

SIERRA PARK SERVICES, Inc.

P. O. Box 293, Mi Wuk Village, CA 95346, (209) 586-3098

TO: Sierra Park Services, Inc. Shareholders
FROM: Michael Lechner, SPS President
SUBJECT: May 29, 2016 Annual Meeting
DATE: May 1, 2016

Enclosed is official notice of the upcoming SPS Annual Meeting of Shareholders, a Proxy Form, and proposed 2016/2017 budget. **Please review all enclosed information carefully.**

Ideally you will be able to attend the meeting. Shareholder registration starts at 7:30 in the lodge. The meeting will start at 10:30. However if you cannot attend or wish not to, voting by proxy will allow you to have your voice heard. If you intend to have a Board member vote your proxy, be advised it must be returned in the enclosed envelope no later than May 20, 2016.

HELP WANTED!

There will be upcoming vacancies on the board that must be filled if we are to continue delivering the Park services you all expect. If you are a shareholder, please consider becoming a board member for 2016-2017 - your help is needed! Make your interest in this known by calling the number above to get on the ballot at the Annual Meeting.

REGARDING THE PROPOSED 2016/2017 BUDGET

As in previous years, a detailed, line-by-line itemized budget is provided herewith for your review. It is important to note that a source of revenue Services received in the past gone. This year's proposed budget and annual bill reflects the subsequent change to our circumstances.

By way of recap:

SERVICES ANNUAL BILL	2014/2015	2015/2016	2016/2017 Proposed
	\$594	\$750 ¹	\$642

1. \$160 of this amount was earmarked for a one-time bridge replacement capital improvement project that was completed on time and within budget.

ONGOING LITIGATION

As you were informed at last year's annual meeting, the Recreation Association (RA) had, and still does have, pending litigation against property owners who failed to pay or only partially paid the RA for Services (dating pre-13/14). The judge in that case allowed the defendants to file a cross-complaint. As a consequence, the Services Company has been served and is now a party to that litigation. In response, Services has filed against and is seeking legal judgment, including legal fees, from those in the RA's suit who are parties in the cross-complaint. These people are in arrears with Sierra Park Services also.

Additionally, there are a number of other property owners who are delinquent in their payments but are not parties in this litigation. The Services Company will be pursuing collection of those monies as well.

The board continues to manage these uncertainties with fiscal prudence, frequent communication with the RA and guidance from our legal counsel. Should anything change between now and the shareholder meeting, we will of course let you all know at the meeting.

Respectfully,

Michael Lechner

**NOTICE OF ANNUAL MEETING OF
SHAREHOLDERS OF
SIERRA PARK SERVICES, INC.**

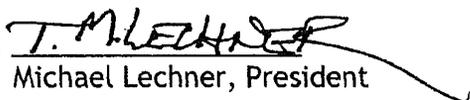
Notice is given that the annual meeting of the shareholders of Sierra Park Services, Inc. (the "Corporation"), will be held at the Recreation Hall that is located on Wheeler Road, Long Barn, California, on May 29, 2016, at 10:30 AM. Shareholder registration for the meeting will take place at the Recreation Hall from 7:30 to 8:30 AM. To be considered and acted on will be:

1. Election of Directors. The board of directors of the Corporation (the "Board") intends at this time to present the following nominees for election by the shareholders to the Board:

Bill Ordwein
Heidi Ordwein
Wanda Lenhardt
2. Annual Report and Budget. The Chairman of the Board shall report on the transactions and matters related to the Corporation from the prior year and shall present for action by the shareholders, and request that the shareholders ratify and approve, the annual budget for the Corporation previously approved by the Board.
3. Such other business as may be properly presented at the meeting for action by the shareholders. If you do not expect to be present at the meeting and wish your shares to be voted, you may complete the attached form of proxy and mail it in the enclosed addressed envelope.

Date: May 1, 2016

Sierra Park Services, Inc.

By: 
Michael Lechner, President

PROXY INSTRUCTIONS

ANNUAL MEETING OF SHAREHOLDERS OF SIERRA PARK SERVICES, INC.

As a shareholder in Sierra Park Services, Inc. (the “Corporation”) you have the right to vote on matters presented to the shareholders for action at the annual meeting. The Board of Directors of the Corporation strongly urges your, and your co-owners, participation at the annual meeting. Important matters will be presented for the vote and approval of the shareholders including the election of the members of the Board of Directors for 2016/2017 and the ratification and approval of the 2016/2017 budget adopted by the Board of Directors.

It is very important that every shareholder participates in the voting processes, but we recognize that not everyone can attend the annual meeting and our bylaws provide for voting by proxy. We hope to have as many shareholders present at the annual meeting as possible but we do understand that many things can cause our shareholders to be unable to attend in person. Voting through a proxy will allow your voice to be heard.

The following is a blank form of proxy for the upcoming annual meeting of the shareholders that you can use to exercise your voting privilege without being present. In the event you cannot or do not wish to vote your share(s) in person at the annual meeting it is very important that you do so by proxy. You may grant a co-owner of your property or any other shareholder the right to vote your share(s) by proxy. Please be sure to sign, date and deliver this proxy to your proxy holder in advance of the annual meeting as that person will need to present the signed and dated proxy, along with appropriate identification, at the time of the annual meeting to be able to vote on your behalf by proxy.

In the event you cannot attend and do not have someone you would like to assign your proxy to, the members of the current Board of Directors are willing to exercise your proxy for you. Current Board members are Michael Lechner, Heidi Ordwein, Bill Ordwein, Wanda Lenhardt, and Mark Logan. All proxies designated to current board members must be received by the Corporation at P.O. Box 293, Mi Wuk Village, California, 95346, **no later than May 20, 2016.**

SIERRA PARK SERVICES, INC.

2016 PROXY

The undersigned shareholder(s) of Sierra Park Services, Inc., a California corporation (the "Corporation"), appoint(s) _____ [Print Name] as proxy and attorney-in-fact, with full power of substitution, to represent the undersigned at the annual meeting of shareholders to be held on May 29, 2016, at 10:30 AM, at the Recreation Hall which is located on Wheeler Road, Long Barn, California and at any adjournment of that meeting, and to vote all shares of stock that the undersigned would be entitled to vote if personally present, on the matters and in accordance with any instructions set forth below.

The proxy holder shall be entitled to cast the number of votes the undersigned would be entitled to cast if personally present, for or against any proposal, including the election of members of the board of directors, and any and all other business that may come before the meeting.

SHAREHOLDER: IF YOU WISH TO INSTRUCT THE PROXY HOLDER REGARDING THE VOTING OF YOUR SHARES, PLEASE CHECK THE APPROPRIATE BOXES BELOW AND COMPLETE THIS FORM. WITH RESPECT TO ELECTION OF DIRECTORS. IF YOU WISH TO WITHHOLD AUTHORITY TO VOTE FOR ANY INDIVIDUAL NOMINEE, DRAW A LINE THROUGH THAT NOMINEE'S NAME. YOUR SHARES WILL BE VOTED IN ACCORDANCE WITH YOUR INSTRUCTIONS.

ANY SHAREHOLDER COMPLETING THIS PROXY WHO FAILS TO CHECK ANY BOXES OR OTHERWISE MARK THE PROXY FORM WILL BE DEEMED TO HAVE GIVEN THE PROXY HOLDER COMPLETE DISCRETION IN VOTING WITH RESPECT TO THE MATTERS LISTED BELOW.

1. Election of Directors:

FOR all nominees listed below except as indicated _____ (Check)
WITHHOLD authority to vote for all nominees listed _____ (Check)

NOMINEES

Bill Ordwien
Heidi Ordwein
Wanda Lenhardt

2. Annual Report and Budget (Check one):

Approve _____ Disapprove _____ Abstain _____

[Signature appears on following page]

[Signature page to Proxy]

Date: _____

By: _____

Print: _____

Title: _____

SHARE NUMBER(S): _____, _____, _____

SHAREHOLDER: THIS PROXY SHOULD BE MARKED, DATED, AND SIGNED BY THE SHAREHOLDER EXACTLY AS HIS OR HER NAME APPEARS ON THE SHARE CERTIFICATE(S), AND RETURNED PROMPTLY TO THE CORPORATION. A CORPORATION, LIMITED LIABILITY COMPANY, TRUST OR OTHER ENTITY, SHOULD SIGN ITS NAME BY AN OFFICER, TRUSTEE OR OTHER AUTHORIZED PERSON, DESIGNATING THE TITLE HELD.

YOUR NAME AS IT APPEARS ON YOUR STOCK CERTIFICATE IS:

All proxies designated to current board members must be received by the Corporation at P.O. Box 293, Mi Wuk Village, California, 95346, no later than May 20, 2016.

Addressed return envelope provided for your convenience.

SPSC 2016-2017 Budget		
		Expense
Roads Administration		
	ACCOUNTING	14000
	CREDIT CARD CHARGES	2000
	INSURANCE	13000
	LEGAL CONSULTING	20000
	MEMBER COMMUNICATIONS	1500
	PROFESSIONAL CONSULTING	0
	PROPERTY TAXES	3400
	TAXES AND LICENSE	100
	INCOME TAXES	0
Subtotal		54000
Roads Operations and Maintenance		
	LABOR	12000
	MAINTAIN ROADS AND SNOW REMOVAL	35000
	ROAD EQUIPMENT MAINTENANCE	12500
	ROADS BUILDING MAINTENANCE	1500
	ROADS FUEL	3500
	ROADS SUPPLIES	1000
	GATE	0
	UTILITIES	4000
	RESERVES	20000
Subtotal		89500
Clean Up Work		
	CLEAN DITCHES	3300
	CLEAN CULVERTS	2200
	PINE NEEDLES FROM ROAD CLEANUP	4000
Subtotal		9500
Total Maintain and Repair Roads		153000
Refuse Collection and Disposal		
	LABOR	1200
	GARBAGE	17000
Subtotal		18200
Pine Needle Management		
	LABOR	1300
	NEEDLE EXPENSE	20000
Subtotal		21300
Maintain Common Areas		
	OTHER LABOR	1100
	FUEL	1000
	GENERAL MAINTENANCE	8000
	LODGE SUPPLIES	100
	MAINTAIN LAKE	1000
	MAINTAIN STRUCTURE	1000
Subtotal		12200
General Administration		
	BANK CHARGES	100
	EQUIPMENT PURCHASE / RENTAL	2000
	FEES	0
	FISHING DERBY	0
	HEALTH & SAFETY	2500
	INSURANCE	8000
	OFFICE EXPENSE	1000
	OUTSIDE SERVICES	600
	RECREATION	1500
	UTILITIES	5000
	RESERVES	5000
Subtotal		25700
Total Acillary		77400
Total Expenses		230400
	Per Lot	\$655