

ATTENTION HOMEOWNERS OF SAN SIMEON COA

October 27, 2014

Dear San Simeon Homeowners:

The following is an update that the Association's Attorney received from Pardee's Attorney regarding the Detention Basins:

"Pardee has obtained the necessary Clean Water Act Section 401 Water Quality Certification from the Los Angeles Regional Water Quality Control Board, as well as the Section 404 Permit from the U.S. Army Corps of Engineers. These permits allow Pardee to resume its cleanout and repair of the detention basins once additional special conditions have been satisfied. One of those conditions is Pardee's submission of a mitigation plan, which I am informed is in the works. We are unable to provide completion dates for the repairs since it is unknown when Pardee will actually be allowed to begin work.

The permit-specific information I have is as follows:

Army Corp of Engineers Section 404 Permit:

Requested: March 15, 2013 Issued: April 2, 2014

Regional Water Quality Control Board Section 401 Permit:

Issued: April 9, 2014

Department of Fish and Wildlife Streambed Alteration Agreement:

The Department did not timely submit an Agreement following Pardee's request, so by law, one is not required – This was confirmed by the Department on December 18, 2013.

These are the only permits/agreements necessary for Pardee to resume work on the basins. Unfortunately, I do not have authority to provide any of the permitting documents.

As you might be aware, Pardee and the HOA recently received letters from the City of Camarillo regarding maintenance of the detention basins. Rest assured that Pardee is working with the City to address its concerns. I expect that while the mitigation plan is being finalized, Pardee will begin work on the basin-side in the near term, in accordance with a timeline that will be worked out with the City.

I hope this information is helpful and we sincerely appreciate your and the HOA's patience as Pardee wades through the bureaucratic morass associated with the repair of these detention basins. I will prepare and send you a proposed joint status report early next week."

Thank you for your patience and attention to this matter.

Best regards,

SAN SIMEON COA Board of Directors







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