MEETING Call

ASOCIACION DE AVECINDADOS EN TECOMATLAN, A.C.
EXTRAORDINARY GENERAL ASSEMBLY
OCTOBER 12, 2006

LOCATION: LAS VILLAS BUGAMBILIAS
TLACHICHILCO DEL CARMEN, JALISCO

MEMBERS PRESENT:
Dolores Leader   Bernard Leader   M. Douglas Reno
Ruth Ann Reno   Britt Marie Proud   William Gallier
Kathleen Gallier   Ernest Gerenda   Daniel Kralik
John Hunter   Donald Dwyer   Gloria Gene George
Brian Jensen   Lana Ehlebracht   Elizabeth Handy
Ronald Magen   John Kelly   Kathryn Vine

MEMBERS REPRESENTED BY PROXY:
Richard Ryan   Helen Ness   Larry Pelligrini
Thomas A. Mills   Kenneth Adams   Russell Loop
Lynda Thomson   Polly Carroll

Meeting was called to order by President of the Assembly, Bernard W. Leader, at 10 a.m. Dolores Leader was appointed both proxy scrutineer and Secretary of the Assembly. Britt Marie Proud was appointed vote tabulator.

MEMBERSHIP LIST
President Leader asked if the membership list was up-to-date and correct. Secretary replied that it was.

NEW MEMBERS
New owners, Gloria Gene George and Lana Ehlebracht, were introduced to the assembly and accepted into membership of the Asociacion.

ELECTION/CONFIRMATION OF BOARD MEMBERS
Ronald Magen was appointed by the Board to fill the position of Vice-President. He has met those duties admirably and has indicated his willingness to carry on in that position until the end of the scheduled term, the Annual General Meeting of 2008.

Ernest Gerenda moved to confirm Ronald Magen in the position of Vice-President until the end of term. Seconded by Daniel Kralik.

Vote – 16 in favour, 2 against, 1 abstention - Carried

Gloria Gene George was appointed by the Board to fill the position of Director-at-Large and has also stated
her willingness to continue in the position until the scheduled end of the term in 2008.

Daniel Kralik moved that Gloria Gene George be confirmed in her appointed position to end of term. Seconded by John Kelly.

Vote – Unanimous – Carried

Bernard W. Leader moved to the Interim Presidency on the expulsion of Stanley Proud from the Board in accordance with the by-laws of the Asociacion. He has indicated his willingness to continue in this position to end of term in 2008 with the confirmation of the assembly. As his name was recorded incorrectly in the minutes of the Annual General Assembly of 2006, confirmation by name is necessary.

Brian Jensen moved that Bernard William Leader be confirmed in the position of President until the end of term in 2008. Seconded by Ernest Gerenda.

Vote – 16 in favour, 2 against, 1 abstention - Carried

Our elected secretary has returned to the United States. This vital position needs to be filled. Do we have any nominations for the position?

Brian Jensen nominated Lana Ehlebracht for the position of secretary. Seconded by Daniel Kralik.

Lana was asked if she was willing to fill this position and replied that she was.

There were no other nominations.

Vote – Unanimous – Carried

DESIGNATION AND REVOCATION OF POWERS

Bernard Leader moved that all powers of the previous Board members be transferred to their corresponding replacements at the end of this assembly. Seconded by Kathryn Vine. Motion was approved unanimously.

PROPOSED WATER CONTRACTS

Bernard W. Leader introduced the subject of the proposed water contracts. He stated that the synopsis of the contracts had been distributed through e-mail and that those in attendance who had not received the e-mail had been given copies before the meeting started. He stressed that those were not the actual contracts but a synopsis used to simplify the language. He further stated that this was a very important move being considered and that we needed to thoroughly understand, discuss pros and cons, points of view of the members, so that when the vote was called, there would be no doubt as to the action being taken.

A very thorough discussion then followed including questions as to why we were considering turning the water infrastructure over to Poncitlan, continuing control of the system by the A.C., how the credit from Poncitlan would be used to benefit all members, not only the water users, whether we would receive further credit if we made capital improvements to the system. Ernest Gerenda, who has had previous experience in this area, gave his concerns to the assembly but ended by saying that in spite of those
reservations he felt it was the only way for us to proceed. After some three-quarters of an hour discussion, Bernard Leader asked for a motion on the subject.

Ernest Gerenda moved to allow the President and Secretary to sign contracts with Poncitlan that conform in essence with the synopsis. Seconded by Gloria Gene George.

The vote was called – 17 in favour, 5 against - Carried

DELEGATE TO APPROACH NOTARY
Bernard Leader moved that the Secretary of the Assembly, Dolores Leader, approach a Notary to create an acta from the minutes and enter it into the Registro Publico. Ronald Magen seconded. The motion was accepted unanimously.

APPROVAL OF PROCEEDINGS
A motion was made by Ernest Gerenda to approve the proceedings of this meeting and to adjourn the meeting. Seconded by John Hunter. Motion carried unanimously.