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FILED

12:00 O'Clock, P M

APR 1 1988

4 Attorneys For Michael E. J. Mongini
5 Bar No. 007160

ETHEL BOUTON, Clerk
By Louise [Signature]
Deputy

6 IN THE SUPERIOR COURT OF THE STATE OF ARIZONA

7 IN AND FOR THE COUNTY OF YAVAPAI

8	GEORGE W. HANCE, et al)	
9)	
10	Plaintiff,)	NO. 4772
11)	
12	vs.)	OBJECTIVES OF
)	COMMITTEE
	WALES ARNOLD, et al.)	
)	
	Defendant.)	

13 The Courts Special Committee, appointed and created
14 by virtue of the Court's powers, on January 11, 1988, the
15 Committee submits the following list of objectives with a
16 preliminary report to be delivered to the court on or before
17 September 30, 1988.

18 OBJECTIVES

- 19 1. Any two (2) of the committee members shall
20 have access to all books, records and files of
21 the Camp Verde Ditch Company, whether the
22 committee members appear in person for
23 examination of the books and records or
24 whether a written request is made for physical
25 delivery of information requested by the
26 committee.
2. Committee shall review the revenues and
expenses of the Camp Verde Ditch and determine
if any irregularities exist; and
(A) Determine if any additional Profession
Services are necessary.

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(B) The Committee's Examination shall focus on the preceding five (5) years for General Revenue and Expenses, with no time limit for examination of loans and grants obtained by The Ditch Company.

3. The Committee shall all Examine pending litigation and efforts towards resolution of the litigation.

4. Examination and recommendation concerning the commissions budgeting of revenues and expenses.

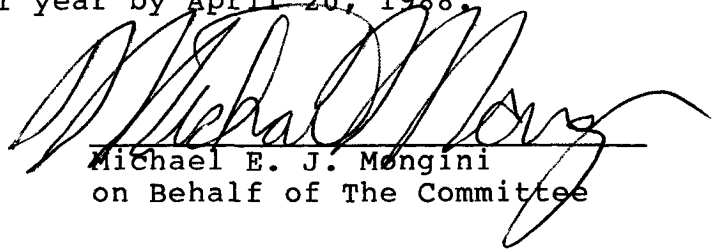
5. Examination and recommendations concerning organization, accounting and management procedures of The Ditch Company including:

- (A) Asset-Inventory List.
- (B) Shareholder list and acreage assessment.
- (C) Physical Audit of Ditch Water usage and diversion of Ditch Water.
- (D) Ditch Company operations and management procedures.

6. Hance vs. Arnold, Judicial Master transition to a separate independent organization or special district.

7. Further review and recommendations by the committee.

The Committee request the court to have the existing Commissioners submit a Financial Budget for the remaining term of The Ditch Company's fiscal year by April 20, 1988.



Michael E. J. Mongini
on Behalf of The Committee