GREATROCK NORTH
WATER & SANITATION DISTRICT

Date: July 21, 2015

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

From: Lisa A. Johnson, District Manager

Re: August 4, 2015 Manager's Report

Agenda Action Items

II.A. Consent Agenda

1. July 7, 2015 regular and work session/special meeting minutes
2. July 10, 2015 Payment of Claims
3. June 30, 2015 Unaudited Financial Statements
4. Operations and Maintenance Update and monthly work orders
5. Water quality Report
6. Second Addendum to the ICA with TZW Water Engineers, Inc. to provide alluvial well totalizing flow meter calibration and verification and prepare a report to the Division of Water Resources.

I recommend approval of the consent agenda items.

III.A. June 30, 2015 Financial Statements

I will present the second quarter unaudited financial statements to the Board at the meeting.

I recommend acceptance of the June 30, 2015 unaudited financial statements.

III.B. 2016 Budget Committee

It is time to begin the preparation of the 2016 budget. Last year, Directors Wyckoff and Rogers along with staff members served on the budget committee. The committee will meet 2-3 times prior to the October and November board meetings to prepare the draft budget. In the past, the meetings

have been scheduled for mid-morning and held at SDMS. We try and limit Board participation to no more than two board members. Please determine your interest in serving on this committee and com prepared to discuss the process for this year.

IV.B. Amended and Restated Water Lease Option Agreement

Attorney Poznanovic, Attorney Tanaka, Mr. Sanchez and I have worked closely with the attorneys for the Box Elder Creek Ranch Water Company ("BECRWC") on the Amended and Restated Water Lease Option Agreement. Directors Wyckoff and Polliard reviewed, provided comments and approved the draft agreement prior to transmitting it to the BECRWC. The attorneys continue to work through the issues and the goal is to have a final draft document for review and approval at the July meeting.

VI.A. Curb Stop Project

I will provide an update to the Board of the status of the curb stop and GPS project in GRN at the meeting.

VI. C. Field Maintenance Technician Job Description

We will continue our discussions of the Field Maintenance Technician job description and discuss next steps at the meeting.

VIII.A. SDA Conference

The annual SDA conference with be held in Keystone, Colorado on September 23, 24 and 25, 2015. Directors Wyckoff, Polliard and Lozano have indicated they would like to attend. Director Fleck will attend with his employer. Director Rogers is checking his availability to attend.

Review of monthly Water Resumes and Other Water Related Matters

Attorney Poznanovic reviewed the May 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

A group of us met on July 16, 2015 after the Altela presentation. Topics discussed were as follows:

- Continued discussions on concentrate management efforts.
- Altela system
- Discussed briefly the Field Maintenance Technician job description
- Discussed the tampering with District facilities penalty