RECORD OF PROCEEDINGS

MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE GREATROCK NORTH WATER AND SANITATION DISTRICT HELD NOVEMBER 4, 2014

A regular meeting of the Board of Directors (referred to hereafter as "Board") of the Greatrock North Water and Sanitation District (referred to hereafter as "District") was convened on Tuesday, November 4, 2014 at 5:30 P.M., at United Power, 500 Cooperative Way, Brighton, Colorado. The meeting was open to the public.

ATTENDANCE

Directors In Attendance Were:
Robert W. Fleck
John D. Wyckoff
Jeffrey Polliard
Brian K. Rogers
Dave Lozano

Also In Attendance Were:
Lisa A. Johnson and Divena Mortimeyer (for a portion of the meeting); Special District Management Services, Inc.

Jennifer Gruber Tanaka, Esq.; White Bear Ankele Tanaka & Waldron, P.C.

Chris Sanchez; Bishop-Brogden Associates, Inc.

Brad Simons, TZA Water Engineers

Ken Kirwin; Resident

Chad Waltenburg; Resident

DISCLOSURE OF POTENTIAL CONFLICTS OF INTEREST

Disclosures of Potential Conflicts of Interest: Ms. Johnson advised the Board that, pursuant to Colorado law, certain disclosures may be required prior to taking official action at the meeting. The Board reviewed the Agenda for the meeting, following which, Directors Rogers, Polliard, Fleck and Wyckoff each confirmed that they had no conflicts of interest in connection with any of the matters listed on the Agenda. It was noted that Director Lozano's Disclosure Statements have been filed with the Secretary of State's office and Board in advance of the meeting pursuant to Colorado law.

ADMINISTRATIVE MATTERS

Agenda: Ms. Johnson distributed for the Board's review and approval a proposed Agenda for the District's regular meeting.

Following discussion, upon motion duly made by Director Wyckoff, seconded by Director Rogers and, upon vote, unanimously carried, the Agenda was approved as amended.

Board of Directors' Report: There was nothing new to report.

Manager's Report: Ms. Johnson presented and the Board reviewed the November Manager's Report. A copy of the report is attached hereto and incorporated herein by this reference.

CONSENT AGENDA

Consent Agenda: The Board considered the following actions:

- Approve Minutes from the October 7, 2014 regular meeting.
- Approve Independent Contractor Agreement with Ramey Environmental Compliance, Inc. for 2015 Certified Operator Services, as revised.
- Approve Independent Contractor Agreement with Special District Management Services for District Management, Accounting and Meter Reading Services.
- Approve Engagement Letter with White Bear Ankele Tanaka and Waldron, P.C. for General Counsel Services.

Following discussion, upon motion duly made by Director Wyckoff, seconded by Director Rogers and, upon vote, unanimously carried, the Board approved the consent agenda items.

Independent Contractor Agreement between the District and Dan's Custom Construction for General Contractor Services: The Board entered into discussion regarding the approval of an Independent Contractor Agreement between the District and Dan's Custom Construction for General Contractor Services.

Following discussion, the Board determined to defer action on this matter at this time and directed Ms. Johnson to discuss the requested changes to the contract by Mr. LaCoe with him to determine the intent of his requested changes.

FINANCIAL MATTERS

Unaudited Financial Statements: Ms. Johnson noted that the information contained in the September 30, 2014 unaudited financial statements was included

in the 2015 budget and could be reviewed concurrent with the budget discussions. The Board agreed and no action was taken.

2014 Audit: The Board entered into discussion regarding the engagement of Schilling & Co. to perform the 2014 Audit for an amount not to exceed $5,200.

Following discussion, upon motion duly made by Director Wyckoff, seconded by Director Polliard and, upon vote, unanimously carried, the Board approved the engagement of Schilling & Co. to perform the 2014 Audit for an amount not to exceed $5,200.

2014 Budget Amendment Hearing: Ms. Johnson noted that there was no need for a 2014 budget amendment.

2015 Budget Hearing: Director Fleck opened the public hearing to consider the proposed 2015 Budget and discuss related issues.

It was noted that the notice of public hearing stating that the Board would consider adoption of the 2015 Budget and the date, time and place of the public hearing was made in a newspaper having general circulation within the District. No written objections were received prior to this public hearing.

No public comments were received and the public hearing was closed.

Ms. Johnson and Ms. Mortimeyer reviewed the estimated 2014 expenditures and the proposed 2015 expenditures.

Following discussion, the Board considered the adoption of Resolution No. 2014-11-01 to Adopt the 2015 Budget and Appropriate Sums of Money and Resolution No. 2014-11-02 to Set Mill Levies, for the General Fund at 28.340 mills and the Debt Service Fund at 18.500 mills, for a total mill levy of 46.840 mills, upon motion duly made by Director Wyckoff, seconded by Director Polliard and, upon vote, unanimously carried, the Resolutions were adopted, as discussed, and execution of the Certification of Budget and Certification of Mill Levies was authorized, subject to receipt of final Certification of Assessed Valuation from the County on or before December 10, 2014. Ms. Johnson was authorized to transmit the Certification of Mill Levies to the Board of County Commissioners of Adams County and the Division of Local Government, not later than December 15, 2014. Ms. Johnson was also authorized to transmit the Certification of Budget to the Division of Local Government not later than January 30, 2015. Copies of the adopted Resolutions are attached to these minutes and incorporated herein by this reference.

Schedule of Fees and Charges: The Board entered into discussion regarding the adoption of Resolution No. 2014-11-03, Resolution Amending and Restating Schedule of Fees and Charges.

Following discussion, upon motion duly made by Director Wyckoff, seconded by Director Polliard and, upon vote, unanimously carried, the Board adopted Resolution No. 2014-11-03, Resolution Amending and Restating Schedule of Fees and Charges. A copy of Resolution No. 2014-11-03 is attached hereto and incorporated herein by this reference.

WATER MATTERS

EXECUTIVE SESSION: Pursuant to Sections 24-6-402(4)(b) and (e), C.R.S., upon motion duly made by Director Wyckoff, seconded by Director Polliard and, upon an affirmative vote of at least two-thirds of the quorum present, the Board convened in executive session at 6:59 p.m. for the purpose of discussing negotiations with third parties and receiving legal advice, as authorized by Sections 24-6-402(4)(b) and (e), C.R.S.

Pursuant to Section 24-6-402(2)(d.5) (II)(B), C.R.S., no record will be kept of the remaining portion of the executive session that, in the opinion of the Board's attorney, constitutes privileged attorney-client communication pursuant to Section 24-6-402(4)(b), C.R.S.

The Board reconvened in regular session at 8:01 p.m.

Actions Resulting from Executive Session:

Water Court Application: The Board discussed filing a Water Court application for conditional water rights for District alluvial wells.

Following discussion, upon motion duly made by Director Wyckoff, seconded by Director Polliard and, upon vote, unanimously carried, the Board approved the filing of a Water Court application for conditional water rights to District alluvial wells.

ENGINEER'S REPORT

Engineer's Report: Mr. Simons presented the Engineer's Report to the Board. A copy of the report is attached hereto and is incorporated herein by this reference.

Evaporation Ponds:

Concentrate Water Sampling: Mr. Simons discussed with the Board his concerns that the Reverse Osmosis System might not be functioning correctly. Mr. Simons noted that he would like to schedule a meeting with Pure Water Solutions to assess the System.

Rocking Horse Farms and Box Elder Creek Ranch Curb Stops: Ms. Johnson reported to the Board that five curb stops in Rocking Horse Farms had been located, potholed, and exercised. Staff will determine the remaining amount of curb stops in need of potholing and prepare a budget to complete. Ms. Johnson will meet with Mr. Simons and Director Wyckoff later in the week to try and locate the remaining 16 curb stops in Box Elder Creek Ranch that were unable to be located.

OPERATIONS AND MAINTENANCE MATTERS

Operations and Maintenance Update and Completed Work Order List: The Board reviewed the operations and maintenance update and the completed work order list. A copy of the report is attached hereto and incorporated herein by this reference.

Water Quality Report: The Board reviewed the monthly water quality report.

LEGAL MATTERS

2015 Annual Administrative Matters Resolution: Attorney Tanaka presented and discussed with the Board Resolution No. 2014-11-04: 2015 Annual Administrative Matters.

Following discussion, upon motion duly made by Director Wyckoff, seconded by Director Lozano and, upon vote, unanimously carried, the Board adopted Resolution No. 2014-11-04: 2015 Annual Administrative Matters. A copy of the Resolution is attached hereto and incorporated herein by this reference.

District Marijuana Policy: Attorney Tanaka presented to the Board a memorandum and Resolution No. 2014-11-05: Adopting a Marijuana Policy. The Board discussed the memorandum and Resolution No. 2014-11-05.

Following discussion, upon motion duly made by Director Wyckoff, seconded by Director Fleck and, upon vote, with Directors Fleck, Wyckoff, Rogers, and Lozano voting "aye", and Director Polliard voting "nay", the Board approved the memorandum and adopted Resolution No. 2014-11-05: Adopting a Marijuana Policy. A copy of the Resolution is attached hereto and incorporated herein by this reference.

Third Party Fidelity Bond and Designated Agent Endorsement: Attorney Tanaka presented to the Board a memorandum regarding Third Party Fidelity Bond and Designated Agent Endorsement.

Following discussion, the Board directed Ms. Johnson to prepare a document addressing the process conducted by the accountant to reconcile the monthly bank statement and cash handling procedures for presentation at the December 2, 2014 meeting. The Board will then consider any changes to the existing insurance coverage at that time.

COMMUNITY COMMENTS

Community Comments:

Ken Kirwin: Mr. Kirwin addressed the Board regarding his concerns about water quality, the looped system project, and the current rate structure. Mr. Kirwin asked the Board to not increase current rates.

Chad Waltenburg: Mr. Waltenburg addressed the Board regarding the proposed rate increase for 2015. Ms. Johnson and the Board presented the proposed changes to the current rates, fees, tolls, charges or penalties.

ADJOURNMENT

There being no further business to come before the Board at this time, upon motion duly made, seconded and, upon vote, unanimously carried, the meeting was adjourned.

Respectfully submitted,

By _____
Secretary for the Meeting

THESE MINUTES APPROVED AS THE OFFICIAL NOVEMBER 4, 2014 MINUTES OF THE GREATROCK NORTH WATER AND SANITATION DISTRICT BY THE BOARD OF DIRECTORS SIGNING BELOW:

_____
Robert William Fleck

_____
Jeffrey L. Polliard

_____
Brian K. Rogers

_____
John D. Wyckoff

_____
Dave Lozano

Attorney Statement
Regarding Privileged Attorney-Client Communication

Pursuant to §24-6-402(2)(d.5)(II)(B), C.R.S., I attest that, in my capacity as the attorney representing the Greatrock North Water and Sanitation District, I attended the executive session on November 4, 2014, for the sole purpose of discussing matters subject to negotiation with third parties and for receiving legal advice, as authorized by §§24-6-402(4)(b) and (e), C.R.S. I further attest that it is my opinion that a portion of the executive session discussion constituted attorney-client privileged communication as provided by §24-6-402(4)(b), C.R.S., and, based on that opinion, no further record, written or electronic, was kept or required by be kept pursuant to §24-6-402(2)(d.5)(II)(B), C.R.S.

_____

Jennifer Gruber Tanaka, Esq.
General Counsel
Greatrock North Water and Sanitation District

GREATROCK NORTH WATER & SANITATION DISTRICT

November 4, 2014 BOARD MEETING

Please ***print*** your name, address and phone number, and the issue(s) you are interested in addressing at this meeting.

NAME	ADDRESS (Postal and Email)	TELEPHONE	ISSUES TO BE ADDRESSED
KEN KIRWIN	KKIRWIN @ MSN-COM 28565 E 162ND CT	3-659-5545	RATE INCREASE AND WATER QUALITY
Mark Walthenburg	CWalthen@aol.com 20751 E 163RD PL.	7-685-0336	RATE Increase

GREATROCK NORTH
WATER & SANITATION DISTRICT

Date: October 28, 2014

To: Greatrock North Water and Sanitation District, Board of Directors

From: Lisa A. Johnson, District Manager

Re: November 4, 2014 Manager's Report

Agenda Action Items

II.A. Consent Agenda

1. October 7, 2014 regular meeting minutes.
2. ICA with Ramey Environmental Compliance for 2015 Certified Operator Services.
3. ICA with SDMS for District Management, Accounting and Meter Reading Services.
4. Engagement Letter with White Bear Ankele Tanaka & Waldron for Legal Services.
5. ICA with Dan's Custom Construction for General Contractor Services.

I recommend approval of the consent agenda items.

III.A. September 30, 2014 Financial Statements

Ms. Mortimeyer will present the 3rd quarter financial statements.

I recommend acceptance of the September 30, 2014 unaudited financial statements.

III.B. Engagement of Schilling & Company to Perform 2014 Audit

Ms. Schilling will provide an engagement letter to perform the 2014 audit and EDOP procedures in advance of the meeting.

District Office
for Greatrock North
Water and Sanitation
141 Union Blvd., Suite 150 Lakewood, CO 80228-1898
Phone (303) 987-0835

III.C. Amendment to 2014 Budget

Ms. Mortimeyer and I have reviewed the estimated expenditures through year end and have determined that there is no need to amend the 2014 budget.

III.D. Adopt 2015 Budget and Resolution

Ms. Mortimeyer will present the final draft of the 2015 budget.

I recommend adoption of the 2015 budget and corresponding resolutions.

III.E. Resolution Amending and Restating Schedule of Fees and Charges

This resolution incorporates a fee increase to the base rate from $40 per month to $46 per month. It also lowers the current transfer of service fee from $250 to $150.

I recommend approval of Resolution No. 2014-11-03, Resolution Amending and Restating Schedule of Fees and Charges.

VII.A. 2015 Annual Administrative Resolution

Attorney Tanaka will present the 2015 Annual Administrative Resolution.

I recommend approval of the 2015 Annual Administrative Resolution.

VII.B. Resolution Adopting a Marijuana Policy

Attorney Tanaka will discuss her memo and resolution adopting a marijuana policy.

I recommend approval of Resolution No. 2014-11-05: Adopting a Marijuana Policy.

Review of monthly Water Resumes and Other Water Related Matters

Attorney Poznanovic reviewed the August resume, and did not find any cases that he thinks the District would have an interest in opposing.

Summary of mid-month meeting with Directors Fleck and Wyckoff

Director Wyckoff, Mr. Simons and I met on October 16, 2014. Topics discussed were as follows:

- Mr. Simons summarized a meeting he had with Ron Falco with CDPHE regarding the concentrate issues. Mr. Simons has requested a second meeting with Mr. Falco

and Mr. Ingalls to discuss further.

- Discussed low water pressure issues at Rocking Horse Farms
- Discussed the status of renewable water rights acquisition

RESOLUTION NO. 2014 - 11 - 01

A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE GREATROCK NORTH WATER AND SANITATION DISTRICT
TO ADOPT THE 2015 BUDGET AND APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors of the Greatrock North Water and Sanitation District ("District") has appointed the District Accountant to prepare and submit a proposed 2015 budget to the Board at the proper time; and

WHEREAS, the District Accountant has submitted a proposed budget to this Board on or before October 15, 2014, for its consideration; and

WHEREAS, upon due and proper notice, published or posted in accordance with the law, said proposed budget was open for inspection by the public at a designated place at the office of the District Manager, interested electors of the District were given the opportunity to file or register any objections to the proposed budget, and a public hearing was held on November 4, 2014 at United Power, 500 Cooperative Way, Brighton, Colorado; and

WHEREAS, the budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, reserve transfers and expenditure exemptions, under Article X, Section 20 of the Colorado Constitution ("TABOR") and other laws or obligations which are applicable to or binding upon the District; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues or were planned to be expended from reserve fund balances so that the budget remains in balance, as required by law.

WHEREAS, the Board of Directors of the District has made provisions therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget; and

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, as more fully set forth in the budget, including any inter-fund transfers listed therein, so as not to impair the operations of the District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Greatrock North Water and Sanitation District:

1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Greatrock North Water and Sanitation District for the 2015 fiscal year.

2. That the budget, as hereby approved and adopted, shall be certified by the Secretary of the District to all appropriate agencies and filed in accordance with applicable law, and is made a part of the public records of the District.

3. That the sums set forth as the total expenditures of each fund in the budget attached hereto as **EXHIBIT A** and incorporated herein by reference are hereby appropriated from the revenues of each fund, within each fund, for the purposes stated.

ADOPTED this 4th day of November, 2014.

GREATROCK NORTH WATER AND SANITATION DISTRICT, a quasi-municipal corporation and political subdivision of the State of Colorado

President

ATTEST:

Brian K. Rogers, Secretary

(SEAL)

EXHIBIT A
(Budget)

CERTIFICATION:

I, Brian K. Rogers, hereby certify that I am the duly appointed Secretary of the Greatrock North Water and Sanitation District, and that the foregoing is a true and correct copy of the budget for the budget year 2015, duly adopted at a meeting of the Board of Directors of the Greatrock North Water and Sanitation District held on November 4, 2014.

By: _____
Secretary

RESOLUTION NO. 2014 - 11 - 02

A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE GREATROCK NORTH WATER AND SANITATION DISTRICT
TO SET MILL LEVIES

WHEREAS, the Board of Directors of the Greatrock North Water and Sanitation District ("District") has adopted the 2015 annual budget in accordance with the Local Government Budget Law on November 4, 2014; and

WHEREAS, the adopted budget is attached to the Resolution of the Board of Directors to Adopt the 2015 Budget and Appropriate Sums of Money, and such budget is incorporated herein by this reference; and

WHEREAS, the amount of money necessary to balance the budget for general fund expenses from property tax revenue is identified in the budget; and

WHEREAS, the amount of money necessary to balance the budget for debt service fund expenses from property tax revenue is identified in the budget; and

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Greatrock North Water and Sanitation District:

1. That for the purposes of meeting all general fund expenses of the District during the 2015 budget year, the District determined to levy mills upon each dollar of the total valuation for assessment of all taxable property within the District, as set forth in the budget, to raise the required revenue.

2. That for the purposes of meeting all debt service fund expenses of the District during the 2015 budget year, the District determined to levy mills upon each dollar of the total valuation for assessment of all taxable property within the District, as set forth in the budget, to raise the required revenue.

3. That the District Accountant of the District is hereby authorized and directed to immediately certify to the Board of County Commissioners of Adams County, Colorado, the mill levies for the District as set forth in the District's Certification of Tax Levies (attached hereto as **EXHIBIT A** and incorporated herein by reference), recalculated as needed upon receipt of the final certification of valuation from the County Assessor in order to comply with any applicable revenue and other budgetary limits.

[Signatures on Following Page]

ADOPTED this 4th day of November, 2014.

GREATROCK NORTH WATER AND SANITATION DISTRICT, a quasi-municipal corporation and political subdivision of the State of Colorado

Robert W. Fleck, President

ATTEST:

Brian K. Rogers, Secretary

(SEAL)

EXHIBIT A
(Certification of Tax Levies)

Resolution Number 2014-11-03

RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
GREATROCK NORTH WATER AND SANITATION DISTRICT
AMENDING RULES AND REGULATIONS
(2012 Reissuance)

WHEREAS, the Greatrock North Water and Sanitation District (the "District") was organized in accordance with and pursuant to §§ 32-1-101, *et seq.*, C.R.S. for the purpose of providing water and storm drainage facilities and services to properties within and without its boundaries; and

WHEREAS, pursuant to § 32-1-1001(1)(m), C.R.S., the District's Board of Directors (the "Board") is empowered to adopt, amend and enforce rules and regulations of the District; and

WHEREAS, on June 5, 2012, the Board adopted Rules and Regulations, which Rules and Regulations incorporated all prior revisions adopted by the Board and were reissued as of this date and which Rules and Regulations were subsequently amended on April 2, 2013, in Resolution No. 2013-04-01, and on December 3, 2013 in Resolution No. 2013-12-02 (collectively, "Rules and Regulations"); and

WHEREAS, the Board has determined that the fees and charges set forth in Appendix A need to be updated; and

WHEREAS, pursuant to §32-1-1001(2)(a), C.R.S., the Board is required to provide notice to customers receiving domestic water that it intends to consider the fixing or increasing of fees, rates, tolls, penalties or charges for the provision of domestic water, which notice is required to be provided at least thirty (30) days prior to the meeting at which the rate adjustment will be considered and in the manner set forth therein; and

WHEREAS, on September 4, 2014, the Notice of Intent to Fix or Increase Fees, Rates, Tolls, Penalties or Charges for Water Service (the "Notice"), a copy of which is attached hereto and incorporated herein as Exhibit A, was posted on the official website of the District, in accordance with §32-1-1001(2)(a)(III), C.R.S.; and

WHEREAS, on September 13, 2014, the Notice was included with the monthly billing statements mailed to customers, in accordance with§32-1-1001(2)(a)(II), C.R.S.; and

WHEREAS, the Board desires to amend the Rules and Regulations in this Resolution to provide for the changes in fees, rates, tolls, penalties and charges reflected in the Schedule of Fees and Charges appended to the Rules and Regulations (2012 Issue) as Appendix A thereto.

NOW, THEREFORE, be it resolved by the Board as follows:

Section 1. REPLACEMENT OF APPENDIX A "SCHEDULE OF FEES AND CHARGES ". Appendix A of the Rules and Regulations shall be replaced it its entirety with the language set forth in **Exhibit A**, attached hereto.

Section 2. PRIOR PROVISIONS EFFECTIVE. Except as specifically amended hereby, all the terms and provisions of the Rules and Regulations, as amended, shall remain in full force and effect.

[Remainder of Page Intentionally Left Blank. Signature Page Follows].

RESOLVED AND ADOPTED this 4th day of November 2014.

GREATROCK NORTH WATER AND SANITATION DISTRICT

Officer of the District

ATTEST:

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law

General Counsel to the District

Greatrock/Rules and Regulations
0495.0005
Doc. # 635286-1

EXHIBIT A
Appendix A
Schedule of Fees and Charges

APPENDIX A

SCHEDULE OF FEES AND CHARGES

Adopted and Approved
November 4, 2014

SYSTEM DEVELOPMENT FEE $ 12,300

This fee is a one-time contribution per single-family residential equivalent unit ("EQR") required of new Customers (or existing Customers having change of use) to be used for capital investment in Regional Facilities and the organization of the District. Regional Facilities shall include the wells, treatment (including the water treatment facility and two evaporation ponds), storage, transmission, mechanical and electrical components, instrumentation and control components constructed, installed and/or acquired by the District on or before December 3, 2013. Regional Facilities shall not include site specific infrastructure or facilities or transmission lines extending from the Regional Facilities to a subdivision. The System Development Fee shall be due within five (5) business days of the issuance of a building permit by the County for each lot.

Fees for the following tap sizes will be calculated at the stated EQR values multiplied by the SDF amount stated above:

¾" Size	1 EQR
1" Size	1.67 EQR
1½" Size	3.33 EQR
2" Size	6.67 EQR
3" Size	16.67 EQR
4" Size	33.33 EQR
Larger than 4"	As Determined by District

TAP INSPECTION FEE $150

This fee is intended to cover the cost of the District's inspection of the physical tap and of the Customer's Service Line, entering the tap location on the District's as-built drawing set, and other ancillary services needed in connection with a new tap.

MONTHLY WATER SERVICE CHARGES

Base Rate (0 gallons)	$ 46.00 flat rate
40,000 gallons	$ 4.50 per 1,000 gals.
40,001 + gallons	$ 10.00 per 1,000 gals.

LATE CHARGE $ 15.00

RENEWABLE WATER RESOURCE FEE

Meter Size	SFE	GPM	Fee*
5/8 & ¾	0.67	20	$9,936
¾	1	30	$14,830
1"	1.67	50	$24,766
1.5"	3.33	100	$49,384
2"	6.67	200	$98,916
3"	16.67	500	$247,216
4"	33.33	1000	$494,284
6"	66.67	2000	$988,716

*Fee structure based on Town of Castle Rock Municipal Code, 2012 Renewable Water Resource Fees, Chapter 4.04, Water Dedication Code.

Credit against the renewable water resource fee may be granted in consideration of the dedication of tributary water or surface water rights on such terms and conditions acceptable to the District Board.

Payment of the renewable water resource fee shall be assessed in accordance with the schedule of rates in effect as of the date of inclusion. Payment of the renewable water resource fee shall be a condition to issuance of the issuance of a water tap.

AVAILABILITY OF SERVICE CHARGE — 50% of Monthly Water Service Charge Base Rate

Assessed on each parcel of land established by a recorded final subdivision plat located within the District's boundaries and where the lot line of which is located within one hundred feet (100') of a water line which is installed and ready for connection. Charge assessed and due on same schedule as Monthly Water Service Charge.

INSPECTION FEES

Service Line / Meter Pit Inspection	$	180.00
Meter Installation	$	180.00
Other Inspection	$	180.00

REINSPECTION FEE OR RETURN VISIT FEE — $ 180.00

METER COST — Current cost to District

WATER TURN ON/TURN OFF — $ 90.00 each on/off (Customer Requested)

MISCELLANEOUS FEES:

CONSTRUCTION WATER FEE $ 50.00 / month

District shall make construction water available to homebuilders, from the date a building permit is pulled until a meter is installed at a flat monthly rate.

FIRE HYDRANT METER FEES

Meter Assembly Rental Deposit	$	2,000.00 (refundable)
Monthly Fee	$	10.00 / 1,000 gallons

FORMAL INCLUSION HEARING FEE $ 1,000.00 / application fee

Plus all costs of publication of notices and engineering, management and attorneys; fees incurred by District in processing the inclusion.

INCLUSION FEE

Initial Deposit	$	10,000.00 Non-refundable
Incremental Refundable Deposits of	$	5,000.00

For actual time and expenses incurred over the $10,000 initial deposit, including but not limited to costs of publication of notices and engineering, management and attorneys' fees.

TRANSFER OF SERVICE FEE $ 175.00/occurrence

Fee due and owing upon transfer of account from one responsible party and/or account holder to another.

PLAN REVIEW FEES

Actual Time and expenses incurred by District $ 1,500.00 / minimum fee

PENALTY FEES / FINES:

Excavation During Non-Excavation Period - Bond $ 5,000.00

December 1 through March 31 of each year. The District may adjust the no-excavation period based on actual weather conditions. The bond is security for repairs which may be required due to damage to the District's existing facilities.

Installation of any non-metered device $ 2,000.00 / occurrence

Installation of any device (i.e., "jumper") to allow for circumvention of the District's monitoring or delivery systems shall constitute unauthorized tampering and the use of the District water system shall be subject to a penalty fee. Such fines shall, until paid, constitute a lien upon the subject property, pursuant to Section 32-1-1001, C.R.S.

Irrigating with Domestic Water[1] - First Offense $ 1,000.00

Irrigating with Domestic Water[1] - Second Offense $ 2,000.00
& Flow Restrictor will be installed

Irrigating with Domestic Water[1] - Disconnection of Service. Service not to be reinstated until all fees, including penalties, are paid in full.

Failure to Possess Rules and Regulations $ 1,000.00 / occurrence
Failure to purchase and/or have a copy of the Greatrock North Water and Sanitation District Rules and Regulations, and updates, and approved construction plans on site during construction.

Occupation of Building Prior to Meter Set $ 1,000.00

Repair of Broken or Damaged Water Meters, Meter Pits and Curb Stop Boxes 100%[2]
Plus any management and attorneys' fees incurred to collect associated costs.

Unauthorized Tampering with District systems or meters: $ 2,000.00 / incident
Plus actual cost of damage, expense, and loss.

Unauthorized Connection Fee 2 x the current SDF
Plus actual cost of damage, expense, and loss, legal fees, and any other costs incurred in the filing of criminal charges.

[1] In a dual domestic and irrigation water service area.
[2] A) If a Customer damages or breaks their water meter, the Customer shall pay 100% of the associated costs for the repair and/or replacement of the water meters, meter pits and curb stop boxes.
B) The District will notify the Customer of the broken or damaged water meters, meter pits and curb stop boxes and the costs of repair and/or replacement. A copy of the invoice for the work will be included with the notice. The Customer will reimburse the costs to the District within thirty (30) days of receipt of the notice.
C) If reimbursement is not received by the District within thirty (30) days of the notice, the costs will be added as a charge to the Customer's water bill for the next billing cycle.

TZA Water Engineers
a Lamp Rynearson Company

12596 W. Bayaud Ave., Ste. 330
Lakewood, Colorado 80228
303-971-0030
Tza4water.com

GREATROCK NORTH WATER AND SANITATION DISTRICT
ENGINEER'S REPORT
OCTOBER 27, 2014

Concentrate Disposal and Stream Reclassification

I recently met with Ron Falco, the interim Director of the Water Quality Control Division, to revisit the District's concentrate disposal quandary. Mr. Falco suggested researching the Water Quality Control Commission's Policy 13-1 for a discharger specific variance. This policy intended to make the discharger specific variance adoption and implementation process more transparent and understandable to all interested parties, while providing appropriate flexibility.

The Durango West Metropolitan District No. 2 recently applied for a discharger specific variance for ammonia and chlorine standards. This District sought relief of severe ammonia and chlorine discharge standards for aerated lagoons that discharge to a dry creek. The lagoon effluent does not reach the stream segment upon which the standards are based.

The Commission's administrator has provided a link (ftp://ft.dphe.state.co.us/wqc/wqcc/34_AF13bRMH_2014/) to the entire administrative record for Durango West Metropolitan District No. 2's request. I am in the process of reviewing the records and will present more information to the Board at the November meeting.

Water Planning

TZA Water Engineers has supported Bishop-Brogden Associates in the preparation and review of two memos associated with the District water planning efforts. Those memos are:

- GRNWSD Projected Build-Out Augmentation Requirement
- GRNWSD – Possible Water Rights Acquisition Targets

Well, Pump, and Motor Replacements

The District has recently initiated efforts to better understand its well infrastructure and the potential need for replacement of pumps and motors, as well as the well structures themselves. As a part of that effort, TZA Water Engineers is compiling the historical aspects of the wells constructed, the pumps installed, and any other improvements (i.e. water level measuring devices) integrated at each site. TZA is evaluating the benefits of a pump, motor, and well maintenance program to detect changes in well performance. Early detection of deterioration in well performance will allow less expensive repairs, rehabilitation, or treatment procedures in order to maximize production capacity. This preventative maintenance program will be discussed with the District's Manager, and a formal proposal will be brought to the Board if deemed appropriate.

TZA Water Engineers
a Lamp Rynearson Company

12596 W. Bayaud Ave., Ste. 330
Lakewood, Colorado 80228
303-971-0030
Tza4water.com

Other Activities

Warranty Inspections – Ramey Environmental Compliance is tracking the 11-month warranty inspections for the following projects:

- Rocking Horse Farms Pump Station – The warranty inspection was conducted by Jeff Rabas on July 18, 2014.
- Box Elder Creek Ranch Pump Station – The improvements were placed into service on March 13, 2014.
- Rocking Horse Farms Tank Repainting – The improvements were inspected and accepted on June 11, 2014.

Utility Billings and Energy Costs – TZA is now tracking the United Power utility bills and associated water operations. An updated review will be presented in the November report.

Draft Storage Tank Rule – The Water Quality Control Division has drafted a Storage Tank Rule (https://docs.google.com/file/d/0B0tmPQ67k3NVUzAyd2dEekt5Tnc/edit) that will be considered by the Water Quality Control Commission in January of 2015 and will become effective January of 2016. In addition to quarterly periodic (visual) inspections, this rule will require comprehensive inspections to be scheduled at least every five years.

Ramey Environmental Compliance, Inc.
Management and Operation Solutions for
Water and Wastewater Treatment
303-833-5505

PO Box 99, Firestone, Colorado 80520
email: contact.us@RECinc.net
www.RECinc.net

Greatrock North W & S District
Monthly Activities
September 22nd – October 24th

9/22/14: Regular checks and readings.

9/24/14: Regular checks and readings. Worked on the RO low pressure switch. Collected and delivered monthly samples and annual lead and copper.

9/26/14: Regular checks and readings. .

9/29/14: Regular checks and readings.

10/1/14: Regular checks and readings. Collected and delivered samples for alluvial wells and ponds.

10/3/14: Regular checks and readings.

10/6/14: Regular checks and readings.

10/8/14: Regular checks and readings.

10/10/14: Regular checks and readings.

10/13/14: Regular checks and readings. Onsite with Rocky Mountain Generator. Greatrock North - the generator was in alarm. Not audible, but the LED toward the bottom of the panel was lit. The Rep acknowledged the alarm (unknown - possibly priming he guessed), reset it and manually started the generator. Then there was no problem. Completed a test under load by running one of the well pumps. All else checked out okay.

Rocking Horse Farms - John was there removing the key to the doors (in lockbox) to make copies. The generator maintenance completed with no problems. Recommended replacing the battery (2010) every four years - probably next cycle.

Box Elder - Maintenance completed with no problems. The clock on the Cutler-Hammer control was off by a few minutes so he reset the clock.

10/15/14: Regular checks and readings.

10/17/14: Regular checks and readings. Installed a lock box on the alluvial well shed.

10/20/14: Regular checks and readings. Completed potholing, with Redman Potholing, on six addresses in Rocking Horse Farms. We were able to exercise five out of the six due to the sixth one being a vacant lot and not being able to turn on the water. Collected and delivered Total Coliform samples.

10/22/14: Regular checks and readings. Flushed the hydrant on Kenuil Ct.

10/24/14: Regular checks and readings.

September 22nd – October 24th

RO Run Time Hrs	193.5 hrs
RO Concentrate Flow – 2 ponds	383,130 gallons

Completed Work Order List Report

Completed	Equipment Number	Task	Priority	WO#	Type
10/13/2014	ALV-2 Well	EDOP Sampling	1	355.01	Scheduled
10/1/2014	Pond Aerator	Clean Clean	4	352.01	Scheduled
10/1/2014	ALV-1 Well	EDOP Sampling	1	354.01	Scheduled
10/1/2014	North Concentrate Pond	EDOP Sampling	1	356.01	Scheduled
10/1/2014	South Concentrate Pond	EDOP Sampling	1	357.01	Scheduled
10/1/2014	Boxelder Pump Buildi	TDS and Hardness	1	358.01	Scheduled
10/1/2014	GRN Pump Building	TDS and Hardness	1	358.03	Scheduled
10/1/2014	RHF Building	TDS and Hardness	1	358.02	Scheduled
9/24/2014	Water Sampling	Bacti Bacti Sampling(069)	1	350.01	Scheduled
9/24/2014	Water Sampling	LeadCopper LeadCopper	1	326.01	Scheduled
9/10/2014	Pond Aerator	Clean Clean	4	351.01	Scheduled

Resolution No. 2014-11-04

GREATROCK NORTH WATER AND SANITATION DISTRICT ANNUAL ADMINISTRATIVE RESOLUTION (2015)

At the regular meeting of the Board of Directors ("Board") of the Greatrock North Water and Sanitation District ("District"), Adams County, Colorado, held at 5:30 P.M., on Tuesday, November 4, 2014, at 500 Cooperative Way, Brighton, Colorado, it was moved to adopt the following Resolution:

WHEREAS, the District was organized as a special district pursuant to an Order and Decree of the District Court in and for the County of Adams, Colorado (the "County") and is located entirely within the County; and

WHEREAS, the Board has a duty to perform certain obligations in order to assure the efficient operation of the District and hereby directs its consultants to take the following actions.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD AS FOLLOWS:

1. The Board directs the District's Manager to cause an accurate map of the District's boundaries to be prepared in accordance with the standards specified by the Division of Local Government ("Division") and to be filed in accordance with § 32-1-306, C.R.S.

2. The Board directs the District's Manager to notify the Board of County Commissioners, the County Assessor, the County Treasurer, the County Clerk and Recorder, the governing body of any municipality in which the District is located, and the Division of the name of the chairman of the Board, the contact person, telephone number and business address of the District, as required by § 32-1-104(2), C.R.S.

3. The Board directs the District's Manager to prepare and file with the Division, within thirty (30) days of a written request from the Division, an informational listing of all contracts in effect with other political subdivisions, in accordance with § 29-1-205, C.R.S.

4. The Board directs the District's Accountant to cause the preparation of and to file with the Department of Local Affairs the annual public securities report for nonrated public securities issued by the District within sixty (60) days of the close of the fiscal year, as required by §§ 11-58-101, *et seq.*, C.R.S.

5. The Board directs the District's Manager to: 1) obtain proposals for auditors to be presented to the Board; 2) to cause an audit of the annual financial statements of the District to be prepared and submitted to the Board on or before June 30; and 3) to cause the audit to be filed with the State Auditor by July 31, or by the filing deadline permitted under any extension thereof, all in accordance with §§ 29-1-603(1) and 29-1-606, C.R.S. Alternatively, if warranted by § 29-1-604,

C.R.S., the Board directs the District's Manager to apply for and obtain an audit exemption from the State Auditor on or before March 31 in accordance with § 29-1-604, C.R.S.

6. The Board directs the District's Manager, if the District has authorized but unissued general obligation debt as of the end of the fiscal year, to cause to be submitted to the Board of County Commissioners or the governing body of the municipality that adopted a resolution of approval of the District, the District's audit report or a copy of its application for exemption from audit in accordance with § 29-1-606(7) C.R.S.

7. The Board directs the District's Accountant to submit a proposed budget to the Board by October 15, to prepare the final budget and budget message, including any amendments thereto, if necessary, and directs the District's Manager to schedule a public hearing on the proposed budget and/or amendments, and to post or publish notices thereof, to prepare all budget resolutions and to file the budget and budget message with the Division on or before January 30, all in accordance with §§ 29-1-101, *et seq.*, C.R.S.

8. The Board directs the District's Manager to cause the preparation of the Unclaimed Property Act report and submission of the same to the State Treasurer by November 1 if there is property presumed abandoned and subject to custody as unclaimed property, in accordance with § 38-13-110, C.R.S.

9. The Board directs the District's Accountant to prepare the mill levy certification form and directs the District's Manager to file the mill levy certification forms with the Board of County Commissioners on or before December 15, in accordance with § 39-5-128, C.R.S.

10. The Board designates the *Brighton Standard Blade* as a newspaper of general circulation within the boundaries of the District and directs that all legal notices shall be published in accordance with § 32-1-103(15), C.R.S., in the *Brighton Standard Blade*, unless otherwise designated by the Board or legal counsel.

11. The Board determines that each director shall receive compensation for their services as directors subject to the limitations set forth in §§ 32-1-902(3)(a)(I) & (II), C.R.S.

12. The District hereby acknowledges, in accordance with § 32-1-902, C.R.S., the following officers for the District:

President:	Robert William Fleck
Vice President:	John D. Wyckoff
Treasurer:	Jeffrey Polliard
Secretary:	Brian K. Rogers
Assistant Secretary:	Dave Lozano
Recording Secretary:	District Manager

13. The Board hereby determines that each member of the Board shall, for any potential or actual conflicts of interest, complete conflicts of interest disclosures and directs legal counsel to file the conflicts of interest disclosures with the Board and with the Colorado Secretary of State

at least seventy-two (72) hours prior to every regular and special meeting of the Board, in accordance with §§ 32-1-902(3)(b) and 18-8-308, C.R.S. Written disclosures provided by Board members required to be filed with the governing body in accordance with § 18-8-308, C.R.S. shall be deemed filed with the Board when filed with the Secretary of State. Additionally, at the beginning of each year, each Board member shall submit information to legal counsel regarding any actual or potential conflicts of interest and, throughout the year, each Board member shall provide legal counsel with any revisions, additions, corrections or deletions to said conflicts of interest disclosures.

14. The Board confirms its obligations under § 24-10-110(1), C.R.S., with regards to the defense and indemnification of its public employees, which, by definition, includes elected and appointed officers.

15. The Board hereby appoints the District's Manager as the official custodian for the maintenance, care and keeping of all public records of the District, in accordance with §§ 24-72-202, *et seq.*, C.R.S.

16. Pursuant to § 24-6-402(2)(c), C.R.S., the Board hereby designates 16373 Rayburn Street, Hudson, Colorado, as the District's 24-hour posting place for notices of meetings.

17. The Board determines to hold regular meetings on the first Tuesday of each month at 5:30 P.M., at the United Power building at 500 Cooperative Way, Brighton, Colorado. Notice of the time and place for all regular meetings shall be posted in accordance with § 32-1-903, C.R.S.

18. In the event of an emergency, the Board may conduct a meeting outside of the limitations prescribed in § 24-6-402(2)(c), C.R.S., provided that any actions taken at such emergency meeting are ratified at the next regular meeting of the Board or at a special meeting conducted after proper notice has been given to the public.

19. For the convenience of the electors of the District, and pursuant to its authority set forth in § 1-13.5-1101, C.R.S., the Board hereby deems that all regular and special elections of the District shall be conducted as independent mail ballot elections in accordance with §§ 1-13.5-1101, *et seq.*, C.R.S., unless a polling place election is deemed necessary and expressed in a separate election resolution adopted by the Board.

20. Pursuant to its authority set forth in § 1-1-111, C.R.S., the Board hereby appoints Lisa A. Johnson of Special District Management Services, Inc., as the "Designated Election Official" of the District for any elections to be held. The Board hereby grants all powers and authority for the proper conduct of the election to the Designated Election Official, including, but not limited to, the power to enter into intergovernmental agreements on behalf of the District, call an election on behalf of the District, to approve the final form of ballot issues and questions, to prepare the TABOR notice, to appoint election judges and a canvass board and to cancel, if applicable, the election.

21. In accordance with § 1-11-103(3), C.R.S., the Board hereby directs the Designated Election Official to certify to the Division the results of any elections held by the District and, pursuant to § 32-1-1101.5(1), C.R.S., to certify results of any ballot issue election to incur general obligation indebtedness to the Board of County Commissioners or the governing body of the municipality that adopted a resolution of approval of the district.

22. The Board directs the District's Manager to cause a notice of authorization of or notice to incur general obligation debt to be recorded with the County Clerk and Recorder within thirty (30) days of authorizing or incurring any indebtedness, in accordance with § 32-1-1604, C.R.S.

23. The Board directs the District's Manager to cause the preparation of and filing with the Board of County Commissioners or the governing body of the municipality that adopted a resolution of approval of the District, if requested, the application for quinquennial finding of reasonable diligence in accordance with §§ 32-1-1101.5(1.5) and (2), C.R.S.

24. The Board directs the District's Manager to cause the preparation of and the filing with the Board of County Commissioners or the governing body of any municipality in which the District is located, the Division, the State Auditor, the County Clerk and Recorder and any interested parties entitled to notice pursuant to § 32-1-204(1), C.R.S., an annual report, if requested, in accordance with § 32-1-207(3)(c), C.R.S.

25. The Board directs the District's Manager to obtain proposals and/or renewals for insurance, as applicable, to insure the District against all or any part of the District's liability, in accordance with §§ 24-10-115, *et seq.*, C.R.S. The Board directs the District's accountant to pay the annual SDA membership dues, agency fees and insurance premiums, as applicable, in a timely manner.

26. The Board hereby opts to include elected or appointed officials as employees within the meaning of § 8-40-202(1)(a)(I)(A), C.R.S., and hereby directs the District's Manager to obtain workers' compensation coverage for the District.

27. The Board hereby directs the District's Manager to prepare the disclosure notice required by § 32-1-809, C.R.S., and to disseminate the information to the electors of the District accordingly. Further, the Board hereby designates the following website as the District's official website for the purposes thereof: www.colorado.gov/atlantic/greatrocknorthwsd.

28. The Board hereby directs its legal counsel, accountant, manager and all other consultants to adhere to the Colorado Special District Records Retention Schedule as adopted by the District.

29. The Board hereby directs the District's Manager to prepare and record with the County Clerk and Recorder updates to the disclosure statement notice and map required by § 32-1-104.8, C.R.S., if additional property is included within the District's boundaries.

30. The Board directs the District's Accountant to prepare and submit the documentation required by any continuing disclosure obligation signed in conjunction with the issuance of debt by the District.

[Remainder of page intentionally left blank].

RESOLVED, APPROVED AND ADOPTED THIS 4TH DAY OF NOVEMBER, 2014.

GREATROCK NORTH WATER AND SANITATION DISTRICT

Officer of District

ATTEST:

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law

General Counsel to the District

CERTIFICATION OF RESOLUTION

STATE OF COLORADO
COUNTY OF ADAMS
GREATROCK NORTH WATER AND SANITATION DISTRICT

I hereby certify that the foregoing resolution constitutes a true and correct copy of the record of proceedings of the Board adopted at a meeting held on Tuesday, November 4, 2014, at 500 Cooperative Way, Brighton, Colorado, as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 4th day of November, 2014.

Resolution No. 2014-11-05

RESOLUTION
OF THE BOARD OF DIRECTORS OF
GREATROCK NORTH WATER AND SANITATION DISTRICT

ADOPTING A MARIJUANA POLICY

WHEREAS, Greatrock North Water and Sanitation District (the "District") is a quasi-municipal corporation and political subdivision of the State of Colorado, duly organized and existing pursuant to §§ 32-1-101, *et seq.,* C.R.S.; and

WHEREAS, pursuant to § 32-1-1001(1)(h), C.R.S., the Board of Directors of the District (the "Board") is empowered with management, control, and supervision of all business and affairs of the District; and

WHEREAS, pursuant to § 32-1-1001(1)(m), C.R.S., the Board is authorized to adopt, amend, and enforce bylaws and rules and regulations not in conflict with the constitution and laws of Colorado for carrying on the business, objects, and affairs of the Board and the District; and

WHEREAS, pursuant to § 32-1-1001(1)(j)(I), C.R.S., the Board is authorized to fix and from time to time increase or decrease, fees, rates, tolls, penalties, or charges for services, programs, or facilities furnished by the District; and

WHEREAS, the voters of Colorado approved Amendment 64 at the 2012 general election, creating a new Section 16, Article XVIII of the Colorado Constitution ("Amendment 64"), which authorizes the limited cultivation, possession and use of one ounce or less of marijuana by persons twenty-one years (21) of age and older; and

WHEREAS, Amendment 64 permits the personal use of marijuana and marijuana products by persons twenty-one (21) years of age or older, and further provides that nothing in Amendment 64 shall permit consumption that is "conducted openly and publicly or in a manner that endangers others"; and

WHEREAS, Amendment 64 provides that any person or entity who occupies, owns or controls a property may prohibit or otherwise regulate the possession, consumption, use, display, transfer, distribution, sale, transportation, or growing of marijuana on or in that property; and

WHEREAS, the Board wishes to regulate marijuana possession, use, consumption, display, transfer, distribution, sale, transportation, and growing of marijuana on property or facilities occupied, owned or controlled by the District; and

WHEREAS, the Board also recognizes the legal protections afforded to individuals by Amendment 64, §§ 12-43.3-101, *et seq.*, C.R.S. (the "Colorado Medical Marijuana Code"), and §§ 12-43.4-101, *et seq.*, C.R.S. (the "Colorado Retail Marijuana Code") regarding recreational

and medical marijuana, and desires to affirm these protections as they may be interpreted and amended by the General Assembly from time to time.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE DISTRICT AS FOLLOWS:

1. Prohibition. It shall be unlawful for any person to possess, consume, use, display, transfer, distribute, sell, transport or grow marijuana or marijuana related items on property occupied, owned or controlled by the District.

2. Use of Facilities/Recreation Amenities. Disciplinary measures will be administered by the District and its authorized representatives without the necessity of any action of the Board for any person found violating the provisions of this Resolution. The District's authorized representatives shall have authority to remove an offending party or suspend an offending party's District facilities and/or recreation amenities privileges for up to six (6) months. Any such suspension may be appealed to the Board at the next regular District meeting. Any person refusing removal from the District facilities or recreation amenities or attempting to enter or remain on the premises of the District facilities or recreation amenities after their privileges have been revoked may be subject to arrest and prosecution for criminal trespass under Colorado law.

3. Effective Date. The provisions of this resolution shall take effect as of the date of this resolution.

4. Civil Penalties. A violation of any of this policy is subject to any and all civil remedies available to the District, including, but not limited to, a civil penalty hereby imposed in the amount of $250 for the first violation, $500 for the second violation, and $1,000 for the third and each subsequent violation, plus actual costs and attorneys' fees incurred by the District. The District may collect such penalties, charges, costs and fees by any means authorized by law.

5. Enforcement. The District and its authorized representatives may request any person to cease conduct that is in violation of any provision of this Resolution or other rules, regulations and/or policies of the District. In the event that the offending party fails to cease such conduct after being requested and warned to do so, the District representative is authorized to use all reasonable means s/he deems necessary to stop such conduct, including, but not limited to, having the offending party removed from the District property. In the event a person is to be removed from District property the District representative shall first contact law enforcement.

6. Amendment. The District expressly reserves the right to amend, revise, redact, and/or repeal this policy in whole or in part, from time to time in order to further the purpose of carrying on the business, objects, and affairs of the District. The foregoing shall specifically include, but not be limited to, the right to adopt new rules, regulations and/or policies and procedures as may be necessary, in the Board's discretion.

7. Severability. If any term or provision of this resolution or if any rule or regulation is found to be invalid or unenforceable by a court of competent jurisdiction or by operation of any

applicable law, such invalid or unenforceable term or provision shall not affect the validity of the remainder of the resolution or rules and regulations, as a whole, but shall be severed, leaving the remaining terms or provisions in full force and effect. In addition, in lieu of such void or unenforceable provision, there shall automatically be added a provision similar in terms to such illegal, invalid or unenforceable provision so that the resulting reformed provision is legal, valid and enforceable.

Remainder of Page Intentionally Left Blank. Signature page follows.

RESOLVED, ADOPTED AND APPROVED this 4th day of November, 2014.

GREATROCK NORTH WATER AND
SANITATION DISTRICT

Officer of the District

ATTEST:

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law

General Counsel to the District

0495.0007:636067