April 29, 2009

Mr. Ron Grassi El Dorado County Chief Administrative Office 330 Fair Lane Placerville, CA 95667

RE: Clarksville Annexation to EID, LAFCO Project No. 2009-01

Dear Mr. Grassi:

Per your letter dated April 23, 2009 regarding the E.I.D. Annexation we have made the following decision. In these serious economic times, we have determined that our District cannot be reducing any of our property tax shares.

EID is an enterprise agency and can use rates to raise their revenue, which we cannot. It is also noted that in your property tax distribution chart, you are proposing that El Dorado Hills Fire take the majority of the tax reduction.

Please contact us if you have questions on this matter.

Sincerely,

EL DORADO HILLS FIRE DEPARTMENT

Connie L. Bair, Chief Financial Officer.

Connie & Beir

2009 APR 29 PM 4: 01