

HMC Annual Membership Meeting

June 11,2005

Call to order: Ken Freeman called the meeting to order at 12:00 pm.

Roll Call: : Ken Freeman, President, Bill Zazzo, Vice President, Fred Fath, Secretary and Treasurer, Al Moren, Board Member, Clarrie Jones, Board Member, and Doug Allen, Island Manager.

Previous Minutes:

Fred Fath made a motion to suspend the reading of last year's Annual meeting minutes. Motion carried.

Bill Zazzo made a motion that we accept the minutes of the meeting. Motion carried.

Opening Remarks:

Ken Freeman explained the procedure for the meeting.

Pierce County Presentation

The presentation was on the junk and solid waste program of Pierce County. It was for the Community Services and the process for requesting County support in the removal of junk vehicles and obtaining a litter credit (\$100) for use at the County transfer station. The emphasis day for Herron Island is July 14th where representatives will be on the Island to aid in applications for removal of junk vehicles and for the litter credit.

Elections:

Ken Freeman called for nominations for Board candidates from the floor. None were forthcoming.

Call for Ballots:

Ken Freeman called for last minute ballots.

Teller Committee:

Call for volunteers for ballot counting. Mary Turpin will head the committee consisting of:

2005-2006 Budget Presentation:

Fred Fath presented the 2005-2006 budget to be submitted to the membership in the June Beachcomber for their ratification. The budgeted expenses increased by 5.6% due mainly to increases in HMC wages, ferry fuel, ferry maintenance, and insurance. The result based on the new assessment policy and the 66% level of phase-in is \$1100 per assessable unit. A credit of \$10,000 was used to keep the assessment down (only a 2.4 % increase) which reflects a partial refund of excess revenue over expense from last year. The entire amount was not used due to increased expense (like ferry fuel) that is occurring this year. Like in the past, the budget is arrived at using past performance and the best estimates of the finance committee on what is likely to happen to unavoidable costs (like fuel,

wages, insurance, and other services). The performance over the last decade has been quite accurate with revenues usually exceeding cost by a small amount. There have usually been offsetting factors where some estimates have been low where others have been high with the overall impact close to right on.

Year's Overview:

See Written Island Manager's Annual Membership Meeting minutes. Doug Allen read these notes aloud the members present.

Legal updates:

None

Election results:

Al Moren	122
Clarrie Jones	92
Kathy Fennell	118
Jerry Smith	40
Sam Argo	46
Ken Hughes	33

Elected:

Kathy Fennell
Al Moren
Clarrie Jones

Presentation of New Board:

Fred Fath – President
Bill Zazzo – Vice President
Kathy Fennell –Treasurer
Clarrie Jones– Secretary
Al Moren – Board Member

Unfinished Business:

None

New Business:

There was a lot of discussion on the sale of HMC properties. Some members were upset that they didn't know lots were being sold and upset that they felt the lots were sold too cheap. The new policy was discussed but it doesn't change the past. Most members were pleased with the new approach that notifies all members of bids for lots in the Beachcomber. Not all members were satisfied. There were suggestions on auction possibilities that will be investigated.

Meeting Recessed until July 9th at noon.

Bill Zazzo made a motion to recess. Motion passed.

Respectfully submitted by:

Fred Fath, Recording Secretary