

BYLAWS AMENDMENTS ADOPTED BY BOARD OF DIRECTORS IN 1984

ARTICLE IV

Section 1. (Insert after the second sentence)

"A shareholder shall only be entitled to use water produced by the water system facilities on that land to which said shareholder owns a share(s) of company stock appurtenant to said land."

Section 2.5. MINIMUM SHARE OWNERSHIP (New)

Notwithstanding the provisions of Section 1 and Section 2 of this ARTICLE IV, a shareholder of the Company who owns a parcel of real property with an area less than five (5) acres, shall be issued a minimum of five (5) shares of stock of the Company.

Section 2.6 Santa Ynez River Bottom (New)

Notwithstanding the provisions of Section 1 and Section 2 of this Article IV, a shareholder who submits to the Board of Directors either a map prepared by a licensed civil engineer or licensed land surveyor or other documentation as required by the Board of Directors (which map or documentation delineates the specific acreage of such stockholder's real property existing within the rock and gravel river bottom of the Santa Ynez River) shall be entitled to surrender such number of shares as are allocable to the rock and gravel river bottom area within the Santa Ynez River, as indicated and delineated by said map or documentation of said shareholder's property.