

The Victorville Water District (the “District”) water, recycled water, and wastewater services to approximately thirty-three thousand two hundred (33,200) customer water connections, serving a population of approximately one hundred nine thousand six hundred (109,600), within its eight-five (85) square mile service area, which is located in the High Desert area of western San Bernardino County, California. The District’s Water Enterprise, as of 2009, included approximately 690 miles of distribution and transmission mains, 36 active wells, 4 booster pumping stations, 26 water storage reservoirs, and 13 pressure-regulating stations.

Improvement District Number 1 (formerly the area encompassed by the Victor Valley Water District and the Water Department of the City of Victorville) has approximately twenty-four thousand nine hundred (24,900) customer water connections serving a population of approximately eighty-two thousand (82,000).

Improvement District Number 2 (formerly the Baldy Mesa Water District) has approximately eight thousand three hundred (8,300) customer water connections serving a population a population of approximately twenty-seven thousand four hundred (27,400). Customers of this Improvement District are subject to an Arsenic Treatment Surcharge of five dollars and seventy-five cents (\$5.75) per month.

All District water customers are served by a water meter connection. Residential customers make up approximately ninety-two percent (92%) of the District’s customer Base, but consume only seventy-three percent of the water produced annually by the District.