

June 1st, 2024

Dear S&T Mutual Water Company Shareholders,

2023-2024 was a productive year for the company. This letter serves as a report on the status of the corporation from June 2023-June 2024 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:

- Valve Repair at Howard & Sea Pines
 - Previously, these valves did not close properly and hence needed to be replaced to allow us to run our wells for sampling in the North Wellfield.
- Ran Wells #1 & #4 to get updates water quality
 - These wells sit on the large vacant lot across the street from Sea Pines Golf course on Pecho Road. Well 1 is in the upper aquifer and Well 4 is in the lower aquifer. Both wells have water quality issues, but are still valuable assets to S&T.
- PLC battery replacement
 - A backup power supply for the Programmable Logic Circuit (PLC) was added to prevent loss of settings and communications in the event of a power outage.
- SCADA Programing updates
 - Supervisory Control and Data Acquisition (SCADA) Programming Upgrades were completed to add a high level cutout to prevent the tanks from ever overflowing and causing damage to the tank site or surrounding areas.
- Tank Level Transducer
 - This allows S&T operators to control and view the levels in the two water tanks on Pecho Valley road remotely.
- Maintenace on Well #5
 - New well meter and well discharge piping were upgraded along with the check valve and sample tap. S&T had an old inefficient well meter that required manual reading. The new setup can be monitored more closely and accurately and will eventually be tied into the Eye on Water system.
- New sample station
 - Installed a new sample station at the North well field across the street from Sea Pines you will see a white and blue sample station in the S&T corral. This upgrade allows S&T to collect samples that are representative of the distribution system and do not require us to rely on customer hose bibs.

- Sampled for PFAS
 - Sampled Well 5 for Per- and polyfluoroalkyl substances (PFAS) in February of 2024 S&T and we are happy to report that our water has no PFAS. In 2022 S&T also conducted voluntary sampling of Personal Care Products and Pharmaceuticals (PCPPs) to help identify whether the nitrate in Well 5 was of human or animal origin. These results indicate that our well is under the influence of septic systems. The RWQCB is now leading this project and working with the County to determine who might install additional monitoring wells.
- Coming Soon: new fire hydrants on Butte!
 - S&T is systematically replacing our (very cute) but aging fire hydrants.

Please continue to visit our website at www.st-water.com where shareholders have more access to information. On the website you will find the 2023 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 2023 Financial Report are available upon request.