

SMUGGLER HOMEOWNERS' ASSOCIATION SPECIAL BOARD MEETING JUNE 3rd,
2004

Attendance: Mark Hesselschwerdt, Jerry VanHoy, Chip Patterson, Mike Kelly, Candy Forde, Marty Ryan, Solveig Warming, and David Oakes.

Guests: Patty Simpson, June Kirkwood, Bob Vail, Bill Fontana, Bob Cox, David Weiss, and Patty Bennett.

- A. Call To Order. 7:07pm.
- B. Mark explained the loan Process and payments. The loan is at 5.5% for the first three years, than it will float every three years thereafter. It is a fifteen year loan. We will have to pay checks to Holy Cross and Gould Construction. Home Owners will have their first opportunity to pay off their share upon completion of the project, between October 2004 and January 2005. The hold up on the loan was due to the bank wanting some assurance of the City taking possession of the new water system. The city may "purchase" the system for approximately \$100,000.
- C. No paperwork to sign yet. The terms as understood were agreeable.
- D. Motion to sign the contract with Gould Construction was made by Jerry, and seconded by Mike. Discussion: Some members were concerned with quality control. Inspection of the project will be done by McLaughlin inspectors. The water portion will also be inspected by the City from time to time. There were concerns regarding the angle of the curbs. It will not be as steep as it is now. Questions were raised about the electrical work to done. Mark and David explained that portion of the project. Questions were also raised about parking during the construction. Mark said that parking will be dealt with as the construction nears each residence. David will notify ev3everyone about parking/ vehicle movement as he has firm dates. The motion was called and passed unanimously.
- E. Other Business. There was only one item that was discussed. The Bank asked that the Board of Directors make a resolution stating that the bank will gain the ability to collect the outstanding balance of the loan from the individual home owners should the Board fail to do so or be dissolved. Mark read the prepared document and motioned to approve it. The motion was seconded by Mike and passed unanimously.

Motion to adjourn made by Jerry, Mike seconded, passed unanimously. 8:08 p.m.

Cc: David

President: Mark Hesselschwerdt

Secretary: David Oakes