

**Hawaiian Paradise Park Owners Association
APPROVED – Board of Directors Meeting Minutes
December 20, 2017**

I. Call to Order: President, Lori Laucik (District 5) called the Board of Directors meeting to order on December 20, 2017 at 6:02 p.m. Quorum was established. The meeting took place in the HPPOA Hui Activity Center Library.

II. Roll Call:

Board of Directors: Lori Laucik, President, (District 5), Ruth Mizuba, Vice President (District 2)-arrived at 6:02, Chris Anderson, Treasurer, (District 8)-arrived@7:16pm, David Roe, Secretary (District 9), Larry Kawaaauhau (District 1), Jack Oskins (District 4), Leslie Blyth (District 7),

Announced: Kathleen Shaw (District 3), resigned on Monday. It has already been posted. HPPOA is seeking a replacement. Applications are being accepted now.

Owners: Al & Debbie Bandur, Shawn Merrill, Robert Merrill, Rosemary L. Brown, Parker Nicholson, Mayelin Stillwell, Craig Creilly, Steve Crawford, Paul Bates, Alexa Von Alemann, Jeff Riley, Wendy Dresser, Susan Escobar, Peter Frost, Beth Evesong, Leilani Bronson-Creilly, Craig Creilly

Guests: Steven Gortler, Bond Counsel, Brian Hirai – Local Bond Counsel, Don Morris - GM

III. Approve Agenda

Discussion to amend the Agenda.

During the discussion of the Agenda, in regards to approving the past minutes, it was decided that to give more time for the guests there to speak about the bond and refinancing it for a better rate, they would approve the Special Meeting Minutes and table the approval of the October and November meeting minutes until next month. **Lori Laucik (District 5) moved to approve the Special Meeting Minutes and table other two regular board of directors meetings of October and November until next month, for sake of time. Leslie Blyth (District 7) seconded the motion. Vote: Yes-6, No-0, Abstain-0. Unanimous. Motion carried.**

A return to the discussion to amend the Agenda occurred.

Ruth Mizuba (District 2) arrived at 6:07 p.m.

Lori Laucik (District 5) moved to approve the Agenda as amended. David Roe (District 9) seconded the motion. Vote: Yes-7, No-0, Abstain-0. Unanimous. Motion carried.

IV. Approve Past Minutes

Patrick Murdoch (District 6) moved to approve the December 18 2017 Emergency Meeting Minutes. Larry Kawaaauhau (District 1) seconded the motion. Vote: Yes-7, No-0, Abstain-0. Unanimous. Motion carried.

V. President's Report – Lori Laucik – A lot has been happening centered around the bond, getting it done, and making sure that all in the community can see what's happening to make sure the board is being fully transparent throughout the process. She announced what was done in last month's Executive Session, which included a motion to remove her from the Presidency, but that motion was rescinded to a motion to reprimand her, that vote failed. There was a motion to remove the GM. That vote was two yes, four no, one abstention, it failed.

VI. Treasurer's Report – Chris Anderson - Postponed to later for his arrival – see below.

VII. General Manager Report – Don Morris –

The Road Crew has temporarily suspended laying down new material on the roads for a few weeks in order to try to catch up on some of the potholes created by all the past rains. They will be just grading and rolling the roads to reduce some of the more hazardous road way areas. Depending on the amount of rain that we get, they will be getting back to laying down new material on the unpaved roads as soon as possible.

Equipment: Our Backhoe has been in the shop for a few weeks; it has rear end housing problems and needs to be rebuilt. All the parts have finally arrived and we should have it back by next week. We have been renting a backhoe since it's been out, in order to maintain the work schedule. The John Deere mower is back on the road and moving again. We still need another sidearm mower and a commercial mower. All other equipment is running fine at this time and we continue to do the daily maintenance and repairs on it.

Mowing: Grasshoppers was to continue to mow the main roadways until the end of this month. We need to renew his contract or buy our own commercial mower. The road crew mowed 31 miles of roadway easement.

Weed whacking: Weed whacked corners on Paradise from 32nd to 18th ; mailbox areas on Maku'u, Paradise, Kaloli and Shower.

Widened, graded, graveled and rolled: 7 miles of roadway

Dust Abatement/Water: 35 miles of roadway

Rubbish pick up: 2.25 tons

Dead animals removed: 4 pig

Safety Report: No accidents or injuries for the past 39 months. Thank you.

There was a question about the reflector tape continuing on the stop signs and that will continue as soon as they receive more reflector tape ordered and in route.

Next was a question about Reflective dots and if HPPOA still has some of the old yellow ones, it was queried if they could put down until the actual job is bid and done. It feels dangerous and scary because in heavy rain, you can't see. It was noted that it will have to dry out to apply them and it would be costly to then remove them when the paint project starts soon. The price of a life was then the question.

Report of a Rock wall on Kaloli, which will be addressed.

Striping Report – all five contractors have been solicited for a bid, but only one has replied, even with the GM having done multiple follow up calling to the companies. It is the holiday season, so that may be one reason why the bids are slow in coming in, so he will persist again as soon as this year closes out. The one bid received is \$98,000 to paint all the main roads including Pohaku and Pohaku place and doesn't include side roads.

VIII. Proposed Bond Presentation – Bond Counsel, Steven Gortler, from California, and Local Bond Counsel Brian Hirai were introduced to all present. Both are to represent HPPOA's interests for the bond refinance process.

Steven Gortler works with local government agencies and cities on bond issues mainly in Northern California and he noted that they are, in fact, very similar to this one. He has worked on facilitating many bond refinance projects for many years. He explained that the existing bond of 2007 in which the Association was issued twelve million dollars in bonds, one of the terms included a January 18 2018 option to pay off, or reissue to save money. He's been asked to help with this process. In the ten years \$8.8 million is still due. Only a small amount has been paid off. Those old bonds were at 6.92%, which was probably a good rate, at that time, but in today's market, 4.30% is available.

Besides lowering interest the rate, the one million dollar reserve requirement can be reduced because the HPPOA has a good performance record, so the issuers of the bonds are more comfortable lending now, thus willing to go with a \$200,000 required reserve.

Beyond the rate and reserve funds reductions, the new indenture will eliminate and simplify a lot of the other requirements that have been required and can now be lifted or changed.

The savings doing at this rate and reserve would save between \$140,000 to \$145,000 each year until 2017. Approximately \$143,000 per year would be a savings of \$1.28 million dollars for the term of the present bond. This freed up money would allow you to make road improvements

He stated that a large document called a trust indenture is being prepared and is required. He went on to say that he works with lots of cities and this exact situation. The only argument people raise is lets make sure we don't make a mistake that puts something into the transaction we regret. The most important thing is that the document is crafted to your liking. He stated that

HPPOA's local counsel is also very experienced in this matter and has participated in this process to now greatly. We have work to do in the next days and weeks ahead, but we can get there and have a good result for you. The document is one thing, but the numbers are set if you approve the transaction as intended, they're not subject to revision, so the rate is locked.

Brian Hirai spoke next and stated that he is an attorney and he deals with the legal documents. He had a warm humorous introduction saying, Bonds are his second favorite topic beside himself, and then he offered a bit about himself for everyone present. He was born in Hawaii. Went to Law school in Philadelphia and did 20 years of bond work there. He came back to Honolulu after 20 years in Philadelphia and has now been doing this bond work for 20 years, here in Hawaii. He works for a couple of the islands. He explained that his role in this transaction is to be the Association's advocate.

He went on to state that it's a trust indenture. They sets it up for investor to feel comfortable. I'm the local bond counsel. The bond counsel will craft the actual document and I will be watching the process. Your excellent track record has really made a difference.

This bond is a good improvement because the market now trusts you/the Association. The covenants were tight, but with your good track record a lot of them have been relaxed. One such relaxed requirement is placing money in a lock box every month, eliminated. There's still a monthly payment, but not into a lock box required.

There's still work to be done, but I can recommend as the Association's lawyer, this document, thus far. Tonight will authorize going forward subject to conditions because there is still some work to be done. To assure this is the deal that the Association wants and authorizes the max principle amount of the bond. It sets a max on rate and – it sets a floor on the savings. We'll definitely meet that floor. The floor translates into a present net value savings of at least 5%, which is a standard, known, prudent, and used even by the county and other islands. This is the accepted standard here in Hawaii. It approves the form of the indenture. It authorizes the president or vice president to approve the final terms subject to the maximums and indenture being substantially in the form we approve. It authorizes additional actions that might be required. You want to be able to seize the opportunity while there in the financial market.

I can recommend this.

Heard From Audience:

Peter Frost: The last bond provision charged consolidated lots.

Bond Counsel, Steven Gortler: Requirements for treating lots is within your bylaws. It is wanted by your investor because if everyone combines their 6 lots into one, the investor wants a say so, the notion would be that the bylaw provision treating the consolidated lots as unconsolidated. The 2007 bond provision said that if lots consolidate they will be charged as if they weren't. The 2009 the bylaws say that if lots are consolidated they cannot get out payment of road fees for each lot.

What it says is that in order to change your bylaws regarding the consolidation, then you would need to get consent from the lender. He explained in more detail about that.

IX. Committee Reports

Bylaws Committee report– Chair: M. Pavao – Report submitted in writing.

Equity Road Fee report – Peter Frost – gave an analogy of asking kids if they wanted pastries, they agreed and paid for it. Then when passed out they run out of eclairs, so then everyone after that gets glazed donuts, but then those glazed donuts run out, too, so those left, then get some get burnt toast. What do you think the kids who didn't get eclairs want to pay? We should not pay for the road other people have but we don't. We pay the same price as people with paved roads.

Mailbox Report – Tabled for presentation

PMAR – No Report

Finance – No Report

Paths – No Report

Park – Tabled for presentation

X. Community Resource Report – No Report

XI. Owner Input

Mayelin Stillwell – thanks for the corrected minutes. Each road used to have reflectors, so they all should. Many use Beach and there used to be reflectors. We're passing the three year mark of not having reflectors and paint. It's scary and important. Please

take care of it soon. Who's the county vendor? – *County was the answer given.* The old reflectors had a special adhesive. It's worth it to apply even if you have to remove it because it's not safe.

Peter Frost – potholes in front of mail boxes. I will fill them myself, with permission. Point two, Neighborhood watch. – I used to do it and asked, back then, that they move it to weekend day because these roads are dangerous at night. The board meetings could be held on the weekend during the day because it's a bad time of night to be on the road in order to come to these meetings.

XII. Proposed Bond Q& A of the Bond Counsel, Steven Gortler & the Local Counsel, Brian Hirai

- UNIDENTIFIED: We said we'd get it done by the end of year. We got one bank that submitted this proposal of 4.3%, what's the rush?

ANSWER: It may feel rushed, but in the industry this is how it works, you don't get to drag things out and get people to wait around for you. Despite our best efforts we may fall short, we'd have to go to bank and give them the issues to see if they're willing to give us a little time. They can say yes or no. I suggest that the question is to be asked on Dec 31. We don't know whether or not we have the luxury of delay. It's not a gamble you want to take unless you have too – if this wasn't the holiday season, it would be easy to do, but I think we can in the next few days to end up where we need to be in the process based on his experience.

- Beth Evesong: 110% bond currently. Will it be going up to 150%?

ANSWER: Yes, but they're not equivalent. Back in 2007, the lender was very demanding imposing provisions including that 110% (all revenues, expenses, leftover pays debt service of bond and had to be equal to 110% of debt service or raise dues, this time around we looked at the security for the bonds, what you're pledging is the gross revenues, so we simplified and test with that gross revenue. Over the past ten years your gross revenue has always exceed 200%, so you've never had less than 200 to 210%, if you fall less than 150% then you'd have to raise your dues, but you wouldn't have that happen based on your track record.

- Mayelin Stillwell: What about Levies collected, how does that effect the bond?

ANSWER: Lenders look at what you do collect. Your reserves and how you're doing from that perspective. Delinquencies on a huge rise would be a concern but not likely.

Mayelin Stillwell: The thought is never raising road fees again ever.

- Peter Frost: Why'd we pay so much? (referring to past bond and the rising road fees due to that past bond)

ANSWER: that board chose the lower payment in the beginning of the life of the bond.

- Robert Merrill – no prepayment penalty?

ANSWER: True, it's good in that every year up to 20% of outstanding principle can be paid.

- Al Bandur – This is not for more money, right?

ANSWER: Correct, paying what we owe, but no new debt.

- Parker Stevenson: pay down any increment?

ANSWER: 20%. No restrictions. Payment up to 20% allowable and gets applied to the principle coming due.

- Mayelin Stillwell: Were we ripped off by the last bond?

ANSWER: I wasn't there and I don't have any idea. All I can tell you is we drafted documents. It's the borrows job to make good choices with how you did.

- Peter Frost: what about the fact that this place is constantly being sued?

ANSWER: That concern is not the issue to the lender. They're accustomed to these kind of things.

- Patrick Murdoch: Present value percentage. Net present value is like one million, eight hundred thousand and our net would be 12%.

5% is standard so we're well above.

If we're able to buy down this loan. If it's feasible to pay this off in 7 years, there would be another three million dollars in savings more.

7:15 p.m. Chris Anderson arrived.

- Peter Frost: What is the new bond amount?

ANSWER: The new bond amount is eight point something million.

- Patrick Murdoch: the reserves of the \$1.2 million will be used with new loan to pay off almost 10 million of old debt with old reserve plus the new bond issue. You're reducing the reserve fund and getting the lower interest rate.

- Leslie Blyth: So, even though the bank trusts us and is giving us less hoops to jump, that doesn't supersede our bylaws?

ANSWER: Correct. You have all the same rates to govern what or how much you borrow in future. It's still all as it was and always will be.

- Shawn Merrill: What happens if we have another Iselle. We're a private road, so in this case that 500 would help us out as a private entity to save us. It's a good thing.
- Patrick Murdoch: Can we go to bank if there's more needed?

ANSWER: More is better. There's no harm to having more flexibility and discretion. How much is enough.

- Parker Stevenson: If you're worried about a hurricane or lava flow, why aren't we setting up a contingency fund. That should have started at the formation of this organization. Set aside every year, subject to restrictions to how it's spent. If everyone's so concerned about it now, let's address it now. [This was a different issue from Bond issue discussion, so it was recommended to bring to next BOD Meeting]
- Beth Evesong: How does it proceed from here as far as a board voting on this and what the process?

ANSWER: Brian Hirai: there is a resolution that the board can adopt.

The Resolution was passed out to the group and it will be uploaded tomorrow morning on to the website.

Another long Q&A occurred at this point.

Ruth Mizuba (District 2) moved to accept The Resolution as dated 12-20-2017. Patrick Murdoch (District 6) seconded the motion. Vote: Yes-7, No-0, Abstain-1 (Chris Anderson/District 8). Motion carried.

Larry Kawaauhau (District 1) left for work@7:40 p.m.

Lori Laucik (District 5) moved to upload the resolution to the webpage tomorrow. Chris Anderson (District 8) seconded the motion. Vote: Yes-7, No-0, Abstain-0. Unanimous. Motion carried.

Chris Anderson (District 8) left at 7:44 p.m.

The resolution was only thing required today. All the rest will be done in the final signature time, which will be done early in January ready for circulation for signature. Mr. Gortler explained – to clarify adoption of the Resolution, you have given the okay for the process to complete, the documents will be distributed for signature. The critical two remaining things are finalizing the documents to the satisfaction of all parties, and the signatures.

Steve Crawford: Will you be having another meeting tomorrow to ask more questions?

ANSWER: Yes, to review and look at page changes, provision changes, and to allow all, including the Finance Committee to have input on the 10 to 15 areas, which can be dispensed.

The General Manager offered that the Library is open from 12 to 5.

Steven Gortler will be present at 1:00 p.m. in the library tomorrow for further questions and review of changes.

*****Treasurer's report***** – Chris Anderson had already left, but a written report was submitted and will be uploaded to website.

[Note: it is added to follow herein the minutes as a convenience to the membership; but, for clarity: it was not actually read into the record, at the meeting]:

Total Checking, Savings, Investments and Bond Reserve: \$6,464,457.33

Total Accounts Receivables: \$2,093,796.72.

In January 2017 HPPA billed \$2,722,568.00 for Road Maintenance. Of that, we have collected approximately \$2.4 million as of the end of November. Currently, there is a total of \$2.1 million to be collected; this amount includes billings that have yet to be paid for the current year and all prior years as well as finance charges, lien fees, some transfer fees owed on property transfers and other miscellaneous income.

There were 57 property transfers completed during the month of October. November had 56 property transfers. A few of those transfers included accounts with past due balances.

The Auditors have completed their field work and we now have the final report. In addition, our tax return have been completed by Ron Dolan, CPA, LLC. Work with the auditors and year-end processes have been completed, therefore both October 2017 and November 2017 financial statements are now available.

An adjustment to the depreciation has been made and restated in these reports. With the final audit report accepted, the Staff will be posting it to our website.

Statement Regarding Unaudited Financial Information: The unaudited financial information set forth above is preliminary and subject to adjustments and modifications. The audited financial statement and related notes are to be included in our annual report for the year ending June 30th, 2018. Adjustments and modifications to the financial statements may be identified during the course of the audit work, which could result in significant difference from this preliminary unaudited financial information.

XIII. Old Business

- a. **Chip Seal Contract Discussion** – Staff is focused on potholes due to rain. A discussion regarding the need to discuss tonight because the Finance Committee decided and has advised to not finish the contracts with Grasshoppers or Triple K due to not being in good standing with DCCA and State compliance regulations. The GM queried what to do after/when the grasshoppers contract ends or is terminated because the Association doesn't have a running machine able to do the work. The only bid received by another company to pick up what Grasshoppers is doing for \$3,100, the bidders want \$16,000 per month. A discussion ensued about Grasshoppers business status.

Patrick Murdoch (District 6) moved to approve the grasshopper contract upon review and acceptance and compliance with the state and insurance. A discussion occurred. The GM noted that a Yard Service does not have to be licensed according to our insurance company, but if you're a licensed contractor you do have to be licensed with the State.

Finance Committee member Steve Crawford stated that the Association has the most employees ever and they were looking at why aren't employee working on the road? The ANSWER is that there's no mower for the crew to use in order to get the work done.

The President noted that until we can get our own equipment, the Grasshoppers Company was contracted to do the work. The GM noted that the Association can buy a mower for the same cost that the bidder would cost with just two months of work using a licensed contractor. In the meantime, the President noted that the Association has to fill the gap. Another board member noted that the Association has put some money aside for capital improvements.

Jack Oskins (District 4) moved to replace the Grasshopper mower with the SCAG mower not to exceed 22k. Lori Laucik (District 5) seconded the motion. Lori Laucik (District 5) amended the motion to have Jack Oskins work with the GM to shop for it and rent one until one is purchased and it arrives. Jack Oskins (District 4) seconded the amendment to his motion. Discussion: What is a SCAG mower and how much will it cost? Is it for the right terrain? Steve's Honda carries them and service them. They cost from \$16,000 to \$22,000, but we only need a deck size of 48" so that would be one of the smaller ones. A board member was certain to wanting a \$90,000 Flail mower. We have one as a side arm on, it's a thick bush mower, not a finisher. We don't have level flat area for a flail mower. If we don't buy something we will be mowing it with the John Deere and making a mess. How long would it take to buy the mower? The GM can possibly get prices tomorrow at the store, and then go with Jack Oskins on Monday. It could be two months. We could rent one. **Vote: Yes-6, No-0, Abstain-0. Unanimous. Motion carried.**

Patrick Murdoch (District 6) moved to cancel chip seal contract with Triple K, unless or until they are in compliance with all State regulations. Ruth Mizuba (District 2) seconded the motion Discussion: is there an issue with cancelling or is it about freezing the contract. It should be by the end of this year. He should have been compliance in the first place. There's only on other licensed contractor, he charges \$85,000 per mile and he isn't as good, unfortunately. We have to stop going the cheap route. Unless they provide the necessary documentation. **Vote: Yes-3, [Jack Oskins (District 4), Ruth Mizuba (District 2), Patrick Murdoch (District 6)], No-3 [Lori Laucik (District 5), David Roe (District 9), Leslie Blyth (District 7)]. Motion Failed.**

Patrick Murdoch (District 6) moved to give written notice to Triple K of cancellation of the chip seal contract due to noncompliance with State regulations. Lori Laucik (District 5) seconded the motion. Discussion: They must show compliance. **Vote: Yes-6, No-0, Abstain-0. Unanimous. Motion carried.**

Lori Laucik (District 5) moved to cancel Grasshoppers contract immediately due to non-compliance with State regulations. David Roe (District 9) seconded the motion. Discussion: They cannot come next week for their final contracted mow because it's a liability. **Vote: Yes-5, No-0, Abstain-1 (Patrick Murdoch, District 6). Motion carried.**

Forensic Analyst - Lori Laucik (District 5) moved, based on the General Membership Meeting vote, the Board move forward with hiring a Forensic Analyst to start working. Ruth Mizuba (District 2) made a second motion to first seek two more bids. Then we can ask the membership if they want to proceed. A discussion ensued about the need to follow the rules by getting three bids. We are proceeding, and it's not being ignored, but the procedural rules need to be followed for transparency. Some wanted to table for January after the bids are in and the bond refinancing is done. The membership needs to know that they have been heard and action is happening. The board agreed to get two more bids. **Lori Laucik (District 5) and Ruth Mizuba's (District 2) motions both died without seconds.**

Lori Laucik (District 5) moved, based on the October General Membership meeting vote, that the Board hire a Forensic Analyst to do the Forensic Analysis. Discussion: I was trying to make it not happen until February for the bond, but the membership said loud and clear that they want the Board to do this. **Leslie Blyth (District 7) seconded the motion. Vote: Yes-3 Lori/David/Leslie, No-3 [(Jack Oskins (District 4), Patrick Murdoch (District 6), Ruth Mizuba (District 2)]. Motion failed.**

XIV. New Business

- a. **Meeting Minutes Approval Method and Audio Recording Handling Discussion** – it was noted that a Motion was done in a past Board's Executive session to curtail keeping Board Meeting audio recordings and per the bylaws that cannot be done, so the President sent an email to Recording Secretary to keep all minutes from now on. A discussion about audio recordings and maintaining Board and General Membership Meeting recordings ensued along with the fact that Executive Session meetings are private and to stay as such or the purpose of the Executive Session meeting is lost. The Secretary is to keep a copy of the Board Minutes and General Membership meetings under lock and key when received each June at the end of the session. A bylaw change would have had to happen to have audio recordings not kept. **Lori Laucik (District 5) moved that, at least until January, HPPOA Board and General Membership meeting audio recordings will be retained by the Recording Secretary. Dave Roe (District 9) seconded the motion. Vote: Yes-5, No-0, Abstain-1 (Patrick Murdoch/District 6). Motion carried.**

XV. Announcements

- a. **Next scheduled BOD Regular Meeting is January 17, 2018 at 6 p.m.**

XVI. Adjourn

Lori Laucik (District 5) moved to adjourn the meeting. Jack Oskins (District 4) seconded the motion. Vote: Yes-6, No-0, Abstain-0. Unanimous. Motion carried. Meeting adjourned at 9:11 p.m.

Respectfully Submitted and Approved:

Susan Bambara, Recording Secretary

David Roe, Secretary

Date

Date

BOD Meeting Motions Log 12-20-17

Lori Laucik (District 5) moved to approve the Special Meeting Minutes and table other two regular board of directors meetings of October and November until next month, for sake of time. Leslie Blyth (District 7) seconded the motion. Vote: Yes-6, No-0, Abstain-0. Unanimous. Motion carried.

Ruth Mizuba (District 2) arrived @ 6:07 p.m.

Lori Laucik (District 5) moved to approve the Agenda as amended. David Roe (District 9) seconded the motion. Vote: Yes-7, No-0, Abstain-0. Unanimous. Motion carried.

Patrick Murdoch (District 6) moved to approve the December 18 2017 Emergency Meeting Minutes. Larry Kawaauhau (District 1) seconded the motion. Vote: Yes-7, No-0, Abstain-0. Unanimous. Motion carried.

Ruth Mizuba (District 2) moved to accept The Resolution as dated 12-20-2017. Patrick Murdoch (District 6) seconded the motion. Vote: Yes-7, No-0, Abstain-1 (Chris Anderson/District 8). Motion carried.

Larry Kawaauhau (District 1) left for work@7:40 p.m.

Lori Laucik (District 5) moved to upload the resolution to the webpage tomorrow. Chris Anderson (District 8) seconded the motion. Vote: Yes-7, No-0, Abstain-0. Unanimous. Motion carried.

Chris Anderson (District 8) left @ 7:44 p.m.

Jack Oskins (District 4) moved to replace the Grasshopper mower with the SCAG mower not to exceed 22k. Lori Laucik (District 5) seconded the motion. Lori Laucik (District 5) amended the motion to have Jack Oskins work with the GM to shop for it and rent one until one is purchased and it arrives. Jack Oskins (District 4) seconded the amendment to his motion. Vote: Yes-6, No-0, Abstain-0. Unanimous. Motion carried.

Patrick Murdoch (District 6) moved to cancel chip seal contract with Triple K, unless or until they are in compliance with all state regulations. Ruth Mizuba (District 2) seconded the motion. Vote: Yes-3, (Jack Oskins, Ruth Mizuba, Patrick Murdoch (District 6), No-3 Lori Laucik (District 5), David Roe (District 9), Leslie Blyth (District 7), Abstain-0. Motion Failed.

Patrick Murdoch (District 6) moved to give written notice to Triple K of cancellation of the chip seal contract due to noncompliance with State regulations. Lori Laucik (District 5) seconded the motion. Vote: Yes-6, No-0, Abstain-0. Unanimous. Motion carried.

Lori Laucik (District 5) moved to cancel Grasshoppers contract immediately due to non-compliance with State regulations. David Roe (District 9) seconded the motion. Vote: Yes-5, No-0, Abstain-1(Patrick Murdoch, District 6). Motion carried.

Lori Laucik (District 5) moved, based on the October General Membership meeting, the Board hire a Forensic Analyst to do the Forensic Analysis. Leslie Blyth (District 7) seconded the motion. Vote: Yes-3, No-3 [(Jack Oskins (District 4), Patrick Murdoch (District 6), Ruth Mizuba (District 2), Abstain-0]. Motion failed.

Lori Laucik (District 5) moved that, at least until January, HPPOA Board meeting audio recordings will be retained by the Recording Secretary. Dave Roe (District 9) seconded the motion. Vote: Yes-5, No-0, Abstain-1 (Patrick Murdoch/District 6). Motion carried.

Lori Laucik (District 5) moved to adjourn the meeting. Jack Oskins (District 4) seconded the motion. Vote: Yes-6, No-0, Abstain-0. Unanimous. Motion carried.