



SANDY POINT
IMPROVEMENT COMPANY

Mailing Address: 4460 Decatur Drive
Ferndale, WA 98248
Phone: 360.384.3921

**Sandy Point Improvement Company
2017 Annual General Meeting
September 30, 2017
Ferndale High School Auditorium**

Call to Order

The 2017 Annual General Meeting was called to order at 10:08am on September 30, 2017 by President Pat Malara.

Introductions

Board members present: Pat Malara, Kym Embrey, Gary Kitching, Jim Kolbo, Tom Larsen

Absent: Scott Kilgus

Also Present: Scot Swanson, Attorney

President's Remarks

President Pat Malara thanked the Sandy Point Staff for all their hard work and dedication to the community. Pat made a special mention for John Mercer our certified water operator, Rick Frye, past board member, for their outstanding work for the water department. Special mention also to Eric Battles for his hard work and dedication in the remodeling of the pool deck and outside of the clubhouse.

The accomplishments that we had this year are the renovation of the clubhouse and the complete tear out and replacement of the concrete pool deck.

The marina loan was paid off this year. The loan was paid off by monies in our emergency reserve fund for the water department and some monies from our savings account. The water reserve monies are being paid back on a bimonthly basis. We have a \$250,000.00 line of credit available to us in the event we have a water emergency.

Credentials Report

Pat Malara reported that 305 Class A Shareholders were present at the meeting either in person or proxy. There are 42 Class C present either by proxy or in attendance. The quorum requirements are 34 percent we have 38.95 percent in attendance.

Final credentials report: 347 members present. 305 Class A shares represented, and 42 Class C shares represented. Total: 38.95 percent.

Minutes of the Previous Annual Meeting

Pat Malara motioned for the minutes of the previous AGM be approved. The audience was in favor. The AGM minutes were therefore approved.

Elections

Nominations from the floor are as follows. Gary Niely nominated Ethel Kitching for the Sandy Point Heights position, she accepted. Jock Macgillivray nominated Glen Streeter for the At large position, he accepted. Bill



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Parker nominated Jim Kolbo for Sandy Point Shores, he accepted. Bill Hall nominated Val Klepac for the At large position, he declined.

Candidate Speeches

Ethel Kitching, Glen Streeter, Jim Kolbo, Christy VanderSanden, Omega Johnson, Margaret Cooper, Alicia Beck, Bill Rinesmith all provided their speeches.

Recess for Voting

Pat recessed the meeting for voting.

Ballot Retrieval

Ballots were picked up by Unity HR staff and taken to a secure location for tally.

Meeting was then reconvened by Pat Malara.

New Business

Audit Waiver

Kym Embrey explained the need for an audit and what an audit does. The reason we vote to have the audit or waive the audit is because of the cost to the community. We have a CPA firm come in and close our books monthly and at the end of the year we have a separate CPA firm come in and prepare the tax preparation. There is a strong double check. Kym motioned to waive the audit, unidentified speaker second. Motion passes 272 to waive, 3 to have audit. Motion carries at 77 percent.

Bylaw Amendment

Pat Malara explained the 1st amendment presented to adopt. The proposed amendment to the Bylaws which would require anyone who is running for one of the geographical representation positions on the Board of Directors to reside on their property within SPIC at least part time. Val Klepac motioned to adopt Article 3 Board of Directors Section 2, number, tenure and qualifications. Scott Vandarsanden second. A motion was then made to table the motion, motion failed 118 to 185. Motion moves forward. Motion passes 189 against 159.

Pat Malara explained the 2nd amendment presented to adopt. The proposed amendment to the Bylaws is to eliminate nominations from the floor. This bylaw amendment would be added to Article 111. Val Klepac motions to adopt amendment. Diane Holmstrom 2nd. Motion passes 190 for, 141 against.

Committee Reports

Committee reports were not given due to time constraints. This was voted on by a showing of hands from the audience.

Dredge Committee Presentation

Ron Jepson reported that the dredge committee has made substantial progress. The tribe came back to the corps of engineers stating that the extent of dredging we were contemplating infringed on their trust tidelands. The good part was that they presented a line that had been determined by the Bureau of Land Management that said



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they recognize it's a federal agency that the trust tidelands were west of this line. The Corps asked us if we could move our dredging back to that line and we did.

We have done substantial studies over the years, a biological assessment to prove that there is no contamination and we don't effect endangered species. We have fulfilled all those regulations. The dredging committee of the Corps has given us a green light saying they do not have any issues with our maintenance dredging as long as we are not disposing of material in water. We must sell it and dispose of that somewhere else, which we hope to sell to offset the cost.

Voluntary contributions including the SPIC Board has totaled \$67,000.00 thus far. In May of this year we submitted for our shorelines permit to the county. We received our first letter from the county in August asking for additional information. The only issues the county has is how disruptive this operation will be. We would prefer to barge the material away from the excavation operation.

The most recent costs for this that was put together by a contractor familiar with marine work is approximately \$300,00.00. With consultant and permit fees we might hit \$400,00.00.

Election Results

Sandy Point Shores Christy VanderSanden 309

Sandy Point Heights Omega Johnson 120

At Large Mel Cooper 278

At Large Bill Rinesmith 254

The meeting was adjourned by Pat Malara at 2:15pm