

Email received from Sue Ann Smith
Tuesday, March 10, 2009 11:22 AM

Sorry for the delay. Attached is the draft with our final comments.

- 1) we want the rates to be fixed and not be increased according to the CPI index,
- 2) we cannot accept 1,000,000,000 gallons per day unless you want to build us a new storage pond.
- 3) The words “that can be traced to the reuse water” must be taken out of the liability language since the only water we will be using is the reclaimed water
- 4) We need to make sure that there are NO COSTS to us upfront. We are not able to fund anything new as a result of signing this agreement.

Please review and make changes and David Harvey and Joe Barry will be available to sign when you are ready.

Thanks,
Sue Ann Smith