OFFICIAL AGREEMENT.

THE FINANCIAL AFFAIRS OF STEVENS AND PEND OREILLE COUNTIES AMICABLY ADJUSTED BY MEN OF ABILITY AND FAIRNESS.

CERTIFICATE OF ACCOUNTANT.

I, Frank M. Spain, accountant, hereby certify that I have audited the books and accounts of Stevens county at the request of the auditors and commissioners of the counties of Stevens and Pend Oreille, for the purpose of arriving at a just and equitable division of the property rights and liabilities. That the statement of facts set forth in the attached agreement are true, as shown by the books of account kept by the officers of Stevens county. I further certify that the settlement which is based upon the conditions set forth in this agreement is fair, just and equitable to both counties in interest, according to the best of my knowledge and belief.

Witness my hand this 24th day of August, A. D. 1911.

FRANK M. SPAIN,
Accountant.

LEDGER BALANCES OF STEVENS COUNTY.
June 10, 1911.

Current Expense	$ 9,398.05
General Road and Bridge	3,113.61
County Sinking Fund and Interest	11,752.53
Soldiers' Relief	254.02
Horticultural	2,038.44
County Fair	31.97
Institute	112.00
Game	3,450.97
Trust Fund	555.50
Total	$30,707.09
District Road and Bridge No. 2	$3,143.28
District Road and Bridge No. 3	5,059.71
Total	$8,202.99

I, Bliss Phillips, treasurer of Stevens county, Washington, do hereby certify that the foregoing is a true and correct statement of the balances on hand at the close of business, June 10th, A. D. 1911.

Witness my hand and official seal this 22nd day of August, A. D. 1911.

BLISS PHILLIPS,
County Treasurer.

(SEAL)

(1)

AGREEMENT.
Between the Auditors of Stevens and Pend Oreille Counties.

This agreement, made and entered into this twenty-third day of August, A. D. 1911, by and between L. E. Jesseph, auditor of Stevens county, Washington, and H. H. Murray, auditor of Pend Oreille county, Washington, Witnesseth: That Whereas—by an act of the legislature, Pend Oreille county, Washington, was created from a portion of Steven scounty, Washington, and H. H. Murray, auditor of Pend Oreille county, having given required notice as provided by law to L. E. Jesseph, auditor of Stevens county, to meet for settlement at Colville, the county seat of Stevens county, on Monday, August 14th, 1911, and the parties hereto have met and conferred in regard to the distribution and division of the indebtedness and property of the respective counties per authority vested in them by law, and have arrived at a full and complete settlement of all the property rights between said counties in the following manner:

FIRST.

Exhibit "A."

Showing relative proportion of property located in the counties of Stevens and Pend Oreille, respectively, as based upon the valuation assessed and shown upon the tax rolls of Stevens county, for the year 1910.

EXHIBIT "A."
VALUATION OF SCHOOL DISTRICTS WHICH ARE PARTLY IN BOTH COUNTIES.

District No. 65.

Total valuation, $12,867.

Sections 35 and 36, township 30, range 42, are in Stevens county.

Section 36 is school land. Section 35 belongs to Wash. Mill Co., and is assessed at $2,560.

There is no personal property, leaving a valuation of school district 65 in Pend Oreille county of $10,307.

District No. 151.

Total valuation, $31,409.

Sections 17-18-19-20 and west half of 30, township 30, range 42, are in Pend Oreille county, and are assessed at $7,491.

The property owners of that portion in Pend Oreille county are, W. B. Robinson, personal property assessed S. D. 106; Jas. Bowie, no personal property assessed; Herbert L. Kimball, no personal property assessed; Mrs. Minnie Upton, personal property assessed in S. D. 106; E. Charles, personal property assessed in S. D. 14; F. P. Edgington, personal property assessed in S. D. 106; M. K. Thomas, no personal property assessed.

District No. 153.

Total valuation, $53,853.

Sections 22-23-24-25-26-27-34-35 and 36, range 42, are in Pend Oreille county, and are assessed at $12,520.

The property owners, none of whom are assessed with personal property, are: Sophie Gehake, Mahala Anderson, Clarence E. Hubbard, Frank W. Flint, Kate S. Long, Robert Lang, Byron H. Williams, James Moore, Roy N. Hubbard and Charles F. Pick.

District No. 163.

Total valuation, $8,356.

Sections 22-23-24-25-26-27-34-35 and 36, township 36, range 42, are in Pend Oreille county, and are assessed at $5,741.

Property owners and residents, none of whom are assessed with personal property, are: Sophie Schulz, John Myknies, Emma J. Forgey, Wm. John Gillespie, John Vonderburg, Nils August Wilson, Samuel A. Estlick, Geo. W. Turner and Ida G. McGee.

District No. 152.

Total valuation, $22,398.

There is no real estate patented in Stevens county.

The following persons residing in this district reside in Stevens county, and are assessed as follows on personal property:

Wm. Heritage, $150.
Emory Heritage, $155.
H. W. Heritage, $75.
Chas. M. Kaufman, $152.
Nellie W. Clark, no personal property.

Total, $532.

Balance in Pend Oreille county, $21,866.

SCHOOL DISTRICTS IN PEND OREILLE COUNTY AND THEIR VALUATIONS ON THE 1910 TAX ROLLS.

15	$101,787
39	91,623
41	156,951
46	122,353
50	119,030
61	25,847
62	178,303
66	100,066
71	66,879
83	61,315
88	102,091
103	71,517
108	115,802
109	100,923
115	605,209
124	274,386
126	104,935
130	260,094
132	85,707
135	103,932
144	47,664
149	47,080
157	45,342
165	.....
166	.....
169	.....
38	49,650
136	100,063
145	31,130
65	10,307
151	7,491
153	12,520
163	5,741
152	21,866
Total	$3,227,604

ASSESSED VALUATION.

Original levy, $10,383,729.

Treasurer's supplement to tax roll, $34,775.

Total amount of tax rolls, including supplement, $10,418,504.

Less net tax cancellations on 1910 rolls as shown by the treasurer's correction ledger.

Cancellations for Pend Oreille county, $29,438.

Cancellations for Stevens county, $74,406.

Total cancellations, $103,844.

Net valuation of the tax rolls, $10,314,660.

Pend Oreille county, original rolls, $3,227,604.

Pend Oreille county, supplement, $5,580.

Total, $3,233,184.

Less cancellation, $29,438.

Net valuation of Pend Oreille county, $3,203,746.

New Stevens county, $7,110,914—68.95 per cent.

Pend Oreille county, $3,203,746—31.05 per cent.

Total net valuation of Stevens and Pend Oreille counties, $10,314,660—100 per cent.

Percentage basis for distributing indebtedness and credits:

Stevens county, 68.95 per cent.
Pend Oreille county, 31.05 per cent.

Value of that part of road district No. 2 in Pend Oreille county, $678,998.

Value of that part of road district No. 2 in Stevens county, $2,179,737.

Total value of road district No. 2, $2,858,735.

Percentage for distributing indebtedness and credits of road district No. 2:

Pend Oreille county, 23.75 per cent.
Stevens county, 76.25 per cent.
Total, 100 per cent.

Value of that part of road district No. 3 in Pend Oreille county, $2,185,393.

Value of that part of road district No. 3 in Stevens county, $2,385,972.

Total valuation of road district No. 3, $4,571,365.

Percentage for distributing indebtedness and credits of road district No. 3:

Pend Oreille county, 47.59 per cent.
Stevens county, 52.41 per cent.
Total, 100 per cent.

Value of road district No. 2 in Pend Oreille county, $678,998.

Value of road district No. 3 in Pend Oreille county, $2,185,393.

Value of incorporated town of Newport, $339,355.

Total valuation of Pend Oreille county, $3,203,746.

Value of road district No. 2 in Stevens county, $2,179,737.

Value of road district No. 3 in Stevens county, $2,385,972.

Value of road district No. 1 and the incorporated towns remaining in Stevens county, $2,545,205.

Total valuation of Stevens county, $7,110,914.

Total valuation of both counties, $10,314,660.

And it further appearing from said tax rolls that the relative proportions of property valuations were 68.95 per cent for Stevens county, and 31.05 per cent for Pend Oreille county, it is hereby mutually agreed that the basis accepted for the distribution and division of indebtedness and property shall be accepted at 68.95 per cent for Stevens county and 31.05 per cent for Pend Oreille county.

SECOND.

EXHIBIT "B."

Showing the total amount of warrant and bonded indebtedness to be divided, for which the general credit of the county is obligated. This exhibit comprises all bonded debt of the county, together with the indebtedness evidenced by the outstanding warrants drawn upon the following county funds:

Current expense fund, general road and bridge fund, indigent soldiers' fund, game protection fund and horticultural fund.

Also the accrued interest computed from the last interest paying period until June 10, 1911, for the bonded indebtedness, and the accrued interest upon all outstanding warrants from the time of registration and endorsement of the county treasurer, computed to the 10th day of June, 1911, or if called for payment by the county treasurer prior to the date above last named, then to the date of the county treasurer's call.

It is hereby understood and agreed, however, that where the indebtedness of the county in any county general fund exceeds the amount of cash in the hands of the county treasurer, which belongs to and may be applied to the payment of warrants drawn against that fund, that the cash in said fund shall be applied to, and deducted from the indebtedness of that fund, before any distribution of the fund shall be made, and that the remainder, if any, shall be the amount taken for distribution

Under this agreement the funds affected are:

Current expense fund, general road and bridge fund and bond sinking and interest fund

It is further mutually agreed that where the cash to the credit of any fund exceeds the indebtedness of that fund, the outstanding warrants against the fund shall be deducted from the cash balance before the distribution of the cash balance shall be made. The funds affected by this provision are:

Indigent soldiers' fund, horticultural fund, game protection fund, county fair fund, institute fund and trust fund.

INDEBTEDNESS OF STEVENS COUNTY.

Bonded Indebtedness.

Bonds issued April 1, 1894, $20,000; rate of interest, 4 per cent.; period, 20 years; accrued interest, $155.55; total, $20,155.55.

Bonds issued March 1, 1902, $35,000; rate of interest 4 1-2 per cent.; period, 20 years; accrued interest, $437.50; total, $33,437.50.

Bonds issued November 1, 1909, $184,000; rate of interest, 4 1-2 per cent; period, 20 years; accrued interest. $920; total, $184,920.

Total bonds issued, $239,000.

Total accrued interest, $1,513.05.

Total bonded indebtedness, $240,513.05.

Warrant Indebtedness.

Outstanding as of June 10, 1911.

Current expense fund warrants, $51,327.21; accrued interest, $885.08; total, $52,212.29.

General road and bridge fund warrants, $15,025.29; accrued interest, $380.24; total, $15,405.53.

Indigent soldier fund, $20.00.
Game protection fund, $10.00.
Horticultural fund, $198.85.
Total warrants, $66,581.35.
Total accrued interest, $1,265.32.
Total warrant indebtedness, $67,846.67.

Relative proportion of indebtedness, based upon tax rolls of 1910:

Stevens county(new) valuation, $7,110,914.

Pend Oreille county (new) valuation, $3,203,746.

Original Stevens county valuation, $10,314,660.

Ratio of distribution:

Stevens county (new), 68.95 per cent.
Pend Oreille county (new), 31.05 per
Original Stevens county, 100 per cent.
Total, 100 per cent.

THIRD

EXHIBIT "C."

Showing indebtedness of road district No. 2, part of which lies in Stevens county, and part of which lies in Pend Oreille county.

SPECIAL INDEBTEDNESS — ROAD DISTRICT NO 2.

Warrants outstanding as of June, 10, 1911.

Ratio of distribution: Stevens county, 76.25 per cent; Pend Oreille county, 23.75 per cent.

Warrants, $28,197.04; interest, $1,597.92; total, $29,794.96.

Less 1911 labor—Warrants, $4,779.09; interest, $15.87; total, $4,794.96.

Net balance—Warrants, $23,417.95; interest, $1,582.05; total, $25,000.

And it further appearing that the warrant indebtedness of said road district No. 2 is $28,197.04, upon which interest has accrued to the amount of $1,597.92, making a total indebtedness of $29,794.96, and the records show that of said indebtedness warrants to the amount of $4,779.09 have been drawn since the first day of January of the present year, during which time it would appear that practically no work had been done nor funds expended for said district in the territory embraced by road district and now lying in Pend Oreille county, it is hereby mutually agreed to deduct from said outstanding indebtedness the sum of $4,779.09 from the warrant indebtedness, and the sum of $15.87 from the accrued interest charges, leaving the total indebtedness of road district No. 2 which is mutually accepted as a basis for distribution, placed at the amount of twenty-five thousand dollars ($25,000).

It is further mutually agreed that said distribution of the indebtedness of road district No. 2 shall be made after deducting from $25,000 the amount of cash remaining to the credit of road district No. 2 on the 10th day of June, 1911, as shown by the books of the county treasurer and given as $3,143.28, leaving to be distributed $21,856.72.

It is further agreed upon that so soon as practicable, the auditor of Pend Oreille county shall draw warrants upon and charge to the funds of the said road district No. 2 as now embraced within the limits of Pend Oreille county payable to road district No. 2 of Stevens county

It is further mutually agreed that the basis of distribution shall be for Stevens county 76.25 per cent and for Pend Oreille 23.75 per cent, both based upon the valuation of property located in the respective districts as now outlined, and as assessed upon the tax rolls of 1910.

Under the terms of this agreement it is mutually agreed that the amount of indebtedness to be apportioned is $21,856.72; that Stevens county apportionment is 76.25 per cent; that Pend Oreille's apportionment is 23.75 per cent; that Stevens county's apportionment at 76.25 per cent is $16,665.75; that Pend Oreille's apportionment at 23.75 per cent is $5,190.97; total district indebtedness is 100 per cent, $21,856.72. And that Pend Oreille county shall by its auditor issue warrants against the funds of the district set over as district No. 2 in the sum of $5,190.97, payable to road district No. 2 of Stevens county.

FOURTH.

Showing indebtedness of road district No. 3, part of which lies in Stevens county, and part of which lies in Pend Oreille county.

EXHIBIT "D."

Special Indebtedness Road District No. 3. Warrants Outstanding as of June 10, 1911.

Ratio of distribution—Stevens county, 52.41 per cent; Pend Oreille county, 47.59 per cent; warrants, $18,586.88; interest, $748.22; total, $19,335.10.

And it further appearing that the indebtedness of said road district No. 3 is $18,586.88 upon outstanding warrants, upon which interest has accrued to the amount of $748.22, making a total indebtedness of $19,335.10, to partially offset which there is to the credit of said fund in the hands of the county treasurer, $5,059.71, as shown by his books on the 10th day of June, A. D. 1911, it is mutually agreed that said distribution of the indebtedness of said road district No. 3 shall be made after deducting from the total indebtedness the amount of $5,059.71, as cash shown to the credit of the fund.

It is further agreed and accepted that the auditor of Pend Oreille county shall issue against and charge to the funds of the district now lying within the territory of Pend Oreille county, and payable to road district No. 3 of the county of Stevens, warrants in an amount equal to its just proportion of the indebtedness of said road district No. 3.

It is further mutually agreed that the basis of distribution shall be 52.41 per cent for Stevens county, and 47.59 per cent for Pend Oreille county, both based upon the valuation of the property located in the respective counties as shown by the tax rolls for the year 1910.

Under this agreement it is mutually agreed that the amount of indebtedness to be apportioned is $14,275.39, and the relative proportions are: For Stevens county, $14,275.39, at 52.41 per cent, $7,481.73; Pend Oreille county, $14,275.39, at 47.59 per cent, $6,793.66; total district indebtedness, $14,275.39, 100 per cent, $14,275.39.

And that Pend Oreille county shall, by its auditor, issue warrants against the funds of district set over as district No. 3 in the sum of $6,793.66, payable to road district No. 3 of Stevens county.

EXHIBIT "E," NO. 1.

Showing amount of cash in the general funds of the county, under date of June 10, 1911, as shown by the books of the county treasurer and certified to by him, a copy of which is hereto attached and made part of this exhibit.

RATIO OF DISTRIBUTION.

Stevens county, 68.95 per cent.
Pend Oreille county, 31.05 per cent.

Fund.	Amount.
Current expense	$ 9,398.05
General road and bridge	3,113.61
Bond sinking and interest	11,752.53
Indigent soldiers	254.02
Horticultural	2,038.44
Game protection	3,450.97
Institute	112.00
County fair	31.97
Trust	555.50
Cash balances	30,707.09
Bounty due from state, accounted as cash	58.00
Total cash resources	30,765.09

EXHIBIT "E" NO. 2.

Cash in Special Funds to Be Apportioned.

June 10, 1911.

District Road and Bridge No. 2, $3,143.28.

District Road and Bridge No. 3, $5,059.71.

EXHIBIT "F."

Showing in detail the cost of bridges, the amount donated by property owners affected, the discount allowed for depreciation and the amount appraised and accepted for proportionate distribution.

RATIO OF DISTRIBUTION.

Stevens county, 68.95 per cent.
Pend Oreille county, 31.05 per cent.

ROCK CUT BRIDGE.

Paid by Ferry county, $3,204.00.
Paid by Stevens county, $2,710.00.
Outstanding warrants to be assumed by Stevens county as per law, $2,375.00.
Total cost of the bridge, $8,289.00.
Cost to Stevens county, $5,085.00.
Less 10 per cent for depreciation accepted at $510.00.
Less outstanding warrants, $2,375.00.
Balance for apportionment, $2,200.00.

Rock Cut bridge, cost county, $5,085.00.; value to county, $5,085.00.; discounted, $2,885.00.; accepted value, $2,200.00.

Napoleon bridge, cost to county, $3,573.39.; donated, $1,295.33.; value to county, $4,868.72.; discounted, $1,218.72; accepted value, $3,650.00.

Laurier bridge, cost to county, $3,880.00.; donated, $1,120.00; value to county, $5,000.00; discounted, $1,250.00; accepted value, $3,750.00.

Orient bridge, cost to county, $2,245.00; value to county, $2,245.00; discounted, $345.00; accepted value, $1,900.00.

Detillion bridge, cost to county, $3,500.00; value to county, $3,500.00; discounted, $525.00; accepted value, $2,975.00. Total cost to county, $18,283.39; total amount donated, $2,415.33; total value to county, $20,698.72; total amount discounted, $6,223.72; total accepted value, $14,475.00.

Stevens county property taken as an asset.

SUMMARY OF BRIDGE ACCOUNT.
Ratio of Distribution.

Stevens county, 68.95 per cent.
Pend Oreille county, 31.05 per cent.

Napoleon bridge	$ 3,650.00
Laurier bridge	3,750.00
Rock Cut bridge	2,200.00
Orient bridge	1,900.00
Detillion bridge	2,975.00
Total value of bridges	$14,475.00

EIGHTH.

EXHIBIT "G."

Showing the value of all other property owned by Stevens county and entering into the distribution of assets of the original county.

Block fourteen, city of Colville, upon which is located the county courthouse and county jail, together with the contents, consisting of furniture, fixtures and books.

Also 160 acres located in sections 1, 2 and 12, township 35, and range 39, E. W. M., commonly known as the county poor farm.

Block fourteen accepted at an appraised valuation of $38,000.00.

Poor farm accepted at an appraised valuation of $5,500.00.

Total, $43,500.00.

County property, not including bridges, to be apportioned as follows:

Stevens county, 68.95 per cent.
Pend Oreille county, 31.05 per cent.

SUMMARY OF GENERAL ASSETS.

Cash, $30,765.09.
Bridges, $14,475.00.
Buildings and fixtures, $43,500.00.
Total to be apportioned, $88,740.09.

SUMMARY OF SPECIAL ASSETS.

Cash balances in road districts deducted from indebtedness before the distribution of warrant indebtedness is made.

Road district No. 2,$3,143.28.
Road district No. 3, $5,059.71.
Total deduction on account of district indebtedness, $8,202.99.

NINTH.

EXHIBIT "H."

(1)

Showing the net condition of funds entering into the liability side of the account after deducting the cash balances for the outstanding bonded and warrant indebtedness as shown in Exhibits "E" and "B."

Bounty due, taken as cash, cash balance, $58.00.

Current expense, indebtedness, $52,212.29; cash balance, $9,398.05; net liability, $42,756.24.

General road and bridge, indebtedness, $15,405.53; cash balance, $3,113.61; net liability, $12,291.92.

Sinking fund and interest, indebtedness, $240,513.05; cash balance, $11,752.53; net liability, $228,760.68.

Total indebtedness, $308,130.87; total cash balance, $24,322.19; total net liability, $283,808.68.

(2)

Showing the net condition of funds after deducting all outstanding warrants from the cash balance to the credit of the funds.

Indigent soldiers, cash balance, $254.02; outstanding warrants, $20.00; net resources, $234.02.

Horticultural, cash balance, $2,038.44; outstanding warrants, $198.85; net resources, $1,839.59.

Institute, cash balance, $112.00; outstanding warrants, none; net resources, $112.00.

Game protection, $3,450.97; outstanding warrants, $10.00; net resources, $3,440.97.

County fair, cash balance, $31.97; outstanding warrants, none; net resources, $31.97.

Trust funds, cash balance, $555.50; outstanding warrants, none; net resources, $555.50.

Total cash balance, $6,442.90; total warrants outstanding, $228.85; total net resources, $6,214.05.

OTHER ASSETS.

Block fourteen, city of Colville, $38,000.00.

Poor farm, $5,500.00.

County bridges, $14,475.00.

Total miscellaneous assets, $57,975.00.

TENTH.

EXHIBIT "I."

GENERAL SUMMARY OF ASSETS AND LIABILITIES.

Miscellaneous county property, assets, $57,975.00.

Net balance county funds, assets, $6,214.05.

Total assets, $64,189.05.

Warrant indebtedness, net liabilities, $55,048.16.

Warrant indebtedness, net, $55,048.16.

Net bonded indebtedness, liabilities, $228,760.52.

Total liabilities, $283,808.68.

Excess liabilities for apportionment, $219,619.63.

Stevens county apportionment, 68.95 per cent.

Pend Oreille county apportionment, 31.05 per cent.

Stevens county, $219,619.63 at 68.95 per cent apportionment, $151,427.73.

Pend Oreille county, $219,619.63 at 31.05 per cent apportionment, $68,191.90.

In re the re-imbursement to Stevens county for the collection of delinquent taxes now on the rolls of Stevens county, we submit that section 3 of the act under which the county of Pend Oreille was created is capable of more than one construction, any one of which seems tenable under the reading, and in view of such ambiguity the exact meaning of the law is obscure. The further contention is made that when the law passed it was intended to carry an emergency clause, which would have put it into immediate effect. Had this been done, all personal taxes would have gone to the credit of Stevens county, and Pend Oreille county would have had no interest in the distribution or ownership of the said personal tax. Owing to the fact that the settlement was made as of June 10th, the date under which the law went into effect, the funds were distributed along with other funds and Pend Oreille has received her proportion of the personal tax, as under the law there is practically no delinquent personal tax on the rolls after May 31st of any year, or if there be, the difficulty and expense of collection practically dissipates the tax as a factor in making up the assets of the county. We agree that it was the intention of the residents of both counties as now established that the law should carry an emergency clause which would have put it into immediate effect, and in that event Stevens county would have been legally entitled to withhold from the general distribution the amount collected on account of personal taxes. This has not been done, and Pend Oreille county has benefited in the amount represented by 31.05 per cent of the amount so collected. Common sense, based upon fairness and equity, rather than an ambiguous law, which may mean something or nothing, according to the interested bias or prejudice of the reader, should be taken as the factor in determining what is fair.

With this purpose in view, we mutually agree that $4,000.00 is a fair and equitable allowance, and Pend Oreille county agrees to pay, and Stevens county agrees to accept, the further sum of $4,000.00 as full and complete satisfaction and remuneration for collecting all delinquent taxes due Pend Oreille county, and the said $4,000.00 shall be understood to mean a payment in addition to the amount of the general liability of Pend Oreille county under the distribution of general indebtedness and shall be paid in the same manner and at the same time as other payments affecting this division are made.

It is further mutually agreed that Stevens county shall pay the full county portion of the salary of the Hon. D. H. Cary, judge of the superior court, for the months of August, July and two-thirds of the month of June, and that Pend Oreille county shall re-imburse Stevens county for such payment in the amount of $100.00, and that such payment shall be considered in addition to the amount due on the general settlement, and shall be paid in the same manner and at the same time as other payments affecting this division are made.

It is further agreed that Pend Oreille county shall be entitled to receive in cash, and Stevens county agrees to pay in cash, the proportion of cash in the following general county funds:

Soldiers' relief fund, $72.66.
Game protection fund, $1,068.42.
Horticultural fund, $571.19.
Institute fund, $34.78.
County fair fund, $9.93.
Trust funds, $172.48.
Total, $1,929.46.

After the amount of warrants outstanding against such funds shall have been deducted, and it is hereby determined that the amount remaining in such funds after deductions have been made is $6,214.05, and that the amount which Pend Oreille county is entitled to receive on this account is $1.05 per cent of $6,214.05, or $1,929.46; provided, however, that the amount of $1,929.46 when so deducted from the general funds and paid to Pend Oreille county or accounted for in the manner herein specified, shall be added to and made a part of the general indebtedness assumed by Pend Oreille county, and shall be paid in the manner and at the same time as other payments are made.

This resolves itself into the following

GENERAL SUMMARY.

Stevens county shall receive from Pend Oreille county—

On account of general indebtedness, $68,191.90.

On account of personal tax account, $4,000.00.

On account of judge's salary, $100.00.

On account of road district No. 2, $5,190.97.

On account of road district No. 3, $6,793.66.

Total, $84,276.53.

Less the amount deducted on accounts above, $1,929.46.

Due Stevens county, $82,347.07.

Due Stevens county on general accounts, $70,362.44.

Due Stevens county on road district No. 2, $5,190.97.

Due Stevens county on road district No. 3, $6,793.66.

Due Stevens county for deductions specified accounts, $1,929.46.

Total, $84,276.53.

Due Pend Oreille county, cash, specified funds, $1,929.46.

Actual liability of Pend Oreille county, $82,347.07.

Conditional liability of Pend Oreille county, $84,276.53.

And whereas, it was intended that this settlement should be made as soon as possible after the law became effective, Stevens county, by reason of the delay, has been compelled to pay or obligate itself to pay accrued interest in its outstanding indebtedness, it is mutually agreed that Pend Oreille county shall pay in addition to the amount already set as due on the general indebtedness 31.05 per cent of the interest accruing from June 10th, 1911, and that said interest on said general warrant and bonded indebtedness is $1,226.02.

Road district No. 2, $118.75.

Road district No. 3, $184.03.

And for the purpose of making a complete and immediate settlement of the property rights of the two counties at this time it is mutually agreed that all cash now in the treasury of Stevens county shall remain as the propetry of Stevens county, and that the amount of interest which will have accrued on September 10th, 1911, shall be added to and become a part of the general fund indebtedness considered as the actual liability of Pend Oreille county. It is also agreed that the actual liability of Pend Oreille county after said interest has been added shall be computed at 96.5 per cent, and that Pend Oreille county shall pay and Stevens shall accept as full and complete satisfaction the warrants of Pend Oreille county bearing 8 per cent interest, said warrants to take precedence in their issue of other warrants which may be issued by Pend Oreille county. When such payment is made Stevens county shall acknowledge full and complete satisfaction of all obligations due and absolve Pend Oreille county from any future payments on account of bonded or warrant indebtedness of any of the general funds of the county.

The accrued interest on road district No. 2 is accepted as $118.75, which it is agreed shall be added to the amount first set out as due from said road district No. 2, but it is also agreed that road district No. 2 shall receive from that portion of road district No. 2 set over into Pend Oreille county $200.00 to compensate it for all demands against Stevens county road district No. 2 on account of an excess of road machinery held in the Stevens county road district No. 2. It is further agreed that all settlements of road machinery and road culvert material shall be considered as having been adjusted by reason of the above allowance.

This leads to the general settlement based upon the original statement and the modifications set forth in the foregoing paragraphs.

GENERAL SETTLEMENT.

Road district No. 2, due from Pend Oreille county, $5,190.97.

Interest accrued to September 10th, 1911, $118.75.

Total, $5,309.72.

Less on account of machinery deduction, $200.00.

Due from road district No. 2 in 8 per cent warrants, $5,109.72.

Road district No. 3, due from Pend Oreille county, $6,793.66.

Interest accrued to September 10th, 1911, $184.03.

Due from road district No. 3 in 8 per cent warrants, $6,977.69.

GENERAL FUNDS.

Due from Pend Oreille county on actual liability, $70,362.44.

Accrued interest on bonds and warrants, $1,226.02.

Total, $71,588.46.

$71,588.46 at 96.5 per cent, payable in 8 per cent warrants, $69,082.86.

And, whereas, it is hereby determined that there is now due Stevens county payable in Pend Oreille county warrants, bearing 8 per cent interest:

From road district No. 2, $5,109.72.
From road district No. 3, $6,977.69.
From Pend Oreille county, $69,082.86.
Total due Stevens county and road districts, $81,170.27.

The parties hereto hereby compromise and fix the indebtedness at the sum of $81,170.27, and

Whereas, After careful search and consideration it is found that the value of all county roads and bridges, court house and jail property, books and fixtures, poor farm and other property, so nearly approaches the right proportion of property to which the two counties were equitably entitled, it is hereby agreed that an equitable division and distribution of said property will be made on the above basis, and it is mutually agreed that all property now lying within the boundaries of Stevens county shall belong to Stevens county, and Pend Oreille county, by its auditor, shall quit claim to Stevens county its right in all property, both personal and real, located within the present boundaries of Stevens county.

NOW THEREFORE, it is hereby agreed by and between L. E. Jesseph, auditor of Stevens county, and H. H. Murray, auditor of Pend Oreille county, Washington, to accept the above conditions as the basis of settlement, and when its conditions are complied with, all claims of every nature or kind arising from county division shall be deemed to have been paid, and Pend Oreille county shall be discharged from further obligation, and its portion of the debts of Stevens county shall be fully satisfied by Stevens county assuming them.

Witness our hands and seals this 24th day of August, A. D. 1911.

L. E. JESSEPH,
Auditor Stevens County.
H. H. MURRAY,
Auditor Pend Oreille County.

Approved: W. W. Palmer, Frank Ferguson, E. H. Long, Commissoners of Stevens county.

Approved: G. W. Sutherland, D. R. Atherton, L. L. Mathews, Commissioners of Pend Oreille County.

CALL FOR CALISPELL DIKING DISTRICT WARRANTS.

All warrants drawn on Calispell diking district No. 1 of Stevens county, Washington, and registered on or before dates given, are hereby called for payment, and interest ceases from this date.

District No. 1, to and including No. 19, registered December 28, 1909.

Dated at Colville, Washington, August 24, 1911.

BLISS PHILLIPS,
Treasurer of Stevens County,
Washington.
By IRVING D. SILL, Deputy.

CALL FOR COUNTY CURRENT EXPENSE FUND WARRANTS.

All warants drawn on the county current expense fund, to and including No. 10500, issued March 15, 1911, are hereby called for payment, and interest ceases from this date.

Dated at Colville, Washington, August 24, 1911.

BLISS PHILLIPS,
Treasurer of Stevens County,
Washington.
By IRVING D. SILL, Deputy.

CALL FOR COUNTY GENERAL ROAD AND BRIDGE FUND WARRANTS.

A warrants drawn on the county general road and bridge fund, to and including No. 6545, issued December 19, 1910, are hereby called for payment, and interest ceases from this date.

Dated at Colville, Washington, August 24, 1911.

BLISS PHILLIPS,
Treasurer of Stevens County,
Washington.
By IRVING D. SILL, Deputy.

CALL FOR GENERAL SCHOOL FUND WARRANTS.

All warrants drawn on the general fund of the following school districts, registered on or before the dates given, are hereby called for payment, and interest ceases from this date.

Dated at Colville, Washington, August 24, 1911.

District No.	Date Registered.
1	June 26, 1911
2 to and including Wt. 59	December 28, 1909
3 to and including Wt. 161	September 24, 1910
6	July 17, 1911
7	August 23, 1911
10	April 25, 1911
11 to and including Wt. 126½	April 25, 1911
13 to and including Wt. 65	October 29, 1910
14	March 21, 1910
17	October 27, 1910
19	August 23, 1911
20	April 26, 1910
23	May 20, 1911
24	November 3, 1910
25	July 17, 1911
28 to and including Wt. 71	December 23, 1910
30	December 21, 1910
31 to and including Wt. 15	November 16, 1910
32	May 13, 1910
33	February 18, 1911
34	October 10, 1910
35	February 6, 1911
36	June 7, 1911
37	December 23, 1910
38	February 17, 1911
40	August 25, 1910
48	July 28, 1911
53 to and including Wt. 1396	April 2, 1909
54	May 6, 1910
55	May 10, 1911
59	February 21, 1911
60	December 16, 1910
64	June 14, 1911
72	July 31, 1911
73	November 14, 1910
78	July 17, 1911
80	January 22, 1910
81	August 23, 1911
82	March 15, 1909
90	February 5, 1910
92	April 18, 1911
94 to and including Wt. 34	February 21, 1911
95	February 7, 1910
96	October 6, 1909
97	January 28, 1911
98	August 1, 1910
104	December 13, 1907
106	May 15, 1911
107	January 18, 1911
108	August 23, 1911
109	August 23, 1911
110	March 30, 1909
113	December 9, 1909
114	August 23, 1911
115 to and including Wt. 199	November 1, 1910
116	November 26, 1910
117 to and including Wt. 13	November 10, 1910
122	January 25, 1911
123	October 6, 1910
127 to and including Wt. 30	May 13, 1911
129	September 9, 1910
131	May 1, 1908
133	December 1, 1910
134	December 24, 1909
136 to and including Wt. 31	December 9, 1910
137	November 12, 1910
139	February 10, 1911
140	February 3, 1911
141	September 17, 1910
142	March 11, 1911
145	June 9, 1911
146 to and including Wt. 18	December 31, 1910
147	May 14, 1910
148	April 8, 1911
150	May 23, 1910
153	June 9, 1911
154 to and including Wt. 67	June 11, 1910
155	December 1, 1910
156	November 9, 1910
157	June 9, 1911
158	June 14, 1911
159	June 29, 1911
161 to and including Wt. 11	June 2, 1911
162 to and including Wt. 7	December 28, 1910
163	May 8, 1911
165 to and including Wt. 5	October 31, 1910
U. H. D. No. 2 to and including Wt. 57	December 27, 1910
U. H. D. No. 3	December 28, 1910
U. H. D. No. 4	December 5, 1910

Dated at Colville, Washington, August 24, 1911.

BLISS PHILLIPS,
Treasurer of Stevens County,
Washington.
By IRVING D. SILL, Deputy.