

IN THE SUPERIOR COURT OF THE STATE OF ARIZONA
IN AND FOR THE COUNTY OF YAVAPAI

DIVISION 1

NORBERT G. WEDEPOHL, CLERK

HON. RICHARD ANDERSON

BY: Linda Weatherby, Deputy ✓

CASE NO. 4772

DATE: December 20, 1995

TITLE:

COUNSEL:

GEORGE W. HANCE, et al.

(Plaintiff)

vs.

WALES ARNOLD, et ux., et al.,

(Defendant)

HEARING ON:

NATURE OF PROCEEDINGS

COURT REPORTER

APPEARANCES:

Glen Everett

Howard Ferguson

Gordon Williams

Ronda Aiuto

L. Richard Mabery, appearing telephonically

Court notes John Reddell and John Teague are not present.

Court is provided with a copy of financial statements prepared by Steven Huson dated June 27, 1991. Court instructs Ms. Aiuto to have Steven Huson prepare another audit covering the period when Martie Cathcarat was secretary of Verde Ditch. Ms. Aiuto is also instructed to ascertain the cost of having yearly audits performed.

Court is advised of Glen Beeson's resignation. Court and Commissioners discuss replacement of Commissioner Beeson and continued continuity of future commissioners of Verde Ditch.

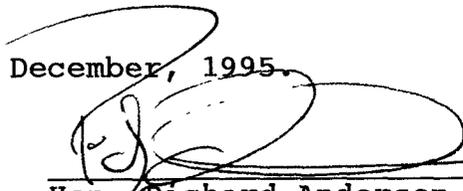
IT IS ORDERED appointed Gordon Williams to replace Glen Beeson.

No. 4772
December 20, 1995
page 2

IT IS FURTHER ORDERED confirming Ronda J. Aiuto's appointment as secretary-treasurer of the ditch company to serve at the pleasure of the Court. Court previously ordered Ms. Aiuto's appointment on February 6, 1995.

Court approves Ronda Aiuto's suggestion to have the January 1, 1996 billing provide payment option for either a full year or one-half year.

DATED this 20th day of December, 1995.



Hon. Richard Anderson
Division One, Superior Court

cc: Verde Ditch Company, PO Box 2345, Camp Verde, AZ 86322
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Richard Walraven, Esq.