



April 29, 2020

The Board of Directors of Lakeside Park Association (LPA) realizes these are difficult times and that the mandates imposed upon businesses and property owners by the State of California and the City of South Lake Tahoe relating to containing the COVID-19 pandemic significantly impacts Members. As a reminder, LPA is a non-profit, mutual benefit corporation whose Members share proportionally in its operations and have rights that include water service and beach access. Those rights are tied to the payment of Membership Fees, which are billed on a bi-monthly basis. Membership Fees are allocated based upon the type and number of units, residence, hotel, apartment, condominium and retail, that exist on each property.

The cost of operating LPA, especially processing and distributing water, is relatively fixed. As a result of these fixed costs and the fact that each Member shares proportionally in the operations of LPA, when one Member does not pay Membership Fees, the remaining Members must make up the shortfall by paying increased Membership Fees. Therefore, in fairness to all Members, Membership Fees cannot be abated or forgiven. Although, a Member which is unable to currently pay Membership Fees due to the restrictions imposed for the containment of the COVID-19 pandemic, may request, in writing, the deferral of Membership Fees until the restrictions are lifted. Should the written request for deferral of Membership Fees be approved by the Board of Directors, then the Member and LPA will enter into a signed Forbearance and Installment Agreement, which will detail the future timing for the payment of all deferred Membership Fees.

Please know that, during these difficult times, the Board of Directors is doing everything possible to preserve LPA's financial stability. To conserve cash, operating costs have been reduced as much as possible without sacrificing water quality and safety and all planned capital expenditures have been postponed until revenues return to budgeted levels.

The Board of Directors is committed to doing everything possible, within the limits of maintaining the financial viability of Lakeside Park Association, to mitigate for Members the impact of restrictions associated with containing the COVID-19 pandemic. This includes postponing, indefinitely, the three percent (3%) Member Fee increase scheduled for July 1, 2020.

Thank you for your understanding and support during these difficult times. Together, we will make it through this crisis. We hope you, and those close to you, remain safe and well.