

OVERLAND DITCH AND RESERVOIR CO.

Board of Directors Meeting January 13, 2011

Meeting was called to order at 3:06 p.m. by President Ceriani.

In attendance were:

Directors: Dave Kuntz, Debbie Gray, Bryan Klaseen and Jerry Adams

Secretary/Treasurer: Debbie Christner

Operations Manager; Bob Church

Ditch Riders: Bill Stahl,

Shareholders: Mary Helen Church & Dave Whittlesey

PRESENTATION OF AGENDA

The Presidents newsletter was added under New Business

MINUTES OF THE PREVIOUS MEETING

The minutes from the December 9, 2010 meetings were presented.

Bryan made the motion to approve the minutes, 2nd by Dave.

Motion passed with all in favor.

TREASURER'S REPORT

Debbie Christner handed out a Balance Sheet, Budget Comparison, list of bills to pay, and the list of bills paid in December.

After getting the explanation from The Forest Service for the annual increase in fees the board has decided to look into the assessed values further.

Dave made a motion to send a letter of protest, 2nd by Jerry. Motion passed with all in favor.

Bryan made a motion to approve the financials and bills to pay, 2nd by Jerry. Motion passed with all in favor.

OPERATIONS REPORT

Riprap at the Leroux Creek Pillars and trash rakes installed in front of gate valves at West Hubbard and West Terror will be completed by spring run off.

COMMITTEE REPORTS

Reservoir Expansion- The COE and EPA met last week in Grand Junction and have an agreement for permitting the Overland expansion. There will be a meeting on January 20, 2011 regarding this procedure, several board members will attend.

Lance Rundle, Eric Edwards & Robert Aragon attended this portion of the meeting to discuss the slide repair prepared by Applegate.

Rundle talked about the reservoir expansion costs at this time. For the expansion, construction costs of \$1,300,000.00 – \$1, 400,000.00 are in line, barring no surprises. Engineering is typically 15%.

Phil sent a letter to the CWCB renewing the loan for the Overland Expansion.

OLD BUSINESS

Sinkhole & Remote Sensing at Oak Mesa- The Grant will be submitted by the end of the month.

Ditch Manager & Ditch Rider trainee position- Debbie presented the board with 26 applications for review.

NEW BUSINESS

Annual Meeting: Preliminary yields from Bruce Marvin will be presented.

Mary Helen Church said a group of women n the mesa would like to bring refreshments for the meeting.

Dave brought up an error in the president's letter, at the bottom of page 3, the letter states; currently \$10.00 of your assessment is used to service this debt. Note that in the summer of 2018 one loan will be extinguished and the cost will drop to \$6.85 per share until December of 2030. It should say: currently \$6.77 of your assessment is used to service this debt. Note that in the summer of 2018 one loan will be extinguished and the cost will drop to \$3.26 per share until December of 2030.

Craig Ullmann, from Applegate, dropped by the meeting a few questions were asked regarding the sink hole repair.

STOCKHOLDER CONCERNS:

None

ANNUAL BUDGET;

The board went into a work session to put together the annual budget.

Meeting was adjourned at 5:30 p.m.

Debbie Christner, Secretary