

Urban Logic Consultants, Inc.



October 20, 2006

Mr. Walt Beckman
Cherry Valley Acres and Neighbors
P.O. Box 3257
Beaumont, CA 92223

**Subject: CVAN/CVEPG Correspondence Regarding Beaumont Mesa Sewer Lift Station in
Beaumont, Dated October 17, 2006**

Dear Mr. Beckman:

I am in receipt of correspondence from your Cherry Valley based groups with regard to the above-referenced project. This letter follows up a telephone conversation I had with Patsy Reeley on October 20, 2006. As part of this conversation, I indicated that I would furnish documentation relative to the status of Urban Logic Consultants, Inc. with regard to operation of the Beaumont Wastewater Treatment Plant, and your groups' allegations related thereto. These accusations and knowingly false statements were again leveled despite the fact that you were previously notified as to the correct facts. We strongly suggest that you fully and properly research all relevant facts regarding this matter.

Over the past several years, we have been subjected to a sustained and concerted campaign of harassment to malign our personal character and our business interests, in a manner which far exceeds the reasonable bounds of public dialogue and our appointed roles as public officials. As a result, we have amassed extensive files documenting this smear campaign, including correspondence, records from public meetings, and web site postings. There is a very real potential that we will incur business and monetary damages as a result of individuals and groups who knowingly make false statements and allegations as part of this campaign. Please rest assured that we will take any and all necessary actions to hold such individuals and groups personally responsible, including seeking compensation for monetary damages if these efforts are not curtailed immediately.

In discussing this matter with our legal counsel, it has been determined that any further correspondence relative to your claims must be through our attorneys. While we never like to resort to legal channels, the continual barrage of lies, innuendo, slander and libel which has emanated from an irresponsible group to the south, and now from your groups to the north, of the City has necessitated such action. Again, we will vigorously pursue action against any parties which maliciously attempt to damage our business and our personal reputations.

We always welcome constructive dialogue on pertinent issues, and until recently the malicious activity has been limited to a group south of Beaumont. It is now clear that your organizations have joined in this campaign and its unseemly tactics.

Sincerely,

Ernest A. Egger
Principal