

August 25, 2006

As I am sure you know, through popular referendum the Lost Lake Utility District (LLUD) was formed for the purposes of evaluating and purchasing the assets of the New Landing Utility (NLU) for the betterment of its operations. The Board for LLUD has worked tirelessly on behalf of our shared constituency for the purpose of this mandate.

Great progress has been made at achieving the goals of the board that will have considerable positive benefit to our shared constituency. However, we have hit a funding road block that has precluded continued progress. Presently we are in position that administrative and start up funds need to be found to continue with the work toward procuring NLU's assets.

A vast amount of work has been done on a volunteer basis. Some charges, however, need to be paid for continued work to progress. In particular liability insurance for the board members and some administrative costs need cash outlays.

I would like to propose that (name of organization) a low interest loan to the LLUD for a limited period of time for the express purpose of continuing on the road of procuring the New Landing Utility Assets. The board feels that \$3000 would be adequate for the mentioned needs.

I understand that this is not a normal function of your organization. However, the needs for the good of our shared constituency are great and the time is critical. If we do not wish an outside entity to take control of New Landing Utility we need to act in a timely fashion.

I hope I can count on you for the good of the development. If you need additional information or I can explain further the particulars of our requirements, please do not hesitate to contact me direct. In particular, I would be most happy to outline to your board the status of obtaining funding for the purchasing of NLU's assets. I want to assure your board members this request is for start up and due diligence expenses, not for the purchase of NLU assets.

Sincerely,

Joe Olliges  
Chairman  
Lost Lake Utility District