

**HMC Management  
Island Manager Report  
Board Meeting  
May 13, 2006**

Administration

- For Board discussion: Red Cross field trip to the island (info to be provided by Patty Haenen Jones).
- For Board discussion: clarification of policy concerning what constitutes a “Tenant” as it applies to when such tenant can use Member rates on the ferry. Consider updating the definitions section of the “Addendum to Lease/Rental Agreement.”

Information items

- HMC’s insurance broker has eliminated one player involved in our property insurance that covers the ferry docks. This resulted in \$1500.00 reduction in annual premium.
- That dock coverage has been changed by the carrier from an “agreed value” policy to one with 90% co-insurance, something that is happening throughout the insurance industry. The change required that HMC update the coverage amount to stay above 90% of replacement value. Working with the brokerage’s evaluator recently, it was determined that dock coverage should be increased approximately 40% from the original amount, which has been unchanged since 1995.

Transportation

- We are closer to having the ferry crew perform the monthly oil changes instead of an outside vendor as is now the case. A permanent shed will need to be purchased and installed on a foundation. It will store new and used oil, the various filters used on the ferry and some spare parts for the ferry and ramps.
- The generator program at Peninsula Light Company has been terminated. They recommend going to Cummins NW generator division for the ramp generators.

Roads

- It’s time to start watering the roads. Only a few truck drivers are currently available.

Water

- Work is again underway on completion of the Small Water System Management Program.
- HMC is in contact with the USDA in Olympia regarding obtaining a loan to replace the distribution system. The program manager there is planning a site visit to the island soon.

Parks

- A contract has been signed to have the additional small boat docks built. They will be installed by HMC volunteers.