

Let me share with all of you what I have learned that may answer many people's questions:

1. The pre-payment of \$ 4,222.72 reflects a savings of \$555.
2. The \$555 is for financing costs to close the bond.
3. If you do not pay the \$4,222.72 up front, the cost of the assessment is \$4,778.28 plus the interest over 20 years.
4. If you pay the assessment up front, you will have a monthly decrease in your water bill of \$15.
5. Currently, Zion's Bank is trying to market the bond, but they are not sure who will buy it.
6. The interest rate will depend upon who buys the loan.
7. When the bond closes on December 5, 2010, we will know what the interest rate is.
7. The deadline for pre-payment is December 5, 2010.
8. The rate is fluctuating, it is estimated to be between 5% and 6%.
9. If a lot and or homeowner pre-pays the assessment, their bill will decrease by \$15.
10. We are not sure what the exact increase will be until the bond closing.
11. The Timber Lakes Water District is not set up to take credit cards.
12. The \$15.00 **AI** fee on your bill will be removed once the bond is closed. It will be replaced by a fee of **approximately** \$37.00.