

FILED

SPANISH FLAT WATER DISTRICT AUG 11 2005

BOARD MEMBERS

Clerk of the Napa Superior Court
By: C. Brennan Deputy

Paul Roussopoulos, President
Al Colon, Managing Director
Mark Fairbanks, Director
Wesley Plunkett, Director
Scott Young, Director

July 18, 2004

Presiding Judge of the Superior Court
Napa County Civil Grand Jury
PO Box 5397
Napa, CA 94581-0397

RE: Response to the 2004-2005 Grand Jury Final Report

We have received the recently released Grand Jury Report, which included the Spanish Flat Water District.

Your office continues to send correspondence to an incorrect address. Please note the correct address on this letterhead. Thank you.

The Board of Directors included the results of the findings concerning our water loss during its recent public meeting of July 14, 2005 and has decided to take the following steps in order to improve our water loss to use ratios.

The Board will be addressing all tanks and their water losses during FY 2005/2006 by conducting an assessment of the work required and will fund the work in our FY 2006/2007 budget and will implement the corrections the same year of funding.

The Board will address the infrastructure leaks in the FY 2006/2007 by determining the extent of work required and if funds are available through our operating funding process we will undertake corrective action in the FY 2007/2008. The Spanish Flat Water District is a very small utility entity. As a result, our funds are very limited for major projects, but we feel that this plan spread out over a three-year period of time is reasonable and will reduce our overall water loss at both the Berryessa Pines and Spanish Flat Water facilities.

If you have any questions, please feel free to contact me either at the District offices or my home telephone number is (707) 966-1122

Sincerely,



Alfred M. Colon, Managing Director

