

Special Meeting on Repairs of Diversion Dam Oct. 9, 2012

Meeting opened by Chairman Roy Moses. With 16 Stock holders present with a total of 705.31 shares enough for a quorum.

A reminder of why the meeting was called. To vote on fixing the diversion dam.

Minutes read and approved. Joe Zaveletta made a motion and it was seconded and carried.

Monte See took pictures of Dam and reported the repairs are needed.

Both sides need repaired especially the left side where it is ^{under}cutting the dam. Center of the dam is cracked. Rebar can be seen. A question about the skirt be taken out and put all new cement in.

In 1966 cement was added by hand over an earthen dam.

Knife River will only consider if the dam is replaced.
Barclay \$20,000 for materials with 90 yds cement.

On the East Side a concrete wall was installed in 1997 so it is not leaking.

The water going under the dam with be stopped with hydraulic cement. It was discussed to get shareholders to do some of the work to keep the cost down . It was a concern that someone would get hurt because of experience.

Steve Wilfong suggested to get figures together to report how much it will cost before a price could be set.

It was a concern if the government were involved restrictions would be put on the use of the water.

It was suggested to check with the NRCS for a loan.

A question of how it would be funded.

Anjie Waldner suggested that all shareholders pay the same amount as apposed to by the share.

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Joe Zaveletta ask if Barkley Const. was doing enough to hold until we could get NRCS to do a better repair?

Mark John suggested to check everything out first before assessing money. Steve Wilfong agreed. Paul will check funding out and report at next meeting.

Mark John says all votes should be voted by shares.

Rick Link suggested that everyone pay up front before work starts.

Joyce Hagan suggested to get everything in writing before reported to stockholders.

Meeting adjourned and next meeting will be Thursday Oct. 11, 2012 at 7 p.m. to set assessment to cover cost of repairs of Diversion Dam.

MONTE SEE	31 SHARES
Steve B. Wilfong	51 Shares.
Roy Moses	92 Shares
Joyce Arthur	30
Rick Link	12
Tom & Ellen Carlsen	69 shares
Anjanette Waldner (Nancy Waldner)	120 shares
Wahla Corley	5
Dennis Bamber	35
Mark D John	35.
GARY SCHMIDT	4.0
JOSEPH ZAROVET	10
Brian Spears	16
Bob Fastgren	57

Art Beal agree to fix dam.
and his 4 shares noted as such.

Arthur H. Beal 6 Oct 2012

PROXY FOR SQUAW CREEK DITCH COMPANY
MEETING OF SHAREHOLDERS

The undersigned, being a shareholder in Squaw Creek Ditch Company, hereby appoints Amyanette Waldner, with full power of substitution, the attorney and proxy of the undersigned, to attend the annual meeting of shareholders of the Squaw Creek Ditch Company (the "Company"), to be held at 7 p.m. the First Monday of February of each year, at Sweet, Idaho, and at any adjournment thereof, and to vote 120 shares of stock which the undersigned would be entitled to vote if then and there personally present, on all matters that come before the meeting and any adjournment thereof.

Dated this _____ day of February, _____

Amyanette Waldner per phone
Signature of Shareholder Nancy Waldner
Number of Shares owned 120

Subject: Squaw Creek Ditch Diversion Dam Repair

From: L & S Perkins (perkins@pocketinet.com)

To: janicenl@frontier.com; janiceml@frontier.com;

Date: Monday, October 8, 2012 8:22 PM

I vote my 65 shares to proceed with repairing the dam.

Lee Perkins

509-520-2166

Barnhart	332.50
Bartholomew	100.00
Bromgard	133.
Christensen	50.00
Duncan	150.00
Edmonds	50.00
Estabrook	
Vickie Cripes	200.00
Huston	150.00
Jones	50.00
Leary	140.00
Misnick	325.50
McD. Re	150.00
Kyle Rex	50.00
Rivers	50.00
Shay Karen	285
Beck Waldner	665.00
Wilson	221.81
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	3152.81

Outstanding
Oct 9, 2012

Special Meeting to get totals for repair for the Diversion Dam
Oct, 11, 2012

Chairman Roy Moses opened meeting with 22 stockholders present and three Proxies with a total of 711 votes.

Minutes read of Oct. 9 meeting and approved. Joe Zaveletta made a motion and Mark John seconded.

Roy Moses expressed his appreciation for all the work Paul has done contacting banks, Water Resource, and NRCS which have no money to fund the repairs. Ron Shurtleaf of Water Dist. 65 reported they did not have any money until 2014. They would reimburse 50 % of what it cost. Mr Patten of Water Resource will give a loan with 6% interest.

Federal Credit Union will loan \$40,000 with 2.1% interest for 5 years with total being \$ 45615.00 and the payment will be \$746 a month for 60 months or \$9,123 for a yearly payment.

It was discussed if payment could be equal between stockholders instead of by the share? Paul reported according to the by-laws we have to pay by the share.

Laterals were brought up by Diane Etchemendy and Anjie Waldner, laterals are not included in the Board duties. All laterals should be organized and should have a ditch rider. Paul reminded that this meeting was to set the funding for the repair of the dam and we could not discuss laterals.

Paul made a motion to get the loan for the funding. Roy seconded.

Mark John suggested that we try to fund it ourself with \$33 a share. If District 65 reimbursed us ~~\$75,000~~, then it would be harder to refund their money. It was suggested everyone wait and pay when the payments are set up. There will not be a penalty to pay the loan off early ~~when~~ the funds are available from District 65 it can be applied to the loan.

Joe Zaveletta ask what the extra assessment would be after the loan. Paul suggested it would be about \$13.50 a share.

Mark John suggested that Paul accept the loan at \$40,000 with 5% interest. Joe Zaveletta seconded.

Mark John made a motion to authorize Paul to get loan as soon as possible,

Special Meeting to get totals for repair for the Diversion Dam
Oct, 11, 2012

Steve Wilfong seconded. All 711 votes were yes.

Joe Zaveletta reported that people that don't pay their assessment should have a penalty of no water but it was explained that nothing can be done without punishing other people on the lateral and shutting it down.

Mark John says that more of the big shareholders should take more interest in the Ditch Company and hold a place on the board and learn about the workings of the canal. Rick Link reported that 10 yrs. ago same thing happened over the Bridge.

It was ask if the company could charge more money and keep it incase things like this happen again. Money cannot be carried over unless it is specified for a certain project.

It was asked if we need a permit and it was reported No if the creek is dry. Work will start on Monday Oct. 15 and should be done in 5 days. Mark John made a motion to start sooner than later and Rick Link seconded.

Paul reported that all the water is going down the canal and will stay that way until the end of Oct., in order for the cement to cure.

Mark John made a motion to adjourn. Joe Zaveletta seconded.

Harry Marder

2.21

YES

Name

Shares

Jayce Arthur

30

yes not

Rick Link

12

yes

Steve B. Wilfong

51

yes

John Carlos

69

yes

Max Agmas

8

yes

JOE + CAROL ZAVALLETTA

10

yes

Pat Carlson

5

yes

Diane Etchamendy

2

yes

Bonnie Bee

4

yes

Art Bee

MONTIE SEE

31

yes

yes yes

James (Mike) Oliver

7

yes

Roy Moses

92

yes

65

35

GARY SCHMIDT

4

yes

Mark J.

30

yes

PAUL DRAKE

109

yes

RICHARD REX

4

yes

Wanda Cowley

5

yes

Brian Spears

16

yes

MIKE CARRIER

2

yes

Frederic Walden (Nancy Walden)

120

yes

total 711

Lee Parkins

Bachant

11 Oct 2012

I DENNIS BARNHEART VOTE
MY SHARES FOR REPAIR OF
THE SQUAW CREEK DAM

Quind Barba

AGE 35