

ANNUAL MEETING OF STOCKHOLDERS
MAY 15, 2005

The Annual Meeting of Stockholders of the Nicholas County Development Corporation was held on Sunday, May 15, 2005, at 2 P.M, in the Carnico Community Center at Lake Carnico.

The meeting was called to order by President Virginia Kingsolver, who welcomed the stockholders to the meeting and introduced the officers: Vice President Stephen Morrison, Second Vice President Rodney Hatton, Secretary Henry Peters, Treasurer Roger Baird, and Office Secretary and Bookkeeper Nancye R. Lyons.

BALLOT FOR ELECTION OF DIRECTORS – The ballots were called –three members being on the ballot for election (the terms of Hatton and Kingsolver expiring, and the name of Jack Gabriel also on the ballot). Two stockholders volunteered to count the ballots.

MINUTES OF THE 2004 MEETING – Had been mailed to the stockholders and approved by the board.

REPORT OF THE TREASURER – Mr. Baird, Treasurer, reviewed the report which the stockholders had received a copy of for the period 6/10/04 thru 3/31/05, and the floor was opened for discussion or questions. There being no questions, the stockholders were advised they would receive a complete copy of the Treasurer's Report for the 5/31/05 fiscal year, soon after the fiscal year ends.

REPORT OF THE PRESIDENT-

OLD BUSINESS –

Lake, beach and dock – Gene Sparks is again the Beach and Dock Manager; porta-potties are available at dock and beach area, with new sand being purchased.

The stockholders were again reminded that the "No Wake" rule was in effect at Lake Carnico, to be enforced by Fish and Wildlife. A new sign is to be erected at the dock to keep non boaters off the dock.

Golf Course – Leased again to Jim Glass, is in good condition and he seems to be doing well with it.

Restrictions – urged everyone to abide by the restrictions and convince others who are not to do so. There is a restriction against excessive noise and unsightly appearance.

Directory – Mrs. Mary Morrison gave a report on the update, and asked that any stockholder get in touch with her with new information, stating that the new update would be available soon.

Water Test – good test – reported as good as any small lake in state of Ky.

Architectural Review Committee – Melanie Turner and Cliff Vice are present members. Brian Myers, leaving area, will be replaced soon. All lotowners were advised they must make an application for permit when they are planning any improvements of any kind to their property at Lake Carnico. Applications are available at the Corporation Office.

Sewer Project Update – Dr. Kingsolver reporting, introduced the Board Members, Denny Gallagher, and Jim McCormack - He stated that seven years ago they came up with the plan –but no money. Last year things began to change, chiefly because of a new City of Carlisle Mayor. The engineers came up with two ideas – join city of Carlisle, or build own lagoon system, which cost approximately the same, but it would be much more feasible to join the City, but at the time they did not want us, even though they did need us, so we opted to build the alternative, but no money. The only way we are going to get any money is by being a part of a larger system, so we need to go to the City and now we have a new mayor who is interested, and anxious, and would be willing, but they do have a problem, and regulations are complicated. It is a good plant, but he is going to have to convince the State that he can handle this. We are not going to have a system in a year or two, but we are working on it. We need a third member on the Board, and would especially like someone that has political clout, he stated.

NEW BUSINESS

Water Tower – The Nicholas County Water District has been in contact with the Corporation concerning additional land it needs to erect a new water tower at Lake Carnico. The Board voted to deed the district other land in exchange for the present site where the tower is, with the district removing the present tower. The property approved was in Section I, and the district engineers have visited the site. Some stockholders were concerned that there would be a safety issue if the tower was placed in Section I and asked the Officers to reconsider.

High Speed Internet – it was reported that the service might be available at Lake Carnico soon.

SOCIAL EVENTS

Floatilla – Denny Gallagher, will head up the event with Nancy Coons and Meg Conley as possible assistants. It was voted to let non-stockholders enter this year. Mr. Gallagher to come up with rules and regulations.

Fall Picnic – Jim and Barbara Biddle, Rodney and Boogie Hatton, and Patti and Alan McClure will again be asked to take care of this event, to be held the first Sunday evening after Labor Day, with rain date the following Sunday.

BALLOTS - The results of the counting of the ballots showed that Hatton and Kingsolver had won the election for Directors for a new two year term.

There being no further business, the meeting adjourned.

S/H. C. PETERS

HENRY C. PETERS

SECRETARY