



THE ISLAND WATER ASSOCIATION, INC.

Dear Member,

The Island Water Association, Inc. (IWA) is planning improvements in the East Rocks subdivision next year as the result of water main failures and to update the system to current standards. The replacement project is intended to increase the reliability of the system to better serve our members.

The project, initially projected to begin in 2017, is being rescheduled to begin in the summer of 2018. Hurricanes Harvey and Irma have impacted the costs and delivery of materials and has prompted IWA to postpone the project. It is expected the cost and delivery will return to normal by the summer of 2018 (barring any unforeseen events). Due to the nature of the project; the design, permitting and contractor selection are to be completed this year and the project is scheduled to commence after tourist season 2018. Should the need arise to begin the project sooner the contractor can be mobilized.

The project will be funded from the IWA capital budget and adds no additional cost to our members. Construction in 2018 will affect East Rocks Drive, Durion Court and Boulder Drive. Scheduled outages may affect the subdivision and notices will be provided in advance.

As is the case in any construction project, the excavated areas will be restored as close as reasonably possible to the preexisting condition. The restoration is expected to proceed in multiple phases as using a phased approach to restoration helps minimize the project cost by allowing bulk purchases. There may be areas that remain disturbed for the duration of the project. These areas often require multiple excavations and are typically necessary to satisfy regulatory requirements.

During the project, it is possible there could be unexpected interruptions to water and traffic flow. IWA will do its best to minimize these interruptions and we appreciate your patience in this matter. The current status of the project can be found by visiting our website at www.islandwater.com.

Sincerely,

The Island Water Association, Inc.

A handwritten signature in blue ink, appearing to read "Donald F. DuBrasky", written over a horizontal line.

Donald F. DuBrasky
General Manager