

# AGATE WATER COMPANY

August 7, 2007

Re: Fred's Experience and responsibilities past and present

Dear Sir or Madam:

1. Worked with engineers prior to and during the construction of the new plant, master plan and design.
2. Lenders and banking regarding loan for new plant
3. Communication on site with job superintendents (Clackamas Construction)
4. Overseeing the crew (Agate)
5. Continuous locating and relocating of 17 plus/minus miles of water mains, valves, customer service crossings and line taps, up to 1000 service
6. Acquiring easements for tank, transmission mains, private properties, etc.
7. Proper locations & depts. For mains to cross right of ways
8. Installation & supervision of contractors placing conduit tubes for main line passages
9. Acceptance & denial of change orders regarding requests from contractors (Clackamas)
10. Repair requests for utilities other than Agate services i.e. telephone, TV and power
11. Product purchases form suppliers
12. Addressing customer complaints and directing them to either contractor, engineer or road dept. or other utilities i.e. PP&L, Qwest, Cable etc.
13. Assisting with potholing contractor on locations to expose mains for contractor observation prior to excavation
14. Selection of & communication with bidders, suppliers & materials acceptable for the use in this specific area
15. Continued education up to 2005
16. Walk throughs for fund dispersal of payment requests
17. Assisting engineering to formulate punch lists (correction orders etc.)
18. Numerous hours mapping & correcting existing system (as-builts)

19. Modifications of mechanical system upgrades, electricians, pump specialists, water right, and mitigation of resources through water resource dept.
20. Numerous hours with attorney, county reviewing and recording documentation
21. Wellhead surveys (sanitation and delineation issues)
22. Draw down testing, pressure testing, flow tests
23. Water quality sampling
24. Water conservation
25. Emergency water outages
26. Legislative reviews
27. Winter freeze up issues
28. New equipment purchases
29. Repair scheduling
30. Review specs for AWWA standards
31. Communication with Circuit rider division OAWU
32. Review of 9-11 terrorist bill
33. Security reviews
34. Following standards set forth by the Dept of DEQ
35. Following and maintaining Oregon Health Division rules
36. Calling in and doing locates for Utility Notification Center
37. Pre-construction conferences with Road Dept and project, paving project, water issues
38. Developer surety issues
39. Communication with cellular providers, consideration of contracts with such
40. Communication with irrigation district
41. Communication with tree removal specialist
42. Assist with in house leak detection
43. PP&L estimators
44. Communication with Community Dev. Dept

- 45. Communication with Environmental Health Dept.
- 46. Communication with CPA's
- 47. Communication with insurance companies
- 48. Communication with tank providers and contractors
- 49. Design, review and product selection

Since starting this company Fred has put in numerous hours per week. There were times when it went beyond 40 hours a week and other times it was less. It is safe to say that he puts in currently on an average 20 to 30 hours per week. This may increase do to litigation regarding construction.

I hope this is helpful in the conclusion to the abilities and responsibilities for Fred as an owner/employee of Agate Water Company.

Sincerely,

Lynn Johnson  
Office Manager Agate Water Company