

KAP Roadway Maintenance Association, Inc
ANNUAL MEMBERSHIP MEETING MINUTES
Saturday, May 14, 2022 11:00 am.
75-5813 Puakenikeni Place, Kailua Kona, Hawaii

- I. Call to Order - The meeting was called to order at @11:20 am by President Tuttle
- II. Quorum Report - Julianna Hulce reported a quorum was met through proxy and in person attendance. Eighteen (18) lots personally represented; Six (6) proxies received.
- III. Financial Report: Treasurer Steve Lopez provided a Financial Report as of March 31, 2022 as follows:

Cash on hand: \$25,217.95 checking, \$500.14 savings.

Reserves: Drains \$1,280.00; Reseal \$7,896.00; Resurface \$34,992.00

Based on reserve funds and report from VP Scott Sveiven on projected costs we are grossly underfunded for these necessities of maintaining our roadway.

Transfer of all funds from KAP ROADWAY FUND to KAP ROADWAY MAINTENANCE ASSOCIATION is complete.

As per our CC&R's, fiscal year end financial statements will be sent with annual meeting minutes.

- IV. Consideration of 2022-23 Annual Budget - Treasurer Steve Lopez made a presentation on the proposed annual budget that was included in the Annual Meeting mailing and available at the meeting. The budget proposed was an increase from \$360.00 to \$435.00 per lot per annum.

MOTION: Geri Eckert; **SECOND:** Cynthia Milani to approve the budget as presented.
Discussion ensued.

AMENDED MOTION: Aurora Saddler (Eckert and Milani accepted the amended motion) to increase the annual assessment to \$1000.00 per lot per annum. The additional \$565.00 per lot to be used to build the road sealing reserve which is significantly underfunded.

Discussion ensued.

Point of Order: Steve Lopez requested a roll call of the membership which was taken and accepted.

The Motion failed as 50% plus 1 affirmative vote could not be reached.

It was determined that the proxies presented with 'no' votes would not allow for any budget proposal to be approved as the CC&Rs require an affirmative vote of 50% plus 1 to pass the budget.

- V. Update on Association Formation - An update was provided regarding the Association formation. The Articles Of Incorporation have been accepted by the DCCA and thus we are an official Association; Bylaws have been approved; the 501(c)4 filing has been submitted; a new bank account, email and post office box have been secured.

VI. Discussion ensued relative to amendment of the CC&Rs. A committee was formed to review and make recommendation to the membership relative to proposed amendments. Those persons volunteering included the following: Steve Lopez, Thomas Fisher, Barbara Graziano, Aurora Saddler, Tom Carey, Geri Eckert, and Cynthia Milani.

VII. The Meeting adjourned at approximately 1:00 pm.