

PO Box 6391 Los Osos, CA 93412

Voice mail: (805) 316-0640 Email: STMutualWater@gmail.com

Website: www.st-water.com

June 1st, 2023

Dear S&T Mutual Water Company Shareholders,

2022 was a productive year for the company. This letter serves as a report on the status of the corporation as well as synopsis of the year's activity. Our main focus is to strengthen the company by upgrading and maintaining our infrastructure so we can continue to provide safe, reliable drinking water to our shareholders.

Projects and general maintenance:

- Water storage tank maintenance and replacement
 - The water tanks on Pecho Valley Road are an important element in the S&T water distribution system. We perform dive inspections every 3-5 years as part of our periodic maintenance program. The divers will remove silt and inspect the inside and outside of the tanks. Major repairs and ultimately replacement of one of the tanks has been indicated and in 2023 S&T is working to obtain grant funding and low interest loans for a tank replacement.

• Fire Hydrant Replacement

o The Hydrant on the corner of Fresno St and Howard was non-operational and was replaced with a new hydrant

Please continue to visit our website at www.st-water.com where shareholders have more access to information such as rates, meeting agendas and minutes. On the website you will find the 2022 Consumer Confidence Report which details our water quality. To download or read a copy of that report follow this link www.st-water.com/service.htm and click on the Water Quality Report button. Please contact the water company if you would like to have a copy of the Consumer Confidence Report mailed to your address.

Sincerely,

Julie McAdon-President/Director

Full copies of the End of year 2022 Financial Report are available upon request.