

**Moab Irrigation Company
Annual Shareholders Meeting
February 1, 2016**

The meeting opened at 7:05 pm.

Total company shares are 1081.06. 540.53 shares are needed for a quorum. 541.754 shares were present either in person or by proxy, representing 68 shareholders out of the company's 198 shareholders. The board of directors appreciates all those either attended the meeting in person or who make the effort to return proxy votes.

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

Fred Powell conducted the meeting.

Ron Pierce read the minutes from the 2014 Annual meeting. A motion was made by Bodner to accept the minutes, second by Wacker. Motion passed. Ron also read the notes from the 2015 meeting, though they were not minutes as a quorum was not met that year.

Ron Pierce presented the Proof of Notice for the meeting.

Fred Powell gave the Officer's Report for 2015. Several questions followed the report.

Fred Powell went over the Financial Report. The budget set for 2015 was \$55,060. Expenses for the year came to \$58,571. The over budget was due to higher than expected repair costs. The yearly amount received from the Conservancy District though was higher than expected, so overall the company stayed in a good financial state.

Ron Pierce's five year term has ended as a director. He was nominated and accepted to run again. One nomination was made and accepted for Ken Minor be a board member. No negative votes were received for either nomination. Ken will fill the board slot that was vacated by George Carter last year.

There was one bylaw changes proposed this year. This was to modify Article 1, Section 2 in regards to properly identifying water shares that are tied to specific water rights. These certificates will be identified by being stamped Type B in the system. The Type B identifier has no other meaning other than this. 526.754 YES votes were received. 14 NO votes were received. The bylaw change passed.

Several other general questions were asked about the operation of the company.

The meeting adjourned at 7:40 pm.

Proposed BY-LAW change to be presented at the 2016 Annual Shareholder Meeting.

CURRENT SECTION

Article 1 - Section 2. Transfer of Stock

All shares issued to diversion points not allocated to Mill Creek (i.e. wells, springs, etc) must have records filed with the State of Utah Division of Water Rights by the certificate owner. These stock certificates will be identified as being tied to these water sources and are non-transferable to another water source on the records of the company.

PROPOSED SECTION

Article 1 - Section 2. Transfer of Stock

All shares issued to diversion points not allocated to ***one of the seven company diversion points on*** Mill Creek (i.e. wells, springs, etc) must have records filed with the State of Utah Division of Water Rights by the certificate owner. ~~These stock certificates will be identified as being tied to these water sources and are non-transferable to another water source on the records of the company.~~ ***These stock certificates are to be stamped "TYPE B" to indicate they are tied to a specific water source. These certificates cannot be transferred to another water source without first filing transfer paperwork with the State of Utah Division of Water Rights.***