

Silver Fork Pipeline Corporation
Minutes of the Annual Shareholders Meeting
Monday, May 2, 2011

The Annual Meeting of the stockholders of the Silver Fork Pipeline Corporation was held at the Whitmore Library Auditorium, 2197 East Fort Union Boulevard, Salt Lake City, Utah on May 2, 2011 at 7 p.m. pursuant to a call by the Board of Directors and written notice dated March 31, 2011.

Pursuant to provisions of the By-laws, Mr. Dan Knopp, President of the Corporation, presided over the meeting, assisted by Jolene Despain, Secretary of the Corporation, and Avis Light, Director.

A full, true and complete alphabetic list of all stockholders entitled to vote at the ensuing election, with residence of each, and the number of shares held by each was available before the meeting and remained open for inspection during the entire meeting.

Consumer Confidence Report: (7:10 p.m.) Dan Knopp presented the CCR and noted that there were no system violations in 2010. The report is required by the EPA and insures that our water meets all federal and state requirements. A printed copy of the report was made available to shareholders.

Water Master's Report: (7:15 p.m.) Scott Benson presented the Water Master's report for Steve McIntosh who is in Hong Kong. From January 1, 2010 to January 1, 2011 there were 26,629,400 gallons that passed through the mine tunnel meter, a 10.5% decrease from last year. The highest inflow to the system was 134.73 gpm in June 2010, and the lowest was 44.54 gpm in May 2010. The highest community usage was 39.52 gpm during January 2010. The lowest community usage was 12.40 gpm in August 2010. Scott pointed out several spikes in water usage due to leaks. In February there was a leak under a cabin of 20 gpm that was not found until the snow melted. The owners forgot to shut off their water when they left, and a toilet supply line sprung a leak. It cost the owners almost \$30,000 to repair the damage. There was also a 4 gpm leak inside a cabin during December which was found quickly. In January there was a yard hydrant leak.

Elections: (7:20 p.m.) The President stated, "The purpose of the meeting is to elect three Directors, and to conduct any other business to properly come before the Shareholders." The Directors whose terms expire with this meeting are Patrick Eibs, Dan Knopp, and Phil Lanouette. The slate of incumbents was presented by President Knopp, who then opened the floor to further nominations. It was moved that the slate be accepted by acclamation. The Motion was seconded and adopted.

Minutes: (7:25 p.m.) There being no corrections or additions to the Minutes, they stand approved.

President's Report: (7:30 p.m.) Dan Knopp outlined the goals and objectives for 2011. Projects include the replacement of 1500 feet of pipeline along upper Mule Hollow Lane, which will eliminate one bleeder. Repair of a section of mainline near Avis and Jim Light's home on Silver Fork Road might also be possible this summer. The final pipeline needed will be along Mule Hollow Lane above the Martain's home. We will require some pressure reducers and replacement of the company shed in the future. Because we prefer to avoid borrowing money, these projects will take about 5 years to complete. Dan also reported that there are legal issues with a home that is in foreclosure. The owner will not release the 3 watershares to the bank so the home can be legally sold. This year we will ask for legal assistance to tighten up our Rules and Regulations and/or Bylaws to deal with this situation.

Joan Hopkins won the \$200 annual water assessment waiver for 2011. The purpose of the drawing is to encourage shareholders to attend or send a proxy to the annual meeting (the winner need not be present to win). The cost required for a second meeting is more than that for one annual assessment.

The meeting was adjourned at 7:50 p.m.

Submitted by Barbara Cameron