

**Moab Irrigation Company
Annual Shareholders Meeting
February 3, 2014**

The meeting opened at 7:07 pm.

Total company shares are 1081.06. 540.53 shares are needed for a quorum. 597.566 shares were present either in person or by proxy, representing 67 shareholders out of the company's 196 shareholders. The board of directors appreciates all those either attend the meeting in person or who make the effort to return proxy votes by mail.

Board members attending – George Carter, Fred Powell, David Engleman, and Ron Pierce.

George Carter conducted the meeting.

Fred Powell presented the Proof of Notice for the meeting.

George Carter gave the Officer's Report for 2013. Several questions followed the report, primarily about the previous low water year and projections for this year which are again not good. The lake however, is at a better level at the start of this year compared to last. George also talked some more on the problem of shareholders breaking valves. People need to be more careful when using the valves. Fred also commented about the need for shareholders to open up their valves at the end of the season to prevent freeze damage. The company is still trying to obtain an easement from the hospital for the line they moved 5 years ago. Encroachment onto our pipeline ROW by new development is a constant ongoing issue.

Ron Pierce read the minutes from the 2013 Annual meeting. A motion was made by Blackburn to accept the minutes, second by Schappert. Motion passed.

George Carter went over the Financial Report. The company took in \$7331 more than was spent last year. This was mostly due to a large invoice being paid by Moab City form a previous years line repair. A motion was made by Blackburn to accept the report, second by Tranter. Motion passed.

Ben Byrd's five year term has ended as a director. He did not wish to run again. One nomination was received for Lee Sjoblom to be a director. 590.566 votes were received for Lee to become a board member. Three votes were received against him being a director.

There was one bylaw changes proposed this year. This was to modify Article 6, Section 2. 540.566 YES votes were received. 53 NO votes were received. The bylaw change passed.

General questions were asked about the operation of the company. The loan to the State of Utah which costs \$11,500 a year has 6 more years to payoff. The agreement with the Water Conservancy District on Ken's Lake that was made in 1978 has 3 more years left. Once the District pays off the loan, the Water Right that was used as collateral for the District's loan will be returned to the company and put back in the company's name. A concern was also expressed by several shareholders about the accessibility of the water master during the summer. He was tough to contact at times.

The meeting adjourned at 8:15 pm.

Proposed BY-LAW change to be presented at the 2014 Annual Shareholder Meeting.

CURRENT SECTION

Article 6 - Section 2. Amount-When payable-Delinquent

All shares of stock of the Company shall be assessed equally. Any and all fractions of shares in the Company shall be assessed as a full share. The amount of the assessment shall be paid on or before the date set by the Board of Directors in the Assessment Notice. Any stock upon which the assessment remains unpaid after the date fixed for its payment will be delinquent. A minimum of \$15.00 plus 1% of the unpaid balance will be added to the delinquent assessment. A yearly administrative fee shall also be assessed to each certificate holder.

PROPOSED SECTION

Article 6 - Section 2. Amount-When payable-Delinquent

All shares of stock of the Company shall be assessed equally. Any and all fractions of shares in the Company shall be assessed as a full share. A yearly administrative fee shall also be assessed to each certificate holder. The amount of the assessment shall be paid on or before the date set by the Board of Directors in the Assessment Notice. Any stock upon which the assessment remains unpaid after the date fixed for its payment will be delinquent. ~~A minimum of \$15.00 plus 1% of the unpaid balance will be added to the delinquent assessment. A yearly administrative fee shall also be assessed to each certificate holder.~~ Delinquent assessments are subject to a \$20.00 charge plus an interest charge of 1.5% per month on the unpaid balance.