



A DIVISION OF
NESTLÉ WATERS
NORTH AMERICA INC.

Project Newsletter

JULY 2006

Dear Residents of McCloud and Siskiyou County,

Nestlé Waters North America strives to make a difference across the country. As a company with a values-based culture, we are committed to being a positive influence in the communities in which we live and work. This is the second of our two-part look at NWNA's Good Neighbor Policy.

If you have questions about any of our Good Neighbor policies or would like further information about our proposed project, please feel free to call me at (530) 223-4430 or visit me at the McCloud Community Resource Center in the McCloud Mercantile on Fridays.

Sincerely,

Dave Palais

Good Neighbor Policy

This issue looks at the final five points of the NWNA ten-point Good Neighbor policy. For a review of the first five points, please refer to the May 2006 newsletter which can be found at <http://www.mcclouarrowheadproject.org>.

INSIDE THIS ISSUE:

- NWNA's Good Neighbor Policy 2
- NWNA Donations 2

6

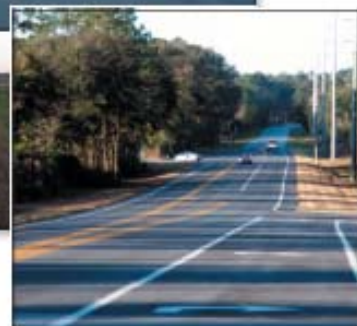


Like most companies that produce goods, our products are carried by truck from our bottling facilities to the marketplace. We work with local planning officials to conform to all applicable traffic ordinances and where practical we take steps to lessen the potential impacts. In Florida, NWNA worked with Madison County and the State of Florida to add a turn lane to State Road 6 and widen Hawthorn Road, the primary access route to the new bottling facility. In McCloud, NWNA intends to connect the proposed spring water bottling facility directly to State Highway 89. This will keep truck traffic from going through town.



Map of the planned road easement that will keep truck traffic from going through town en route to the proposed water bottling facility in McCloud.

When NWNA decided to locate its new bottling facility in rural Madison County, Florida, we helped make significant improvements to primary access roads to the plant. Local residents and officials were very satisfied with the changes.



7 
Exemplary Employment Practices

NWNA strives to set the standard for employment practices in the industry, and in the community. NWNA wages are in the upper 50th percentile. The company offers extensive benefits such as medical, dental, 401k, and profit-sharing, among others. In

McCloud, we have committed to a minimum starting wage of \$10 an hour.

Contributions to the California Economy from NWNA

Capital Investment <i>1999-2004</i>	\$319 million
Number of Employees	1,676
Payroll	\$107 million
Employment Tax <i>(Includes state employee income tax withholdings And unemployment insurance)</i>	\$4.2 million
Property Taxes	\$3.7 million
Spending in California with Network of suppliers, distributors, and marketing partners	\$201.9 million annually

8 
Water Education

NWNA maintains a national commitment to advance water education in and around the communities where we operate. NWNA is a major sponsor

of the Make a Splash with Project WET (Water Education for Teachers) festivals. Today, Make a Splash is the largest, single-day water education event in the nation. The Make a Splash festival enables children to appreciate water resources and learn how to protect them through fun and educationally-sound activities.



Working with volunteers, students in the Make a Splash with Project WET festivals learn about water resources in general and groundwater movement through hands-on activities.

Splash! Stats!

From 2000-2005 Make a Splash with Project WET festivals were conducted in all 50 states.

Number of festivals	655
Schools involved	2,453
Students reached	226,115
Teachers involved	11,412
Parents/ Volunteers	27,621
Nestlé Volunteers	371

9 
Emergency Relief

NWNA is committed to providing emergency and disaster relief to communities when the availability of a clean and dependable water supply is interrupted. NWNA is a silver member of the American Red Cross and con-

tributes to the domestic relief efforts of AmeriCares. During the Hurricane Katrina relief efforts in New Orleans, NWNA donated more than 2 million bottles of water through FEMA (Federal Emergency Management Agency), the American Red Cross and AmeriCares.



NWNA bottled water donations to AmeriCares

10 
Community Giving

NWNA is committed to making a positive contribution in every community in which we operate. In California, some of the organizations that NWNA has supported include:

- City of Hope
- CSU San Bernardino Environmental Expo
- Cucamonga valley water District's water festival
- Mt. Shasta Youth Sports
- Pediatric Brain Tumor Foundation
- Alta Loma School District
- Banning High School
- San Bernardino National Forest

NWNA Donations (Siskiyou County)	
<i>Most recent monetary donations</i>	
McCloud Community Services District <i>Firetruck equipment fund</i>	\$5,000
Siskiyou County Economic Development Council <i>Donation to the Capital Campaign</i>	\$2,500
McCloud Cemetery Association	\$1,000
McCloud Community Resource Center <i>One year paid postage and 1/2 of the copying charges for the McCloud community newsletter</i>	\$4,500
McCloud Union School District <i>Elementary School Fundraiser</i>	\$1,000
Total Monetary Donations:	\$ 31,900
Total Cases of Water Donated:	409