflects only the views of such organization and any explanation of the significance of the ratings may be obtained only from each respective rating agency.

¹ The CUSIP Numbers are provided for convenience of reference only. The District assumes no responsibility for the accuracy of such number.

Other Matters:

This notice is provided pursuant to the Continuing Disclosure Undertaking undertaken by the District in connection with the 2006 Bonds. The Event indicated above may affect bonds of the District in addition to the ones listed above. 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 2006 Bonds, or (iii) that no other circumstances or events have occurred or that no other information exists concerning the District, the 2006 Bonds or the Event, which may have a bearing on the District's financial condition, the security for the 2006 Bonds, or an investor's decision to buy, sell, or hold the 2006 Bonds.

Dated: June 29, 2017

PUBLIC UTILITY DISTRICT NO. 1
OF SNOHOMISH COUNTY, WASHINGTON

By:  _____
Authorized Representative
Glenn S. McPherson, AGM Finance