



City of San Juan Bautista

The "City of History"

June 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

Concilmember
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. An agreement has been reached with the San Benito County Water District on the EDA grant and water project. The District will withdraw from the project and provide the City with \$2 million of investment at the successful completion of the project. The final agreement is expected to be approved by both legislative bodies in June '06.

Progress Item 3. Preparations are being made to restart project engineering, revise the EDA grant and complete appraisals.

Progress Item 4. Well #2 repair/replace pump.

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

Sincerely,

Janice McClintock
City Manager



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