

*Minutes of the*  
ALPINE LAKES DITCH AND RESERVOIR COMPANY, Inc.  
**ANNUAL SHAREHOLDER MEETING**  
July 6, 2007

**Call to Order:**

The 2007 Annual Meeting of Alpine Lakes Ditch and Reservoir Company was called to order at 9:05 a.m. with the following in attendance: Bob Harrington, Bruce Hoch, Karen Hoch, Anita Hooton, Bill Ide, Eileen Ide, Stacia Kemp, Bill Reis, Dennis Riley and Ron Smith. A quorum was verified, with a total of 515 votes in attendance or by proxy.

**Introduction of Directors:**

President Bill Ide introduced the current directors and officers in attendance, as follows: President Bill Ide, Treasurer Karen Hoch, Secretary Stacia Kemp, Directors Bob Harrington, Bruce Hoch and Bill Reis.

**Approval of 2006 Annual Meeting Minutes:**

Minutes of last year's annual meeting were approved on a motion by Anita Hooten, second by Ron Smith. Correspondence was received by President Bill Ide from Developer Norm Carpenter. Mr. Carpenter owns 34 water shares which he would like to sell for \$600/share. Interested persons are asked to contact Mr. Carpenter at 210-402-6988 and are also reminded that ditch company approval is needed to verify the company's capacity to supply water to a property.

**Treasurer's Report:**

The 2007 budget report was reviewed. An \$11,397.50 payment was made for the ditch maintenance work completed in June. All shareholder assessments were received resulting in \$18,960 in income. The balance in the checking account is currently \$11,853.94 and an additional \$3609.27 is in the savings reserve account.

**Election of Directors:**

Current directors and the year their terms expire are as follows:

Bill Hampton (2009)  
Bruce Hoch (2008)  
Bill Reis (2008)  
Bob Harrington (2008)  
Tom Thorpe (2007)  
Stacia Kemp (2007)

Tom Thorpe was nominated and elected to serve another 3-year term. Anita Hooton was nominated and elected to serve her first 3-year term.

### **President's Overview:**

President Bill Ide provided a comprehensive overview of company activities in the last year, including:

- system fact sheet
- system map
- system status update
- summary of maintenance completed in 2007
- legal/water rights open items

The detailed president's overview is on file and available upon request.

- Current status of reservoirs: Buckles – down 1'; Harris – down 2.5'; Spence – down 7'; Sappington – down 3'
- First irrigation cycle completed, cycle 2 started July 2.

### **Operation/Maintenance Cost Study:**

Bob Harrington presented a cost study that itemized tasks and projected timeframe to maintain and operate the ditch and reservoir system of Alpine Lakes Ranch in order to retain water rights, enhance water delivery and improve system efficiency. Averaged over 5 years, ditch maintenance cost alone is \$11,824 per year. Other expenses to operate the ditch company, including insurance, legal and miscellaneous expenses bring the estimated cost to operate the company to \$15,400 per year. The current assessment of \$30/share provides an annual income of \$18,960 which leaves a balance of \$3,560 that can be placed in reserve.

### **Ballot to Establish Annual Assessment at \$30 per Share:**

In 2005, directors voted to raise dues to \$30 per share for a two year period. Shareholders were asked to vote by mail ballot whether or not they wished to make this assessment permanent. The ballot passed.

### **Comments by Directors:**

Each of the current directors and officers thanked Bill and Eileen Ide for their dedicated work with the Ditch Company. Concerns were expressed that most ALRPOA property owners do not understand that the value and tax status of all properties are directly affected by effective operation of the ditch and reservoir system.

### **Adjournment:**

The 2007 annual meeting was adjourned at 10:45 a.m. on a motion by Bob Harrington, seconded by Bruce Hoch.

Respectfully submitted,

Stacia Kemp  
Secretary

