River Estates Mutual Water Corporation
151 Laws Ave.
Ukiah, CA 95482

May 23, 2026

Dear fellow Shareholders and Rate Payers:

On May 12, 2026, at our monthly board meeting, the River Estates Mutual Water Corporation Board reviewed our FY 2026 budget and our current reserves. The REMWC is a nonprofit corporation focused solely on providing water to our 83 shareholders.

At this meeting we noted that over the past five years our rates have remained unchanged and during that time our reserves and expenses have remained relatively steady. Recent repairs to our aging infrastructure were quite expensive and that major expense is expected to continue. Additionally, other expenses are also expected to increase. Even if no major repairs are required in the near future, we project a loss of $1,000/month for FY 2026 and for FY 2027. More importantly, your Board has been searching for grant funds to replace AND improve our aging infrastructure. Typically, any grants we find will require significant matching funds which require us to further increase our reserves. In order to maintain and improve the Corporation's financial state the Board has adjusted our rates effective with July 1, 2026 billing and again on June 1, 2027. The new rates will be:

2021 RATE		JULY 2026 RATE		JUNE 2027 RATE	
Base Rate	$75/month	Base Rate	$75/month	Base Rate	$75/month
0-3000 gal	included in base	0-15,000 gal	$3.75/1,000gal	0-15,000 gal	$4.00/1,000gal
3,000-15,000 gal	$3.50/1,000gal	15,000-25,000 gal	$4.75/1,000gal	15,000-25,000 gal	$5.00/1,000gal
15,000-25,000 gal	$4.50/1,000gal	25,000+ gal	$6.75/1,000gal	25,000+ gal	$7.00/1,000gal
25,000+ gal	$6.50/1,000gal				

If any Shareholders would like our latest profit and loss statement please email me at: dan_baxter@me.com and I'll be pleased to share them (or attend our monthly meeting).

Many thanks for your understanding!

Sincerely,

Dan Baxter
For the REMWC Board