MEMORANDUM

BBA water consultants

BISHOP-BROGDEN ASSOCIATES, INC.

To: Lisa Johnson, File 0908.00

From: Jon George and Chris Sanchez

Subject: Greatrock North Water and Sanitation District – Renewable Water Supply Acquisition Update

Job: 0908.00

Date: April 25, 2014

This memorandum provides a summary of our actions to date towards identifying renewable water supplies for the Greatrock North Water and Sanitation District (District). Based on the District's desire to phase in the purchase of water rights, we have focused on gathering information on existing water supply projects that have potential for the District to join in. Those projects include the Town of Castle Rock's Box Elder Farm well field and augmentation plan and a project proposed by United Water and Sanitation District. So far, we have contacted a number of individuals familiar with these water supply projects and are in the process of setting up meetings with each entity to learn more about the potential opportunities for the District to collaborate with or join their projects. We have not had success scheduling these meetings prior to the Board meeting; therefore we are providing only a status update at this time.

- Town of Castle Rock – We have contacted Walraven Kettellapper and Mark Marlowe to discuss the opportunity for the District to join forces with the Town of Castle Rock in acquiring South Platte River water rights that could be used as an augmentation supply for both the District's alluvial wells and the town' Box Elder Farm well field. Both Walraven and Mark have expressed interest in working with the District and we are currently scheduling a meeting to discuss the details sometime in the next couple of weeks.

- United – We have talked to both Bob Lembke and Drew Damiano with United and they are in process of pulling together thoughts and ideas regarding water rights that will be appropriate for the District. We discussed meeting with United in early May. We should know more about the particulars of opportunities with United in the near future.

Additionally, we have had a phone conversation with Steve Janssen with the Henrylyn Irrigation District (Henrylyn). Steve indicated that Henrylyn did not have any water supply opportunities for the District to participate in. However, if the District had the need to convey water from the South Platte River to Box Elder Creek and/or store water, Henrylyn has facilities that could be made available to the District.

In addition to the water supplies identified above, we will continue to investigate other potential renewable water supplies. Thank you and we look forward to discussing the results of our investigation with the Board at the June Board Meeting.

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