

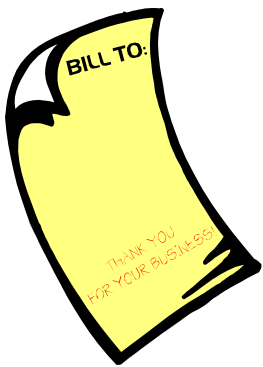


NEWSLETTER



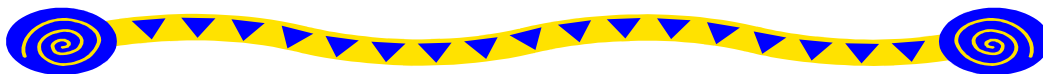
Hello,

Summertime is upon us and along with the warmer weather always comes new projects and lots of activities here at SIRWA. One of our yearly projects is the Consumer Confidence Report (CCR); which is attached to this newsletter. The CCR is designed to inform the public about the guidelines we follow to ensure safe drinking water. It will also contain any Department of Natural Resources (DNR) violations by either SIRWA or our water supplier over the past year. If you have any questions about understanding the CCR, please call the number provided at the bottom of each report.



Another project SIRWA is currently working on is changing our billing system from the post card type of bill you have received in the past, to a full sheet of paper. This will allow us to include more information about your usage and the applied charges. We will mail the new bills to you in an envelope and provide a return envelope for your payment. This change is in response to customers requesting a more detailed statement. We feel this type of bill will be easier to understand and we'll also be able to include such things as the CCR and newsletter, thus saving time and postage.

SIRWA has already implemented our "Late Notices" to this type of system. Several customers have responded to the larger format with positive remarks, such as, "It is easier to understand". If everything stays on track, you should see the new bills with your August billing cycle.



Board Members:

Jack Kueter, Board Chairperson, Union County

Ethel Campbell, Board Secretary/Treasurer,
Ringgold County

Anne Welker, Clarke County

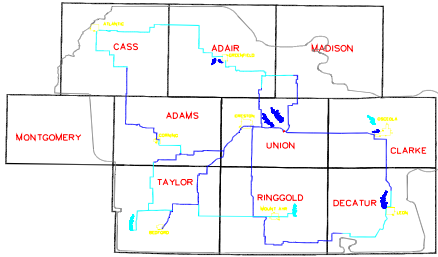
Delbert Rogers, Taylor County

Jim Smith, Board Vice Chairperson,
portions of Madison, Cass and Adair Counties

Kevin Wynn, Adams County

Eldon Binning, Decatur County

Now for an update on SIRWA's current projects:



GRID SYSTEM – All nine counties have now signed the Grid System Contract to help fund the first of our source water projects. This will make \$500,000 available to help build Gooseberry Lake. When the Grid System is completed, it will connect all five of the SIRWA water systems and also various other cities who wish to be a part of the system. SIRWA will be able to serve different areas with several different sources of water, helping keep our customers in water in cases of broken water mains or other emergencies causing water outages.

NORTHWEST ADAIR WATER PROJECT – We are still waiting to see if our application was approved for the Emergency Community Water Assistance Grant (ECWAG). This grant would fund \$500,000 of this Project. We should know by September of 2005 if the grant has been awarded. If we are approved, construction should start in the spring of 2006.

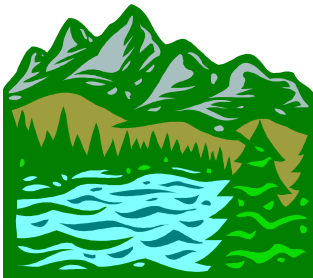


THAYER SEWER – SIRWA has received a Community Development Block Grant (CDBG) for this project and construction should start in late 2005.

MACKSBURG SEWER – SIRWA also received a CDBG grant for this project and construction should begin in 2006.

GOOSEBERRY LAKE – The Ringgold County Conservation Commission (RCCC) is applying for a Habitat Stamp Grant to help buy land at the north end of the proposed Gooseberry Lake site.

CLARKE COUNTY RESERVOIR COMMISSION – The National Resource Conservation Service (NRCS) had five proposed sites for the lake in Clarke County. The Reservoir Commission has narrowed this to three possible sites and the NRCS is now working on the benefits of each site.



102 RIVER VALLEY AUTHORITY – The State NRCS Engineer, Rick Van Klaveren, is coming to Taylor County to meet with 102 RVA sponsors and possibly take a look at a few of the proposed sites. A picnic supper is planned at Lake of Three Fires State Park.

MADISON COUNTY LAKE – SIRWA is investigating the possibility of becoming a sponsor of the proposed lake. Sponsors are in the process of approving by-laws and the 28-E agreement.

Keep an eye out for future SIRWA updates to be included with your monthly bill. As always, if you have any problems or questions, you may contact our business office at 641-782-5744.