

October 5, 2020

Re: Global Water - Northern Scottsdale Water Company, Inc. Water Availability

Dear Rio Verde Foothills Residents:

Global Water Resources, Inc. ("Global Water") is the parent company that owns Global Water -Northern Scottsdale Water Company, Inc. ("GW- Northern Scottsdale"). GW – Northern Scottsdale is the water utility serving both Granite Mountain Ranch and Rio Mountain Estates and is authorized to provide service through a Certificate of Convenience & Necessity. These planned communities are not fully built out. As such, these communities are not using the volume of water specified in the Certificates of Assured Water Supply ("Certificates") at this time. Currently, up to 1,000,000 gallons of water is allocated each month for use from a standpipe owned by GW – Northern Scottsdale. This water is sold to water haulers who in turn can deliver it to residents of the Rio Verde Foothills ("RVF") community. Given a variety of factors, Global Water - Northern Scottsdale makes no guarantees of this water availability indefinitely, but our intent is to continue to provide this allocation of water for the greater community.

Currently, Global Water - Northern Scottsdale does not have the infrastructure capacity to provide the greater RVH community with an additional annual water allotment of 100 Acre Feet.

Sincerely,

Global Water - Northern Scottsdale Water Company, Inc.

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Jon Corwin Vice President and General Manager