

COTTONWOOD CREEK DISTRIBUTION SYSTEM ANNUAL MEETING

MARCH 14, 2006

The annual meeting of the Cottonwood Creek Distribution System was called to order by Chairman Craig Johansen at 10:00 a.m. He asked John Larsen to read the minutes of the 2005 meeting. There were no corrections or additions to be made. A motion was made by Gary Kofford, and seconded by Jay Mark Humphrey, to accept the minutes as read. All present voted in the affirmative.

The next item of business was a review of the Commissioner's Report for 2005. The 2005 growing season was an excellent year. There was ample snow pack and ground moisture to make crops yield above average. Commissioner Magnuson stated that the year began with 36,560 acre-feet of water in Joe's Valley Reservoir and ended with 45,600 acre-feet. The delivery of water began on April 16 and ended October 10. The reservoir spilled on June 10th after some early releases to avoid excess flooding. Project water was delivered at 100% with a 15% delivery shrink, or a net delivery of 85%.

According to the NRCS Snotel data for this date, Seely Creek site was 94%. Red Pine Ridge was 117%, and 100% is reported at the Mammoth-Cottonwood site. A motion was made by Jay Mark Humphrey, and seconded by Darrel Leamaster, to accept the Commissioner's Report. The motion passed.

Chairman Johansen asked John Larsen to review the 2005 Financial Statement. Mr. Larsen indicated that on January 1, 2005, there was \$6,450.25 in the Trust Account. Receipts for the year totaled \$20,688.16, which included \$20,308.27 in regular assessments, \$79.17 in delinquent penalties, and \$300.72 in interest. Expenditures for the year totaled \$20,142.38. As of December 31, 2005, there was \$6,996.03 in the Trust Account. A motion was made by Darrel Leamaster, and seconded by Kyle Singleton, to accept the Financial Statement as read. The vote was unanimous. Delinquent accounts will be sent a letter requesting payment in June.

Chairman Johansen conducted the next item of business, which was the preparation of the 2006 budget. Those present agreed to raise the reimbursement rate for the Commissioner's travel mileage to 44.5 cents/mile. After this discussion the following budget was prepared:

Commissioner's Salary	\$12,500.00
Contractual Services	0.00
Social Security	956.00
Retirement	1,756.00
Travel Expense	3,500.00
State Engineer's Assessment	1,409.00
Insurance	168.00
Annual Report	150.00
Miscellaneous	300.00
Total	\$20,739.00

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A motion was made by Gary Kofford to accept the budget as prepared. Jay Mark Humphrey seconded the motion, and the motion passed.

Mr. Sim stated that there was an error in making the assessments last year in the amount of \$5,600.41. The Cottonwood Creek Distribution System was assessed this additional amount instead of the Huntington Creek Distribution System. The correction will be made with this year's assessments.

Jay Mark Humphrey made a motion to set the 2006 assessment at \$14,900.00. Kyle Singleton seconded the motion. The vote was unanimous.

The appointment of a committee was the next item of business brought before the water users. A motion was made by Jay Mark Humphrey, and seconded by Clyde Magnuson, to appoint the following individuals to the committee:

Craig Johansen	Chairman
Dixon Huntington	CCCIC
Kyle Singleton	Industrial Users
Gary Kofford	Upper Users
Duane Gilbert	Lower Users
Darrel Leamaster	Municipal Users

The motion passed.

Mr. Sim discussed enforcement legislation that recently passed the legislature. The new state code provides for graduated criminal penalties for various criminal provisions pertaining to the regulation and distribution of water. It also defines the enforcement procedures and penalties available to the State Engineer in the performance of his duties.

With no further business, the meeting adjourned at 11:09 a.m.

Those present at the meeting included the following:

Darrel Leamaster	Castle Valley Special Service District
Gary Kofford	Upper Users
Jay Mark Humphrey	Emery Water Conservancy District
Kyle Singleton	PacifiCorp
Cody Allred	PacifiCorp
Duane Gilbert	Lower Users
Clyde Magnuson	Cottonwood Creek Commissioner