

**Mount Shaddai Homeowner's Association
Annual Drinking Water Quality Report
El Shaddai Water System (01-57-155)
May 15th, 2002**

We are very pleased to provide you with this year annual Water Quality Report. We want to keep you informed about the continuing excellent quality of the water delivered to you over the past year. Our goal is to provide you with a safe and dependable supply of drinking water, and we are pleased to report that our drinking water is safe and continues to meet Federal and state requirements. Our water source is a deep (660 foot) well located on the El Shaddai property.

This report shows our water quality and what it means.

El Shaddai routinely monitors for contaminants in your drinking water according to Federal and State laws. The tables in Exhibit 1 show detailed results of our monitoring for the period of January 1st to December 31st, 2001 and the last test results of contaminants that were not due to be tested in 2001. We have included definitions of the technical term and descriptions of possible contaminants and the negative health effects that they present.

All sources of drinking water are subject to potential contamination by substances that are naturally occurring or man made. As water travels over the land or underground it can pick up substances or contaminants such as microbes, inorganic and organic chemicals, and radioactive substances. All drinking water includes bottle drinking water. May be reasonably expected to contain at least small amounts of some contaminants. It's important to remember that the presence of these contaminants does not necessarily pose a health risk. All sources of drinking water are subject to potential contaminants by natural occurring or man made. More information about contaminants and potential health effects can be obtained by calling the Environmental Protection Agency's Safe Drinking Water Hot Line at 1-800-426-4791.

What does this mean?

As you can see by the tables, our system had no violations. We're proud that your drinking water meets or exceeds all Federal and State requirements. We have learned through our monitoring and testing that some constituents have been detected. The EPA has determined that your water IS SAFE at these levels.

Maximum Contaminant Levels (MCL's) are set at very stringent levels. To understand the possible health effects described for many regulated constituents, a person would have to drink two liters of water every day at the MCL level for a lifetime to have a one-in-a-million chance of having the described health effect.

Some people may be more vulnerable to contaminants in drinking water than the general population. Immunocompromised persons such as persons with cancer undergoing chemotherapy, persons who have undergone organ transplants, people with HIV/AIDS or other immune system disorders, some elderly, and infants can be particularly at risk from infections. These people should seek advice about drinking water from their health care providers. EPA/CDC guidelines on appropriate means to lessen the risk of infection by cryptosporidium and other microbiological contaminants are available from the Safe Drinking Water Hot Line. (1-800-426-4791)

We have several projects planned to further improve our water system. The foundation and core plumbing for our new 10,000-gallon tank has been completed and we hope to have the tank installed this year. It will be fully enclosed in a new tank house, which will be constructed after the one-piece tank is in place. We also plan to reinforce the pump line leading from the well to the tank, install additional flush valves on several branch mains, and to install additional control valves and water meters on several main lines.

We are working steadily to provide top quality water to every tap. Thank you for all allowing us to continue providing your family with clean, quality water their year. In order to maintain a safe and dependable water supply we sometimes need to make improvements that will benefit all our customers. These improvements are sometimes reflective as rate structure adjustments. Thank you for understanding.

Full details on all water system business will be available at our annual meeting in October. If you have any questions about this report or concerning your water utility, please contact Bob Liniger at 828-321-5939. We want our valued members to be informed about their water system.

Mount Shaddai Homeowner's Association, Inc.

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EXHIBIT 1
WATER TEST RESULTS TABLES

In these tables you will find many terms and abbreviations you might not be familiar with. To help you better understand these terms we're providing the following definitions:

NON-DETECTS (ND) - Laboratory analysis indicates that the constituent is not present.

PARTS PER MILLION (PPM) - OR MILLIGRAMS PER LITER (MG/L) - One part per million corresponds to one minute in two years or a single penny in \$10,000.

PARTS PER BILLION (PPB) - OR MICROGRAMS PER LITER - One part per billion corresponds to one minute in 2,000 years, or a single penny in \$10,000,000.

PARTS PER TRILLION (PPT) - OR NANOGRAMS PER LITER (NANOGRAMS/L) - One part per trillion corresponds to one minute in 2,000,000 years, or a single penny in \$10,000,000,000.

PARTS PER QUADRILLION (PPQ) - OR PICOGRAMS PER LITER (PICOGRAMS/L) - One part per quadrillion corresponds to one minute in 2,000,000,000 years, or one penny in \$10,000,000,000,000.

PICOCURIES PER LITER (PCI/L) - Picocuries per liter is a measure of the radioactivity in water.

MILLIREMS PER YEAR (MREM/YR) - Measure of radiation absorbed by the body.

