

OLGA WATER USERS, INC.

Minutes of Annual Meeting July 9th, 2005

The meeting was called to order by President Tom Welch at 8:05 p.m.

Following registration, and an attempt to solicit additional proxies by phone, it was determined that the number of Members present plus proxies did not constitute a quorum.

As a result, the meeting was adjourned without any formal business being conducted.

Following the adjournment, the following informal discussions were held:

Tom Welch introduced Bob Bivaletz as the Board-appointed Director to replace Nancy Bartholomew who resigned and moved off-island. Tom led a round of applause for the many years of excellent service given by Nancy as a member of the Board.

It was agreed that the minutes of the last Annual Meeting were as distributed with the Notice of the 2005 Annual Meeting. (Confirmation of the minutes will be made at a later meetign).

Treasurer Ted Driggers provided corrections, regarding depreciation, to the condensed financial report that was mailed to the Members as part of the annual meeting notice package.

Health Officer Sandy Taylor discussed engineering aspects of our plant. We have three days' water storage capacity in our system; if we are able to spread the current Sunday peak usage across the week we will be able to avoid adding additional storage capacity.

Tom Welch gave a report on cross-connection problems and the need to comply with current State requirements. (Information on the subject of cross-connection is included herewith).

Plant Operator Carl Capdeville spoke of the work that Board members have performed in bringing the system up to the original engineering specifications and led a round of applause for the Board's efforts in this regard.

In view of the failure to achieve a quorum. It was Moved (Sofaer) and Seconded that the meeting be adjourned. Carried.

Noel R. Jeffrey
Secretary