



City of San Juan Bautista

The "City of History"

April 6, 2006

P.O. Box 1420
311 Second Street
San Juan Bautista
California 95045
(831) 623-4661
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City Council

Mayor
Arturo Medina

Vice Mayor
Charles Geiger

Councilmember
George Dias III

Councilmember
Priscilla Hill

Councilmember
G. Dan Reed

Interim City Manager
Rick A. Cokley

City Clerk
A. Shawna Serna

City Treasurer
Paul Petersen

Fire Chief
Rick A. Cokley

Jan Swiegart, P.E., District Engineer
Department of Health Services, Drinking Water Field Operations
1 Lower Ragsdale, Building 1, Suite 120
Monterey, CA

RE: COMPLIANCE ORDER NO. 02-05-05CO-002/Progress Report 02/10/06

Dear Ms. Swiegart:

This letter serves as the City of San Juan Bautista's Quarterly Progress Report response to the Compliance Order No. 02-05-05CO-002.

Progress Item 1. The City of San Juan Bautista is in final underwriting phase with respect to a \$500,000 line of credit for interim Project financing with San Benito Bank.

Progress Item 2. A draft rate study on the City Water Project was presented to the City Council February 21, 2006.

Progress Item 3. A town hall meeting was held on March 28, 2006 to provide the public with an update on the progress of the Water Project.

Progress Item 4. On March 23, 2006 the City Water Sub-committee met with SBCWD officials to discuss District financial participation in the Water Project.

Progress Item 5. On March 28, 2006 the City Council adopted a resolution approving a new financing proposal for the Water District's consideration.

Progress Item 6. On March 29, 2006 the Mayor and City Manager appeared before the SBCWD Board of Directors and requested that the Board consider the new financing proposal at the next regularly scheduled SBCWD Board Meeting.

Please let me know should you have any questions or comments regarding this progress report.

Sincerely,

Janice McClintock



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City Manager



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