

NOTICE OF PUBLIC HEARING, BALLOT INSTRUCTIONS AND BALLOT
In Connection with the Proposed
CALAVERAS COUNTY WATER DISTRICT
DALEE / CASSIDY WATER SYSTEM ASSESSMENT DISTRICT

NOTICE IS HEREBY GIVEN that the Calaveras County Water District (the “District”) Board of Directors (the “Board”) has scheduled a public hearing for Wednesday, July 14, 2010, at 9:00 a.m. or thereafter in the Board Room, 423 E. St. Charles Street, San Andreas, California (the “Public Hearing”), to consider the formation of the DaLee / Cassidy Water System Assessment District (the “Assessment District”) under the authority of the Municipal Improvement Act of 1913, being Sections 10000 and following of the California Streets and Highways Code (the “1913 Act”), in order to finance the cost of the construction of certain water system improvements and appurtenances (the “Improvements”) to specifically benefit the parcels of real property located within the Assessment District (the “Assessment Parcels”). The Board will also consider the finalization of a written report of the assessment engineer which has been prepared under and pursuant to Section 10204 of the 1913 Act (the “Engineer’s Report”), and which is now on file with the Clerk to the Board (the “Clerk”) at 423 E. St. Charles Street, San Andreas, California, where said Engineer’s Report is available for an examination by any interested person.

The Engineer’s Report provides the basis upon which the Board may determine the level of special benefit that each Assessment Parcel derives from the construction of the Improvements. Based on this special benefit analysis, the Engineer’s Report apportions the assessment to each Assessment Parcel according to its respective special benefit (the “Assessment”).

At the conclusion of the Public Hearing the Board will tabulate all special assessment ballots (the “Ballots”) to determine the existence of any majority protest and will take final action upon the Assessment District, the Engineer’s Report and the proceedings related thereto. The Assessments may only be levied in the event that at least half of the votes cast by the Assessment Parcel owners vote affirmatively in favor of the proposition, with the votes weighted according to the amount of the proposed Assessment of each Assessment Parcel. If the weighted Ballots submitted in opposition to the Assessment exceed the weighted Ballots submitted in favor of the Assessment, a “majority protest” exists, and the proposed Assessment cannot be charged.

As provided by section 4 of article XIID of the California Constitution and section 53753 of the Government Code, an Official Property Owner Assessment Ballot (the “Ballot”) has been enclosed with this notice, along with a self-addressed, return envelope by which the Ballot may be returned to the District’s Clerk to the Board. Please note that this is the Ballot you should use. It is not a sample Ballot, and no other Ballot will be provided to you. This Ballot may be used by the owner or owners of any Assessment Parcel to express either support for, or opposition to, the proposed Assessment. Please see the Ballot and Instructions respecting the alternative methods for submitting the Ballot either by mail or by personal delivery, either before or during the Public Hearing.