OVERLAND DITCH AND RESERVOIR COMPANY

Board of Directors Meeting
September 3, 2008

CALL TO ORDER

Meeting was called to order at 4:02 p.m. by President Howe. In attendance were directors Tom Howe, Phil Ceriani, Naomi Kasper, Bryan Klaseen and Reg Cridler. Operations Manager Bob Church, ditch rider Bill Stahl, and Secretary/Treasurer Pam Klaseen were present. Shareholders Dave Whittlesey and Dave Kuntz and Rebecca Nichols were also present.

PRESENTATION OF AGENDA

The Agenda was passed out. Spraying the ditch was added. Bryan made the motion to accept the agenda, seconded by Phil. Motion passed with all in favor.

MINUTES OF PREVIOUS MEETING

Bryan made the motion to accept the minutes as published, seconded by Naomi. Motion passed with all in favor.

TREASURER'S REPORT

Pam passed out August check detail, year-to-date P&L and August P&L with account balances and bills presented for payment. There was discussion about fall work. Phil made the motion to pay the bills, seconded by Naomi. Motion passed with all in favor.

Tom said that he had received a letter from a shareholder that is in arrears asking for additional time to pay his assessments before the sale of his stock took place. After some discussion it was decided that Tom would send a letter agreeing to the request but that the past due and the current bill must be paid by September 16th or the process to sell stock would immediately be put into action.

DITCH REPORT

Bob reviewed August. A log that had been used as a flood control device was removed because it was holding debris and will have to be replaced. Bill said that the reservoir was dropping rapidly. He will keep the water coming until the 7th, and then he will shut the gate.

There was discussion about spraying the ditch. The ditch will be sprayed by the helicopter if it becomes available before frost. Tom will contact the BLM and let them know that we will be spraying the ditch on BLM land. Bob would like to have the area above the satellite sprayed too.

COMMITTEE REPORTS

Ditch Management Pan – Phil said that the Redlands Mesa Ditch Management Plan will be published in a couple of weeks. The mapping project is reasonably complete as well

Grants – There was discussion about funds that might be available for additional satellites. Tom said that there might be grant money available to help with the mini-hydro project. Tom wants to talk to Aaron Clay about filing for the water rights. Rebecca suggested that the filing and the agreements with the BLM and private land owners be done concurrently.

OLD BUSINESS

Levi is on a four or more month TDY to the San Juan Forest. Tom has called him and is waiting for a call back. Levi has recommended that we go ahead and start the 404 Action with the Corp of Engineers. Bruce is going to do that now. Tom will get with Linda Bledsoe this week and find out what's going on with the Forest Service and the EPA.

Tom is starting to prepare the Dam Emergency Action Plan. An inundation map is to be a part of the plan and Bruce said that it would cost $15,000-$20,000. He recommended that we ask the State Engineers for a "best effort." Tom has initiated this also.

NEW BUSINESS

Tom has talked to Paul Schmucker about the repairs to the cracks in the dam and was told that there is no requirement to document this with the state. Tom will talk to Jason Ward. Steve Tuck has asked that we put a staff gauge on the north side of the spillway.

There was discussion about the shareholder construction notice. An exact time period will be determined at the next board meeting.

SHAREHOLDER'S CONERNS

Dave Kuntz asked about the number of shares that came to the mesa. It was determined that there were 7602 and that with water loss the amount coming to the mesa was consistent with what was being released from the reservoir. He also expressed concern about how the ditch is pressurized when flooding is possible. There was discussion about what may be done next spring and the possibility of grant money for vertical drop gates to pressurize.

BOARD CONCERNS

Phil said that there would be a DARCA workshop on September 22 in Grand Junction.

ADJOURNMENT

Phil made the motion to adjourn, seconded by Naomi. Meeting was adjourned at 5:28 p.m.

____

Pamela Klaseen, Secretary