

**GREENHORN CREEK COMMUNITY SERVICES DISTRICT**  
**MINUTES OF THE BOARD OF DIRECTORS**  
**August 7, 2009**

A special meeting of the Board of Directors of the Greenhorn Creek Community Services District was held on August 7, 2009, at the Greenhorn fire station. Persons in attendance included:

Board Members: Susan Lake, Candy Miller, Brian Morris  
Staff and volunteers: Roy Carter

**1. Water Department**

Brian Morris presented a resolution approving a \$250,000 loan with USDA Rural Development. Following discussion, upon a motion made by Candy Miller, seconded by Brian Morris, and unanimously carried, the Board adopted **Resolution 09-7450**, a resolution authorizing and providing for the incurrence of indebtedness for the purpose of providing a portion of the cost of improving the community water system.

Brian Morris presented a certificate of compliance required by USDA. Following discussion, upon a motion made by Brian Morris, seconded by Candy Miller, and unanimously carried, the Board directed the General Manager to sign the certificate of compliance.

Roy Carter explained that USDA required that the District have outside counsel to review certain documents in the loan transactions and render legal opinions on the District's previous actions. Following discussion, upon a motion made by Candy Miller, seconded by Susan Lake, and unanimously carried, the Board authorized the General Manager to retain outside counsel for the limited purpose of complying with USDA requirements.

The Board reviewed the letter of conditions from USDA and confirmed that most of the required items had been completed or were in the process of being completed. Brian Morris will provide a copy of Resolution 77-1 to Roy Carter, which includes the District's mandatory connection requirement. Brian Morris will review the NEPA/CEQA requirements and confer with Plumas County Environmental Health.

**2. Adjournment**

The meeting adjourned at 7:30 p.m. The next meeting is scheduled for Thursday, August 20 at 7:00 p.m.

I, Brian L. Morris, Secretary of the Board of Directors, certify that the foregoing minutes of the Greenhorn Creek Community Services District Board of Directors are correct as recorded.

/s/ Brian L. Morris

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Brian L. Morris, Secretary