

Minutes: North Logan Sprinkling Company  
March 13, 2014

In attendance: Lynn Krebs, Linda Hayes, Cary and Lucy Watkins, Lige Palmer, Jack Evans, Lenny Owens, Mike and Cathy King, Beverly Evans, Clair Robinson Leo Krebs, Sharon Roberts, Shane Boyce, James Allen Dean and Joyce Adams, Brian Worthen, Bob Heal, Desiree Stodart, Ron Marshall, Joseph Astle, Robert Marshall, Dwayne Bohman, Shane Falslev, Kay Gilgen.

President Lige Palmer opened our annual meeting at 6:50 p.m. at the North Logan Library. Lige advised the shareholders to be judicious with our watering the summer. The recent storms had helped the water situation out for us but we must be sensible with our water use.

Minutes were read by Lucy Watkins and approved. Jack Evans moved to approve and Clair Robinson seconded the motion.

Financials were read by Lucy Watkins. Lynn Krebs moved to approve the 2013 financial report, Clair Robinson seconded; financial report approved.

Cary Watkins, water master, updated the members on water use this summer. He asked that all members cooperate this summer and comply with rationing if applicable. He stressed to members to insure all valves were shut down prior to turn in this year. He also asked that if there were any problems to contact him immediately. Jack Evans queried the new role of the water master as per guidelines from the Logan, Hyde Park Smithfield Canal Company. Watkins explained that more responsibilities will be put on the local water masters to determine watering times and rationing within their own delivery companies. Watkins said he would work closely with upper canal's water master (Kim Conquist). Watkins also stressed that he did not like to enforce the rationing rules and would not like to shut down any head-gates this year. He asked members to please comply with whatever the situation was this summer.

Lige Palmer gave an overview of the findings regarding the proposal(special members meeting October 3, 2013) to split the company into two separate companies by head-gates. Attached are the findings of the committee (Dean Adams, Ron Godfrey, Bruce Lee, Lenny Owens, Laurel Hayes, Duane Chadwick, Malechek, Bob Heal) tasked with researching this issue. The committee advised that the company not be split. Advice from the committees research is within the attached memo sent to all shareholders March 2014, attached.

Discussion of finding were as follows: Dean Adams made a motion to register our name with the State of Utah and to redo the By-Laws/Operating Agreement. Shane Falsev seconded the motion. Motion approved. Secretary, Lucy Watkins said she researched the issue of why the North Logan Sprinkling Company was not filed with the State of Utah. The company had filed many years ago but no effort was made to re-file when filing expired(1970's).

Discussion regarding the using an operating agreement required by an LLC filing or by-laws for a non-profit filing with the State of Utah. Pros and cons were discussed. It was decided to get more information and ask for legal advice on which filing would be the best for our company.

Jack Evans asked the members for help to update bylaws/operating agreement and asked for volunteers. It was suggested that the executive committee follow through with this task. Kay Gilgen made a motion to use the executive committee follow through with this task. Dwayne Bohman seconded motion. Motion passed.

Lige asked for a motion to split the company. No motion was made.

Jack Evans, President suggested that the voting by shares/acreage within the original bylaws be updated for clarification. Dwayne Bohman suggested a chart with total votes of each shareholder to simplify the process of voting. He pointed out that we were using a consensus of individuals

(one vote per member in attendance) and not accounting for their actual number of votes (re: four votes per acre).

Election of new officers: Shane Falslev nominated James Allen for vice president, Lynn Krebs seconded. Nomination of James Allen approved by members. Lucy Peterson Watkins resigned as secretary. Jack Evans is president. A search will be conducted for a secretary. Outgoing President Lige Palmer thanked the past officers for their commitment to the North Logan Sprinkling Company.  
Meeting adjourned at 8:25 p.m..

Submitted by, Lucy Peterson Watkins March 13, 2014