

RE: Melody Ranch Third Well

June 5, 2013

Dear Melody Ranch, Glory View and Sage Meadows property owners,

We wanted to update you on the status of our position with respect to the Melody Ranch developer's outstanding obligation to install a third water supply well, should one be deemed necessary by the County. Please read the attached letter as we have determined the best course is to agree to disagree but not continue the costly and time consuming process of litigation with the County on this issue.

In summary the Melody Ranch Homeowners Association (HOA) and Melody Ranch Improvement and Service District (ISD) have determined that the most financially prudent and sensible approach now is to use our limited resources toward ensuring that we maintain adequate backup parts for the existing wells, rather than toward potentially protracted litigation with an uncertain outcome. The HOA and ISD will also be exploring options for construction of a third well as a means to reduce potentially unenforceable water rationing to our water system, the possibility of system error with the water system itself, or the possibility of operator error do not cause unnecessary hardship on Melody homeowners.

The HOA and ISD continues to believe it is unwarranted in this instance to expect the owners to bear this burden when the requirements for water use were imposed upon the homeowners at the outset by the Developer, and where the need for water restrictions and rationing would be obviated entirely by construction of a third well. Despite this strong sentiment, we will accept, and agree to disagree with, the County Engineer's decision.

We have also asked that the County support Melody should it choose to explore funding options from the state or other granting entities for a third well to address the above-described issues.

Rich Bloom - President, Melody Ranch HOA
Larry Pardee - President, Melody Ranch ISD