**ERDA ACRES WATER COMPANY, INC.**

A Non-Profit Company

P.O. Box 11 Tooele, Utah 84074

November 5, 2018

**To:** Erda Acres Water Company Shareholders

**Subject:** Erda Acres Water Company (EAWC) Annual Shareholder Meeting announcement

**Shareholder Meeting Details:** Tuesday, November 27, 2018 @ 7:00PM. Excelsior Middle School on Erda Way (new building).

**Major Agenda Items:**

1. Water system status, connections, usage and 2019 initiatives
2. 2018-2019 budget
3. Proposed water rate increase for 2018-2019
4. Water company acquisition offer
5. Shareholder Q&A
6. Board member election
7. Shareholder Adjourn
8. November 2018 board meeting.

**Recommendations**:

1. The Board is recommending an increase in the water rates for 2018-2019.
	1. EAWC has not increased rates since the completion of the new system in 2009. The stability of our water rates is due to the increased number of connections. However, the growth in Erda has slowed due to requirements imposed by Tooele County to have new developments connected to sewer.
	2. Current monthly rate: $40.00 monthly base fee + $0.75 for each 1,000 gallons of water used up to 70,000 gallons + $1.25 for each 1,000 gallons of water used over 70,000.

**EAWC Overview:**

Currently, EAWC finances are steady with adequate reserves. The water system, which includes a storage tank, two wells, two water pumps, a booster station, a generator and a distribution system are all functioning properly.

EAWC infrastructure is sound, however, repairs and upgrades to the system are consistently required to address meter reading issues, leaks, and operation of fire hydrants.

Backflow prevention. Remember water can flow two directions in a hose. If ther water pressure becomes lower than normal water can flow backwards. Some helpful hints. Ensure water leaving a hose runs through an air space gap of at least 2 inches before it enters into a container. Another tip is to make sure there is a hose-bibb vacuum breaker attached to all outdoor spigots.

The proposed budget for 2018-2019, the minutes from last year’s Shareholder Meeting, the voting proxy form and this year’s meeting agenda are posted at [www.erdawater.com](http://www.erdawater.com). Please come, participate, and vote on the decisions that will shape our water company’s future.

If you have any questions, comments or concerns, feel free to contact me or any of the other board members (a list of board members can also be found on the company website).

Sincerely,

Tom Isom, President

Erda Acres Water Company