

May 5, 1995

Silver Springs Water Company presentation to the Master Homeowners Assoc.

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tentatively scheduled to perform fire flow tests in conjunction with the fire department later this summer.

System maintenance:

- At present, the system maintenance is performed by David and myself. Jobs which require engineering, electrical expertise and other more technical work are contracted out. I am in the process of creating a scheduled maintenance program and an itemized budget for them.

The Lakes:

- Silver Springs owns the water right which maintains the lake flows. Their current storage capacities are: 1) Little lake – 25 acre feet, 2) Large lake – 140 acre feet, and 3) Silver Meadow pond – unknown. We have easement rights and responsibility for maintaining the ditches, diversions and outlets for the flow of this water. These diversions include Spring Creek and Willow Creek. We have updated a map showing the watercourses within Silver Springs. I have attached a copy of that map. I have also attached a copy of a letter sent by the State Engineer concerning jurisdiction over the lakes.
- There are a lot of issues surrounding the lakes, such as:
 - 1) easement rights around the lakes,
 - 2) water quality and siltation,
 - 3) miscellaneous drainage into the lakes such as storm drains,
 - 4) flow measurements (there is no record of flows taken since the lakes were built in 1980).
 - 5) liability for the recreational use of the lakes.

We are currently working with the Homeowners Lake Committee – looking at ways we can work together to improve and maintain the quality of the lakes.

Rate changes:

- As mentioned before, we are currently providing service under the Tariff set by the Utah Public Service Commission (PSC) in 1986. Though it is true that rates have not gone down since then, they have not gone up either. Adjusting for a 4% inflation rate for those nine years would put the 1986 base rate of \$39.50 at \$58.47, therefore, theoretically, rates in real dollars have gone down.
- We submit annual reports to the PSC and if we do go for any sort of rate change, then we have to do it according to their procedures, which include public comment and hearings.

Conclusion:

We thank the Association for giving us the opportunity to address a lot of these issues. We look forward to continued good relations with you and the rest of our customers. If you have any questions or problems don't hesitate to contact us.

Our phone numbers are: 649-9500 during normal business hours

640-0940 emergency phone number and pager