Chester R. Lockwood, Jr.

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July 19, 1993

Mr. Bert Teskey Chairman Mayer Domestic Water Improvement District PO Box 250 Mayer, Arizona 86334

Re: Commitment for Service - Mayer Estates

Dear Mr. Teskey:

As you recall, in March of 1993, Mr. and Mrs. Albins submitted to the District their request for a commitment of service on Mayer Estates.

The Board, being concerned about what the District would be committing to, sent a letter to Mr. and Mrs. Albins dated March 18, 1993 (see copy of letter enclosed). In response to said letter, Mr. and Mrs. Albins submitted their written response as to what they intended to do and what they understood would, in fact, be their rights and obligations with respect to said water service.

Lastly, the Albins came and met with me on July 16, 1993, regarding the same (they attempted to get in much sooner but I was too busy and ill) and discuss the proposal with me and pointed out that since the original sale of the Water Company to the District, they had an additional sale of several wells to the District with a commitment for the District to provide water service.

As counsel for the District I am satisfied that their request is appropriate and the District can make commitments for the providing of water service. As indicated in Mr. Albins response, he understands that he is responsible for the costs, engineering, permits, etc.

Mr. Albins indicated that given the size of the subdivision, under current applicable laws and requirements, water mains are not required. I can not independently verify that, but I assume he is correct because of his familiarity with the rules and regulations. In any event, he assures me that whatever the applicable laws, rules and regulations are he will follow them as he always has.

Therefore, it appears what is needed is a line extension agreement between the Albins and the District providing of the extensions of these mains and the recoupment by Mr. Albins of the monies he will expend to people connecting to the same.

I am more than happy to prepare that if and when the District and Mr. Albins are ready to proceed on the same and the plans are in place.

Mr. and Mrs. Albins indicated that they would like to proceed on this matter as quickly as possible. If you desire for me to proceed on behalf of the District and prepare an agreement, please let me know, otherwise I will take no action and will assume that the Board is making the necessary arrangements.

Should you have any questions, please feel free to call me.

Sincerely,

Chester R. Lockwood, Jr.

CRL/bbh enclosures

cc: Mr. and Mrs. Albins