

SANITARY SEWER EMERGENCY

Cupertino Sanitary District

CUPERTINO SANITARY DISTRICT
43 Years of Service

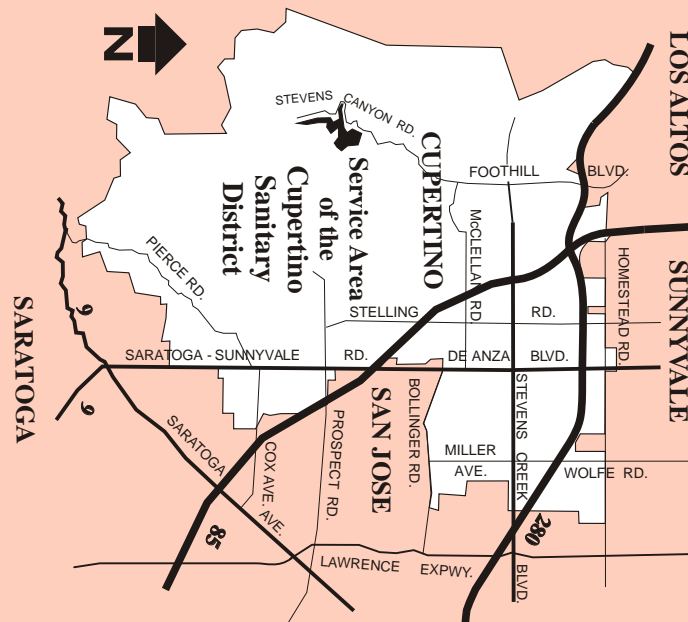
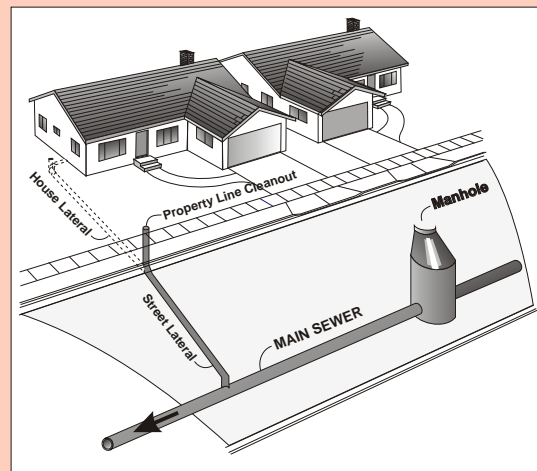
SAVE FOR EMERGENCIES

CALL US FIRST WHEN:

1. Your sewer "Backs-Up" into your house or yard.
2. You observe a manhole overflowing.
3. You observe anyone dumping into the sewer system.
4. You find raw sewage.
5. You have any questions about connection to, services available, policies or procedures of the Cupertino Sanitary District.
6. You or your organization wishes to view an eleven minute slide or video presentation.

253-7071 OFFICE (Monday thru Friday 8 A.M. to 5 P.M.)
 299-2507 COUNTY COMMUNICATIONS (After hours emergencies)

Please detach and save for Emergency

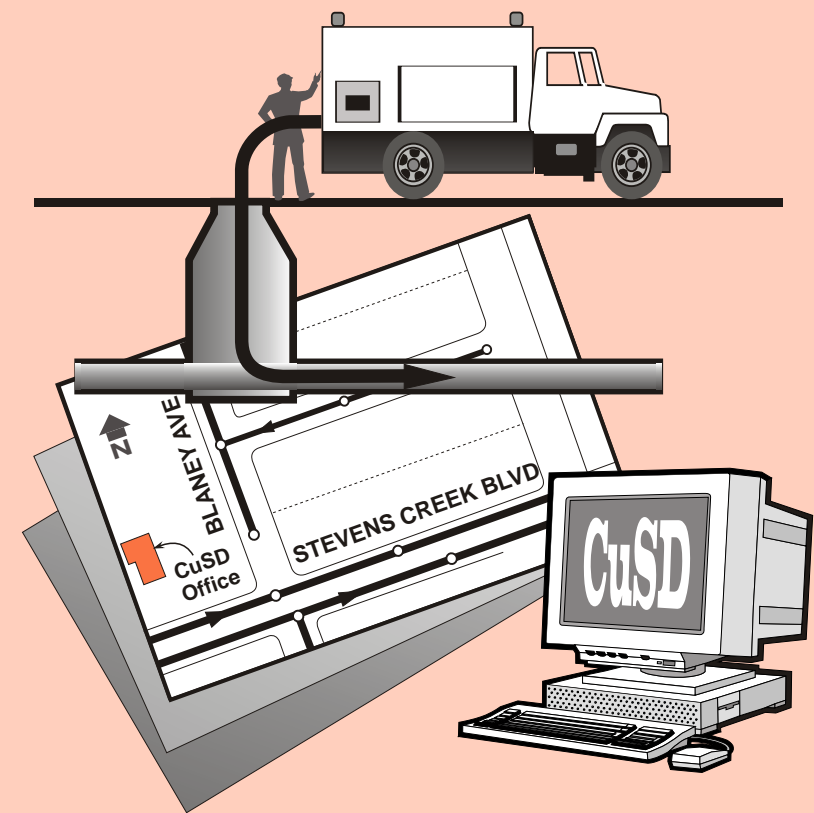


POSTAL PATRON

Cupertino Sanitary District
 Arbor Professional Center
 Building C
 20065 Stevens Creek Boulevard
 Cupertino, California 95014

ECRWSS
 Bulk Rate
 U.S. POSTAGE
 PAID
 PERMIT NO. 33
 Cupertino, CA

43 Years



1997 ANNUAL REPORT

**TO: THE CITIZENS OF THE
CUPERTINO SANITARY DISTRICT**

**1997-1998 BUDGET
\$14,078,734**

**BOARD OF DIRECTORS
(Elected)**

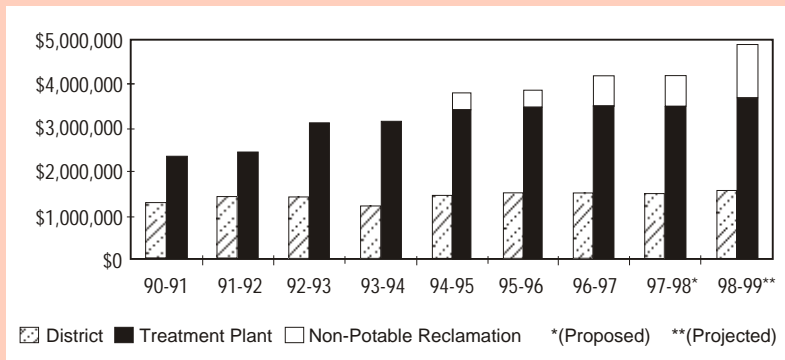
October 1997

We are pleased to present this Annual Report for our 43rd year of service to this community. We are a Special District with an independently elected five member Board of Directors, who are directly responsible to you, the citizens within this District, to provide a safe, effective and economical sewerage system.

The Cupertino Sanitary District provides service to approximately 52,000 persons (20,778 homes and businesses) within the City of Cupertino and portions of the Cities of Saratoga, Los Altos and surrounding unincorporated areas.

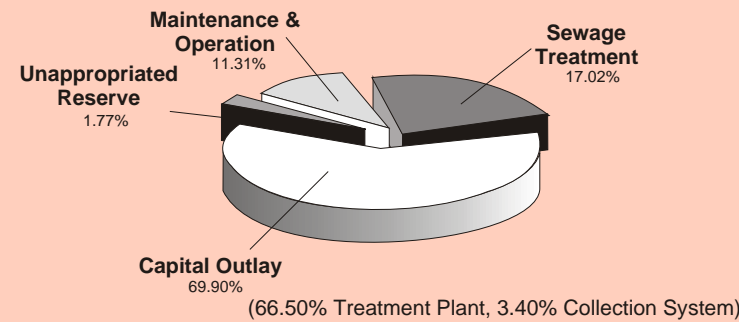
The District's single family sewer service charge for Fiscal Year 1997-1998 was not increased, while Operations and Maintenance costs within the District relative to the collection system actually decreased somewhat. Service charges were increased in 1995 because of the continually increasing costs associated with the treatment of the sewage at the San Jose/Santa Clara Water Pollution Control Plant. These increased costs are a result of *very stringent environmental regulations* placed on the plant by the Regional Water Quality Control Board. The largest of these costs is the implementation of the non-potable water reclamation project in an effort to reclaim up to 60 million gallons per day, of wastewater that would otherwise be discharged to the South Bay. Approximately 75 percent of the District's sewer service charges are paid directly to the plant for costs associated with sewage treatment and the South Bay Water Recycling project. Although future increases may be necessary to fund the South Bay Action Plan, no increase was necessary at this time.

Comparison of District & Treatment Plant Costs



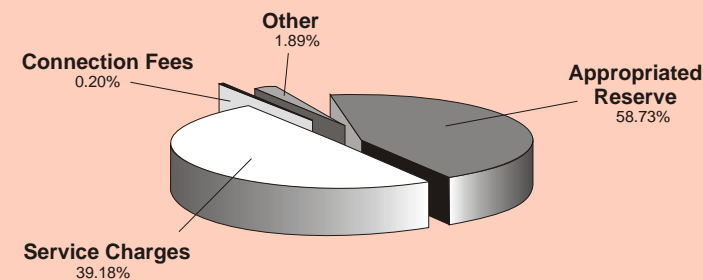
EXPENSES

Type of Classification	EXPENSES	Percentage
Sewage Treatment	\$2,396,100	17.02
Capital Outlay	\$9,840,552	69.90
Unappropriated Reserve	\$250,000	1.77
Maintenance & Operation	\$1,592,082	11.31
Total Expenses	\$14,078,734	100.00



REVENUE

Type of Classification	REVENUE	Percentage
Service Charges	\$5,516,759	39.18
Connection Fees	\$27,500	.20
Appropriated Reserve	\$8,268,875	58.73
Other	\$265,600	1.89
Total Revenue	\$14,078,734	100.00



- M. Rushton,** - *President*
- Richard A. Fellows,** - *Secretary*
- Wendell H. Kerr Jr.,** - *Director*
- Curti B. Harrison,** - *Director*
- Joseph F. Brown,** - *Director*

STAFF

- Phillip R. Savio**
Manager-Engineer (*Mark Thomas & Co., Inc.*)
- Philip D. Assaf**
Counsel (*Sturgis, Ness, Brunzell & Assaf*)

BOARD MEETINGS

First & Third Wednesdays of each month at 8:00 PM in the District Board Room, 1st Floor, Building C, 20065 Stevens Creek Boulevard, Cupertino, California.

EMERGENCY SERVICE

The District provides all residential and commercial users with "24 Hour" Emergency Sewer Service and the District is responsible for maintaining the sewer mains as well as that portion of the street lateral within the Public Right-of-Way, as shown on the other side of this report.

Please detach and save this panel as it contains helpful information on what to do when you have or observe a Sanitary Sewer Emergency. If you have any questions about work or activity taking place in the street, day or night, please call the emergency numbers which are listed on other side of this panel. We are proud to have served you since 1953 and we are looking forward to serving you in the future.