

**LEEDS DOMESTIC WATERUSERS ASSOCIATION
ANNUAL SHAREHOLDERS MEETING MINUTES**

FEB 7, 2017

**held at the Leeds Town Hall Building
218 North Main Street, Leeds, UT**

Board members present: Elliott Sheltman, Danielle Stirling, John Markovich, Jim Vasquez, and Ron Cundick. Staff: Mark Osmer, Karen Markovich.

Shareholders present: Terry & Nina Danielson, Dean Brown, Darryl Lewis, Susan Savage, John Poast, Nancy Higgins, Joy & Manny Goy, Phil & Sue Sherman, Glenda Rehfeld, Donna Ricci.

I. CALL TO ORDER

Welcome by Elliott Sheltman

Prayer led by Jim Vasquez

Pledge of Allegiance led by Elliott Sheltman

II. SHAREHOLDER APPROVAL Annual Mtg Minutes Feb 2, 2016 & tonight's Mtg Agenda.

Motion by Ron Cundick, second by John Markovich, with all unanimous to approve Feb 2, 2016 Meeting Minutes and tonight's Feb 7, 2016 Meeting Agenda

III. ANNUAL COMPANY REPORT - Elliott Sheltman, President.

Elliott reviewed the projects completed in 2016. The projects are summarized in the 2017 Newsletter and attached to tonight's meeting minutes. Upcoming projects include looping (i) downtown dead end lines and (ii) the Bonanza Water Storage Tank to store Silver Reef Highlands well & Oak Grove Spring water sources. The water stored in the Bonanza Tank will also be utilized for fire mitigation.

LDWA has a long-range project planned for a third water source. We currently have sufficient water to supply the current number of parcels within the service area, however additional water will be needed for parcels that may annex into Leeds in the future or for parcels subdivided within the current municipality.

IV. ANNUAL FINANCIAL REPORT - Danielle Stirling, Treasurer.

Danielle reviewed the 2016 Profit & Loss Statement and the proposed 2017 Ordinary Operating Budget. 2016 year-end ordinary operating budget closed with a net gain of \$12,797.53. An additional payment of \$100,000.00 was paid on the principal of the Division of Drinking Water (DDW) loan #3F138, reducing the term of the loan by an additional 4 years.

V. SHAREHOLDER COMMENTS & QUESTIONS – Open Forum.

Terry Danielson asked about the status of the Grapevine Wash Development. Ron Cundick replied that it no longer exists with all acreage now rezoned for residential use. Elliott said LDWA could consider serving water to that area if the land owners provide viable and sufficient water rights (source), storage tanks and fund the cost of a new well source.

Dean Brown thanked the board for their amazing dedication without getting 'burnt out' and said this Board has raised the bar to a new high and no one could come close to taking LDWA to the next level as we have seen. Dean expressed his sincere appreciation and thanks to all.

VI. ELECTION OF 2 BOARD MEMBERS FOR TWO-YEAR TERMS.

Current board members Elliott Sheltman & Jim Vasquez were re-elected.

VII. ADJOURN SHAREHOLDERS MEETING, 8:20 PM MT. Motion by Elliott Sheltman, 2nd by Danielle Stirling, all unanimous.

VIII. Board convened executive session, appointment of Board officers. Board unanimously voted to appoint Elliott Sheltman President, Ron Cundick Vice President, & Danielle Stirling Treasurer.

A handwritten signature in blue ink, appearing to read "Karen Markovich", written in a cursive style.

Karen Markovich, Administrative Manager/ Corporate Secretary