

TO: Kelly, Barbara Johnson Water User for Lot # 12;

The Cedar Ridge Distribution Company issues this note for the capital improvement assesment to pay for a new well. The maturity date of this note is 15 years from issue. The note will carry the interest rate of 7% APR.

Paid \$1250.00

May 31, 1966
date -

Paul J. Johnson
President, Cedar Ridge Distribution Co.

SUMMARY:

From the estimated costs, it appears that each user's share (18 users are presently on the system) will be about \$1000.00. This assesment will be for capitol improvements and each new water user will be required to make the same payment. The water co. will issue a note to each user for the assement when paid. The monies received from new hookups combined with the excess funds generated from monthly water maintenance fees will be used to retire the private loan first and then the individual notes to water users.

ESTIMATED COSTS FOR THE NEW WELL AND KNOWN COSTS FOR THE OLD WELL:

75' 20" conductor pipe at \$24.25/ foot:	\$1818.75
420' 16" conductor pipe at \$21.60/foot:	\$9072.00
Drive shoes:	\$1155.00
420' drilling cost at \$35.00/foot:	\$14700.00
Grouting as per state laws:	\$1500.00
Perforate well casing:	675.00
Test pump rental, etc:	3000.00
Surge and development of new well:	<u>2000.00</u>
Total estimated costs new well:	\$33,920.00
Old well known costs:	<u>\$3969.00</u>
Total costs:	\$37,889.00
Private loan:	<u>\$20,000.00</u>
Estimated funds from users:	\$17,889.00