

**FIRE MOUNTAIN CANAL & RESERVOIR CO.**  
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January 23, 2014

The annual meeting of the Fire Mountain Canal and Reservoir Company shareholders was called to order at 6:30 PM by President Dixie Luke. Directors present were Bill Houseweart, Wes Spore, John Stroh, and Dan Robinson. Also present were Superintendent Trey Denison, Ditch Rider Bill Moore, Secretary-Treasurer Randy Fisher, and non-voting board members Ron Smith and Susan Raymond.

All in attendance introduced themselves.

Trey Denison thanked the Board of Directors for their support and Bill Moore for his assistance; Trey then presented his 2013 report on maintenance issues and accomplishments:

- Approximately 4 miles of canal was reshaped
- The USGS installed sediment monitors above and below the reservoir
- The backhoe has been a good investment for the Company
- Trey discussed the summer 2013 flood event that filled the canal from Somerset to Garvin Mesa; the canal was shut off for several days
- Terror Creek relining project was completed
- Bureau of Reclamation required maintenance was completed
- The entire canal length was mowed
- Spraying must be contracted out due to Federal regulations
- The reservoir provided 66 days of water
- Leaks, evaporation, and transit loss account for water loss of ½ acre foot per mile of canal equaling less than 10% percent loss; Bureau average loss is 20%.
- Current snowpack conditions are Scofield 114%, McClure 103%, Overland 103%, and Park 109% of average

There was a general discussion on weed control; "A" list weeds exist on the ditch but they are under control.

There was a shareholder question regarding the Company liability insurance and procedures in the event of a claim.

Ed Tuft was invited to talk about the letter he sent to shareholders and discuss his concerns regarding how water is delivered and the decision making of the Board.

Paul Schmucker, water commissioner, and FMC shareholder, presented and discussed his handout explaining how reduced water flow does not extend the irrigation season significantly.

There was a general discussion about reservoir storage and additional reservoir sites.

Susan Raymond discussed using hydro power on the canal and suggested adding two more board members in order to spread duties among the members.

Paul Schmucker discussed siphon overflow devices for safety.

Randy Fisher presented the financial report and announced a quorum of shares (130,972.50) was present at the meeting.

President Dixie Luke asked the following shareholders to serve on the election credentials committee for the three director positions up for election: Dixie Severson, Danny Doig, and Ron Smith.

Myles Roberts nominates Dixie Luke and Glenda Bass seconds;  
Gail Frank nominates Bill Houseweart and Dan Bolton seconds;  
Paul Schmucker nominates Dan Robinson and Daniel Delaney seconds.

After three additional calls for nominations, Paul Schmucker moves and Louis Ketchum seconds that nominations be closed and the motion carries. Because there were no additional nominations for board members, the Board will remain the same and no election will be held.

The annual meeting adjourned at 8:05pm.

Respectfully submitted,



Randall W. Fisher, Secretary-Treasurer