

**Notice of Adjustment in Water Rates
Due to
Pass-Through of Wholesale Water Supply Costs**

In compliance with Government Code 53756, you are hereby notified that, effective with Triunfo Sanitation District's ("Triunfo") January 2012 billing period and continuing through Fiscal Year 2013-2014, Triunfo's potable water rates across all tiers shall increase by seventeen cents per hundred cubic feet (\$.17/HCF). This increase results solely from Triunfo's pass-through of increases in the wholesale cost of water charged to Triunfo by Calleguas Municipal Water District ("Calleguas").

Triunfo purchases potable water at wholesale rates from Calleguas. Effective January 1, 2012 the Calleguas wholesale potable water rate will increase by seventeen cents per hundred cubic feet (\$.17 per HCF). The increases in Triunfo's potable water rates resulting from Triunfo's pass-through of the Calleguas wholesale rate increase are specified in the following chart:

| Tier | Monthly Use | FY 2011-2012 Existing Quantity Rate | FY 2011-2012 Quantity Rate beginning with the January 2012 Billing Period | FY 2012-2013 Quantity Rate | FY 2013-2014 Quantity Rate |
|------|-------------|-------------------------------------|---|----------------------------|----------------------------|
| 1 | 0-6 HCF | \$3.16 | \$3.33 | \$3.50 | \$3.67 |
| 2 | 7-28 HCF | \$3.90 | \$4.07 | \$4.28 | \$4.49 |
| 3 | > 28 HCF | \$5.02 | \$5.19 | \$5.47 | \$5.73 |

Any of the quantity rates specified in the above chart are, in accordance with applicable law, subject to adjustment by Triunfo should Calleguas adopt further increases or decreases in its potable water wholesale rate between January 1, 2012 and the end of Fiscal Year 2013-2014.

Explanation of Wholesale Water Rates:

Triunfo owns and operates Oak Park Water Service ("OPWS"), which receives 100% of its water via the California state water project. The water is actually conveyed by three separate entities as the water is moved from northern California to southern California. The three water wholesalers are the State of California, the Metropolitan Water District of Southern California, and the Calleguas Municipal Water District. As the cost to obtain and move this water increases across the state the wholesale cost to Triunfo/OPWS directly goes up. There are no other available local potable water sources within the Triunfo/OPWS service area.

For questions or more information, please call 805-658-4600.