

**GREENHORN CREEK COMMUNITY SERVICES DISTRICT  
MINUTES OF THE BOARD OF DIRECTORS**

**July 8, 2010**

A special meeting of the Board of Directors of the Greenhorn Creek Community Services District was held on July 8, 2010, at the Greenhorn fire station. Persons in attendance included:

Board Members: Susan Lake, Candy Miller, Brian Morris  
Staff and volunteers: Roy Carter, Steve Brigman (by teleconference)

**1. Water Department**

Roy Carter presented a change order that had been negotiated with Grizzly Creek Excavation to resume the Phase 1 water system project. The change order included a net increase in contract price of \$40,971, which was mainly based upon an increase in the cost of locating existing service connections and installing new meter pits. The change order also included a waiver and release from Grizzly Creek Excavation to prevent any claims for issues arising before the date of the change order.

The Board requested clarification from Steve Brigman regarding the contractor's revised second application for payment. Mr. Brigman explained that under the change order payments would be made directly from the District to PACE Supply and Sierra Controls. On the application for payment, the money due PACE was shown as 100% since delivery of material for the project would be imminent. Payment to Sierra Controls was shown as 0% since that work would be done in the future. Mr. Brigman stated that Grizzly Creek Excavation has a clear understanding that the balance of the contract price on the application for payment included the amounts that the District would pay directly to Sierra Controls.

Mr. Carter stated that he would go to PACE Supply and observe an inventory of all the parts and supplies they were going to return to the project site. Mr. Carter and Mr. Brigman recommended that the Board approve the change order. Upon a motion made by Brian Morris, seconded by Candy Miller, and unanimously carried, the Board authorized the General Manager to execute Change Order No. 1 with Grizzly Creek Excavation upon the approval of the California Department of Public Health.

The Board discussed the need for interim financing to avoid future problems in paying bills for work on the project. Upon a motion made by Candy Miller, seconded by Brian Morris, and unanimously carried, the Board authorized the General Manager and/or the President to apply for a line of credit to provide bridge financing so the District can pay bills from its contractors while it is waiting for reimbursement from the State of California.

## **2. Adjournment**

The meeting adjourned at 7:25 p.m. The next meeting is scheduled for Thursday, July 15, at 6:00 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