



Dear Amber & Bob,

04 May 2006

Per the letter I sent on 13 February 2006 we are changing the water rates. Rather than try and schedule a meeting for a vote we hope that you can sign the below and place in my mail box.

The changes to the bill are summarized below and a sample bill is attached. If you agree please sign the below and place in my mailbox at 5587 W. Camino Cielo:

1. Eliminate the "repair assessment", and charge one base rate of \$60.00. Today the effective base rate is \$60.00.
2. Eliminate the number of residents as a factor and keep the base rate at 2000 ft³. Charge \$0.05/ft³ for usage between 2000-4000 ft³ and \$0.075/ft³ for usage above 4000 ft³. This will increase reserves by \$500-\$1000/yr.
3. Households may limit a bill to \$250.00 (once per year) if it can be demonstrated that a line-break occurred. Approval will be limited to majority vote, via write-in campaign on the next billing period (see attached "Proposed Bill").
4. Miscellaneous changes (see the attached)

Regards,

A handwritten signature in black ink that reads "William E. Hurst". The signature is written in a cursive, slightly slanted style.

Bill Hurst
President, Romaldo Water

We agree to the changes in the water rates per the above.

Amber York

Bob Land

Proposed Bill

Romaldo Community Water Company

WATER BILLING FOR THE TWO MONTH PERIOD ENDING _____

5587- HURST/ LOVE

PRESENT READING _____
PREVIOUS READING _____
AMOUNT OVER BASE (2000 FT³) _____

0-2000 FT ³		\$60.00
2000-4000	(\$0.05 X FT ³)	\$
4000-	(\$0.075 X FT ³)	\$
NON-REGISTERING METER/ LATE PAYMENT (\$25.00)		\$
TOTAL		\$

Sign this box if you approve limiting the payment of the water bill for XXXX WCC to \$250.00 due to a line blowout.

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PLEASE READ YOUR METER ON OR ABOUT _____

HURST/ LOVE METER READ _____

PLEASE RETURN THIS SLIP WITH YOUR PAYMENT TO:

ROMALDO COMMUNITY WATER COMPANY
C/O RON BUZARD
5645 WEST CAMINO CIELO
SANTA BARBARA, CA 93105