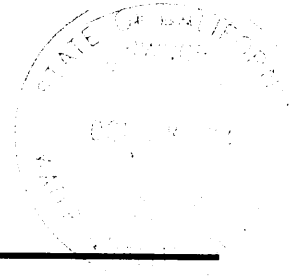


Haig Kelegian

26 Sunset Cove
Newport Coast, CA 92657
Phone: (949) 494-4330
Fax: (949) 494-5564



October 11, 2004

Roger W. Briggs, PE
California Regional Water Quality Control Board
Central Coast Region
895 Aerovista Place, Suite 101
San Luis Obispo, California 93401-7906

Dear Mr. Briggs:

As per our meeting in your offices on September 23, 2004, I have reviewed my expenditures in trying to meet the requirements of your staff and I would like to submit the following information for your review:

1. Engineering erosion control plan systems fees paid for said system to EDA \$17,318.75
2. I have also enclosed the cost of providing water for the property in the establishment of wells, total cost \$8,170
3. Total monies expended for supplies related to erosion \$13,910.14.
4. Legal expenditures regarding erosion control paid to William Walters \$3,040.00
5. \$4,800 Aerial Seeding cost
6. Total labor and supplies regarding erosion control \$13,356

***Estimated Total Expenses* \$60,594.89**

In view of all the monies expended to comply with your staff's request, I feel that the arbitrary fine is unwarranted.

I respectfully request that you review the basis for your stated fine, as I believe it is unwarranted or at the least excessive. Your cooperation will be appreciated.

Very truly yours,

Haig Kelegian

Kelegian ACL
July 8, 2005 Meeting
Attachment No. 13