Pacific Bluffs Corp 2 5326 Mt. Alifan Dr. San Diego, Ca. 92111

November 22, 2021

Dear Corp 2 Homeowner,

Enclosed is the Annual Budget and Replacement Fund Study and other required notices for the fiscal year 2022 in accordance with the requirements of the California Civil Code. This material is mailed to each homeowner every year within 30 days of the New Year.

The Corp 2 association monthly fees will be increasing \$40.00 bringing the monthly fee to \$440.00 beginning January 1, 2022.

Here are the reasons for this increase.

1) Corp 1 the association who manages and maintains the office, pools, exercise room, rec room, clubhouse and playgrounds receives each month an allocation of Corp 2 monthly fee. They have increased our monthly funding to them over \$30.00 in the last 3 years.

If you have questions about this increase by Corp 1, please contact the office #858-278-5131. The office manager Angela will provide financial information.

2) Almost all of Corp 2 services have increased the last few months.

Consequently to keep Corp 2 properly maintained and property value strong, we have no other choice but to raise the monthly fee. This year Corp 2 had a Reserve Study completed, it is included in this mailing.

Thank You,

John Peters, president Pacific Bluffs Corp 2