



Baca Grande Water & Sanitation District

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NOTICE OF PROCEEDINGS

The Regular Meeting of the BACA GRANDE WATER & SANITATION DISTRICT was called to order by Chairman Clem Gasseling at the District Office in Crestone, Colorado at 9:10 A.M. on Friday, March 23, 2007. Directors present were Clem Gasseling, Lisa Cyriacks, Chris Canaly, Phillip Madonna, and Charles Grant. Also present was District Manager Scott Johnson.

The Minutes of the February 16, 2007 regular meeting were accepted as read on a motion by Director Cyriacks, seconded by Director Canaly, and approved unanimously.

The Treasurer's Report was accepted as presented on a motion by Director Cyriacks, seconded by Director Madonna, and approved unanimously. Secretary-Treasurer Cyriacks directed staff to change the format to include cash balances at the beginning and end of each month, thereby reflecting profit or loss for that month.

The Board noted that legal descriptions for the Well 18 tract and a tract within Grants Lot 929 is being prepared for Counselor Schwiesow to execute easement deeds from the respective owners to the District. The area around Well 18 is owned by Jamie Ireland of Cleveland, Ohio, and the tract in Grants Lot 929 is owned by Charles Samuelson of Long Beach, California.

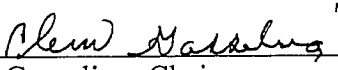
The Board had a telephone conference with Counselor Schwiesow concerning the Substitute Supply Plan that Lexam is proposing for use during drilling of two (2) natural gas and/or oil wells on the Baca National Wildlife Refuge. The Board asked Mr. Schwiesow to confer with Lexam and their consultants and to attend the April Regular Meeting.

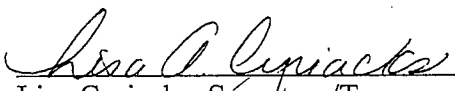
By Resolution adopted, The Board opened a checking account with Alamosa State Bank. The Resolution authorizing the establishment of the account was approved with four aye votes on a motion by Director Cyriacks, seconded by Director Madonna, and with one nay vote by Director Canaly.

The Board discussed concerns with current personnel policy and noted that Director Grant would be inviting Mr. Larry Pochardt of auditors Wall, Smith, and Bateman to attend the April Regular Meeting.

The next Regular Meeting was set for 9:00 A.M. at the District Office in Crestone, Colorado on Friday, April 20, 2007.

The meeting was adjourned at 11:03 A.M. on a motion by Director Cyriacks, seconded by Director Canaly.


Clem Gasseling, Chairman


Lisa Cyriacks, Secretary/Treasurer