

REGULAR MEETING OF THE
HOT SPRINGS VILLAGE
PROPERTY OWNERS' ASSOCIATION
BOARD OF DIRECTORS
9:00 A.M., WED., APRIL 16, 2008
OUACHITA BUILDING

A regular meeting of the Hot Springs Village Property Owners' Association Board of Directors was held at 9:00 a.m., Wednesday, April 16, 2008 at the Ouachita Building.

Board members attending were: President Bob Shoemaker, Vice President Mike Misch, Jeff Atkins, Dick Breckon, Paul Day and Bill Linam. Absent: Teri Jackson.

Attending from staff were: General Manager Dave Johnston, Asst. to the General Manager Linda Mayhood, Treasurer Wayne Copeland, Accounting Manager Doris Truett, Attorney Don Schnipper, Director of Public Safety Laroy Cornett, Director of Public Works David Whitlow, Construction Manager Randy Noles, Director of Recreation Larry Koonse, Director of Golf John Paul, Director of Planning and Inspections Steve White, Communications Specialist Stacy Hoover and Secretary Suzette Tadlock.

Also attending were: Lynette Melcher, Village Voice and Jeff Smith, Sentinel Record.

Approximately 30 people were in the audience.

- Call to order: President Shoemaker called the meeting to order at 9:00 a.m.
- Prayer: Director Dick Breckon gave the prayer.
- Guests: President Shoemaker called for visiting guests to stand and introduce themselves. There were none.
- Order of Business: The order of business was approved.
- Minutes/Notes: The minutes of March 19, 2008 were approved as submitted. The work session notes of April 2, 2008 were approved as amended.
- President's Comments: President Shoemaker commented on the Annual Reports of the standing committees and expressed appreciation for all they have done.
- Board Comments: Director Atkins handed out a resolution that had been passed at the Hot Springs MPO having to do with highway projects (see attached).

Gen. Mgr.'s Report: Dave Johnston gave the General Manager's Report (see attached). He advised that he was leaving for a CMIA Conference today and would return Monday, April 21, 2008. He stated he had completed all the information for the Board retreat packets and they would be distributed this Friday.

Attorney Don Schnipper reported on the lawsuit filed by Robert Watson. He advised the temporary restraining order to halt the seating of the new board had been denied. A hearing for the dismissal of the lawsuit will be held on Mon., April 28, 2008.

Discussion of the General Manager's Report followed.

Treasurer's Report: Wayne Copeland gave the Treasurer's Report (see attached). Discussion followed.

Standing Comm. Reports: President Shoemaker called on standing committee reports. There were none.

Minutes/Reports Received & Filed: The following standing committee minutes were received and filed: Golf 3-13-08; Governmental Affairs 2-8-08, 3-21-08; Lakes 3-12-08, 4-9-08; Public Works 3-20-08; Recreation 3-10-08; and Trails 3-18-08.

Architectural Control Com. Minutes Received: 3-20-08, 4-3-08.

2007 Audit Report: John Rowland of BKD went through the 2007 Audit Report (see attached). He advised the Audit Report was an unqualified opinion with no changes to the financial statement. He commended the Accounting Dept. for their help with the audit and the Board of Directors for setting the right tone at the top.

Questions from the Audience: Donald Griffith addressed the Board with his concerns relative to the selective clearing of pine trees in the area of Burgos Subdivision. He wanted to know who he could see to review the revenues received from the timber thinning and what the restoration plans were. President Shoemaker suggested Mr. Griffin visit with the Common Property & Forest Committee to share his concerns relative to the program and asked General Manager Dave Johnston to review.

Joanne Arnold asked if the POA has a process in place to ensure that guests have a sponsoring POA member. She was concerned about workers using the amenities and card activated gates. She also had issues with enforcement of the dress code for golfers.

Break: The meeting was recessed for a ten minute break at 9:55 a.m.

NEW BUSINESS:

Saline County Economic Dev.: Director Misch MOVED to approve a three year financial commitment of \$6,000 per year for 2009, 2010 and 2011 to support the efforts of the Saline County Economic Corporation. The motion was unanimously APPROVED.

3A Golf Tournament: Director Misch MOVED to approve hosting the State 3A High School Golf Tournament to be held at Balboa Golf Course on Mon., Sept. 29 and Mon., Oct. 6 with practice rounds each preceding Sunday afternoon. Director Linam SECONDED the motion. Discussion followed. The motion was unanimously APPROVED.

Project/Capital Expenditures: The following project/capital expenditures were reviewed:

2008 Road Paving Program: Director Linam MOVED to approve a capital expenditure in amount of \$1,100,000 for resurfacing approximately 28.4 miles with Super Pave asphalt and approximately 14 miles of striping and reflective markers. Director Day SECONDED the motion. Discussion followed. The motion was unanimously APPROVED.

2008 Gravity Sewer Rehab.: Director Linam MOVED to approve capital expenditure of \$75,000 for rehabilitation of the gravity sewer system. Director Breckon SECONDED the motion. Discussion followed. The motion was unanimously APPROVED.

Mower: Director Linam MOVED to approve the expenditure of \$34,000 for the purchase of a New Holland TN60A diesel tractor. Director Day SECONDED the motion. The motion was unanimously APPROVED.

Woodlands Stage Floor: Director Day MOVED to resolve the problem with the replacement of the Woodlands Stage Floor in the amount of \$32,980 of which \$19,480 is to be paid from the capital reserve fund and \$13,500 out of the Recreation Dept. V.P. Misch SECONDED the motion. Discussion followed. The motion was unanimously APPROVED.

Advocate: V.P. Misch MOVED to approve the amount of \$57,837.28 for a two year contract – 8 issues (2008 & 2009) of the quarterly publication of The Advocate by Democrat Printing. Director Breckon SECONDED the motion. Discussion followed. The motion was unanimously APPROVED.

2008 Ford Truck: V.P. Misch MOVED to approve the amount of \$39,317 to purchase a fire rescue truck. Director Breckon SECONDED the motion. Discussion followed. The motion was unanimously APPROVED.

Questions from the Audience: None

Adjournment: The meeting adjourned at 10:34 a.m.

- Organizational Meeting: Dave Johnston took over the organizational meeting for the purpose of electing officers for the 2008-09 Board of Directors. He stated the position of Secretary and Treasurer were ex-officio by the General Manager and Director of Finance respectively.
- Swearing in of new Board Members: Dave Johnston swore in incumbent board members: Bill Linam and Jeff Atkins.
- Election of President: Mike Misch nominated Bob Shoemaker as President for the 2008-09 term. There being no other nominations, Bob Shoemaker was elected President by acclamation.
- Election of Vice President: Paul Day nominated Mike Misch as Vice President for 2008-09. There being no other nominations, Mike Misch was elected Vice President by acclamation.
- Indemnification Agreement: Members of the Board signed an indemnification agreement.
- Adjournment: The meeting adjourned at 10:45 a.m.
- Executive Session: An executive session meeting was held to discuss incentive awards for presentation at the May 5, 2008 Annual Meeting.
- Adjournment: The meeting adjourned at 11:00 a.m.

President

Secretary

