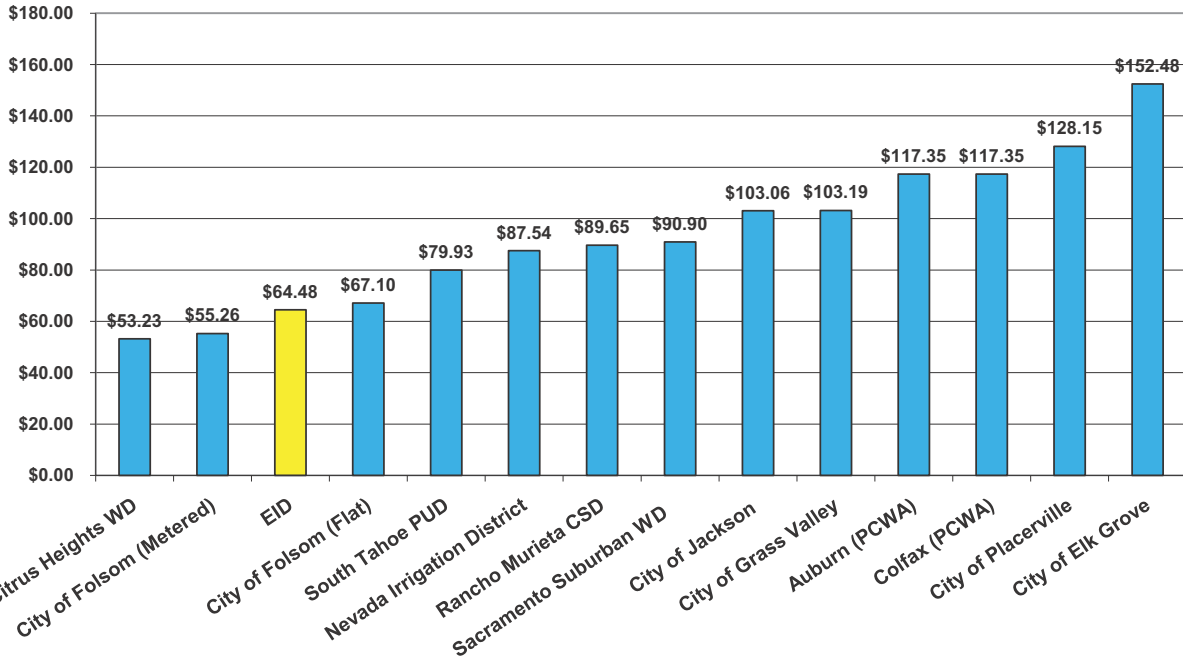


Regional Water Bill Comparison, January 2011

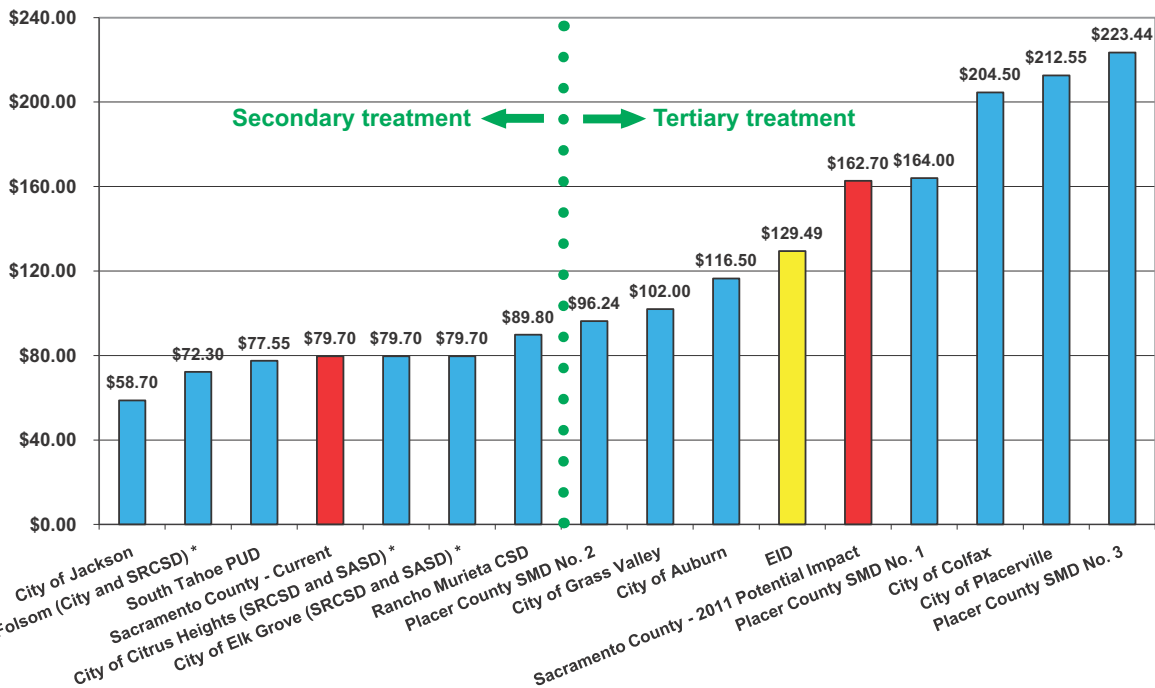
For Bi-Monthly Service - Single Family Residence - 27 ccf usage



The District's rates remain very competitive within our region, as illustrated in the chart above. The chart shows that EID's water rates are the third lowest in the region.

Regional Sewer Bill Comparison, January 2011

For Bi-Monthly Service - Single Family Residence - 18 ccf of winter usage



“Changing from secondary to tertiary sewage treatment greatly impacts costs to customers.”

—Jim Abercrombie

* Cities impacted by Sacramento Regional County Sanitation District's 2011 rate increase consideration.

EID has been required by law since since the early 1990s to treat wastewater to a tertiary level—as opposed to a secondary level—because we do not have the ability to discharge into larger rivers and receive dilution credits, as stated in the General Manager's message on page 2. The chart above illustrates that EID's wastewater rates rank competitively within our region when compared to agencies that must treat wastewater to a tertiary treatment level.

Recently, the Central Valley Regional Water Quality Control Board ruled that Sacramento Regional County Sanitation District (SRCSD) must upgrade their wastewater treatment processes from secondary treatment to tertiary treatment, which would likely result in some upgrades to their plant. Consequently, their sewer rates are proposed to increase dramatically over the next 10 years. SRCSD's current rate and proposed rate are illustrated in the graph above. The red column on the left is the current rate and the red column on the far right shows the proposed rate increase. The rates of the cities of Folsom, Citrus Heights, and Elk Grove will also rise when this upgrade requirement takes effect because their wastewater is treated by the SRCSD. For more information on this new treatment requirement for SRCSD, visit www.srcsd.com.