

**From:** Information <TaxPayersWatch@fix.net>  
**To:** Private List <taxpayerswatch@fix.net>  
**Date:** Sat, Oct 29, 2005 6:46 PM  
**Subject:** URGENT! Save the Low-interest loan Sunday!!!

URGENT!! URGENT!! URGENT!!!

The CSD has not released any information regarding the proposal that Assemblyman Sam Blakeslee has been working on all week. At this moment they are in closed session, discussing the proposal. However, there is great concern the LOCSB will ignore the State and Regional Water Boards mandates and vote to move the project which will cause the State to cancel our low-interest loan.

**ACTION NEEDED:** Please attend the special meeting and SPEAK at public comment. Ask the Board to do whatever they have to NOT to lose the low-interest loan, even if they have to build the same project at the same location.

Special Meeting on Sunday, October 30, 2005 at 6:00 p.m. at the South Bay Community Center, 2180 Palisades, Los Osos.

If we have to go to conventional financing, the same project could easily cost \$400 per month or more. But, WHAT lending institution would consider us a good risk now? What will the CSD use as collateral? Do the math: how much will your monthly payment go up if the \$150 million is at 6% interest, instead of 2.5%? And, that's assuming there are no fines, penalties and the project cost doesn't go up.

Even if you've never attended a CSD meeting before, please attend tomorrow and ask the Board to carefully weigh the huge financial impacts losing the low-interest loan will cause for every property owner. They promised a cheaper project. Their actions could guarantee a project at twice the cost!

Here's where we are today:

- 1) RWQCB fines of \$11,000,000 (and potentially up to \$44,000,000)
- 2) State Water Board demand for repayment of \$6,000,000
- 3) Daily stoppage fees of \$218,000 per day - we're at \$6 million already!!!
- 4) Demobilization costs of \$6 million!
- 5) The CSD responds to requests for public documents with a form letter stating the CSD's council is considering the request and will notify the person in the future.

Please speak up Sunday at 6PM. This may be the very last opportunity to attempt to save the low-interest loan.

Thank you!