

MCCALL AREA TIMESHARE ASSOCIATION
BOARD MEETING
MINUTES
JULY 16, 1994

Meeting called to order at 9:00 a.m. at Sandy and Dorothy Koonz' residence in Walla Walla, Washington. Board members present were David K. Holland, Corman C. Geisler, Sanford Koonz, Richard Brotherton, and Peggy Whitman.

Minutes of the March 12th, 1994 Board Meeting were read. Bill made a motion to approve as read. Sandy seconded the motion, all approved.

Minutes of the April 28th, 1994 phone conference were read and amended. Bill made a motion to accept the amended minutes. Dick seconded the motion. Motion passed unanimously.

The Board discussed the employees' salaries and future increases that would effect the 1995 annual budget. The Board supports the wage increases for the employees and realizes the need for maintaining continuity in the work force. The national health insurance programs being discussed by the Clinton administration could adversely effect the association. If the administration imposes this health insurance during a budget calendar year the need of a special assessment might arise. Budget items for 1995 that need attention are the project vehicles. Funds need to be appropriated, over the next few years, for the purchase of good used vehicles for the project.

We should be able to acquire something in the range of approx. \$4,500.00. per vehicle.

The Budget to Actual expenditures, year to date, for 1994 were discussed and explained.

The Board discussed ways of getting clear title to units where the owners can't be found, to collect maintenance fees. Dave was instructed to follow up with Harry McCoy, the attorney who was responsible for creating the project documents, to see what he would recommend.

Bill made a motion that we accept the 1993 audit report as prepared, Peggy seconded the motion, and all approved.

made a
Dick motioned that the financial report, budget to actual for 1994, be accepted as presented. Sandy seconded the motion and all approved.

The Board discussed the Holland children working on the project and discussed their wages and gave approval.

The Auditors Report was discussed he, Mr. Leavitt, gave several recommendations that the Board needs to act upon. First, he recommended that MATA's liability insurance be increased from \$1,000,000.00 to \$2,000,000.00. Motion by Sandy to increase liability insurance as recommended by Mr. Leavitt. Seconded by Bill, all approved.

The Board discussed accepting credit cards for payment on maintenance fees and other charges, such as rentals etc. The Bank charges a 3% charge on credit card payments. Pro's and cons were discussed and finally a motion was made by Peggy to accept credit cards and have MATA pay the charges. Sandy seconded the motion, all approved.

The Board discussed that owners who purchase weeks in the project are not subject to a maintenance fee in their first year of ownership, if they are unable to use the week, due to the fact that there may not be enough time for the new owner to make arrangements for the vacation time. However, the owner would thereafter be responsible for the maintenance fee, irregardless of the reason. The Board acknowledges and approves this policy.

Mr. Leavitt brought out the fact that certain conflict of interest situations exist in the project. With Dave Holland being the Developer, Project manager, as well as the Homeowners president. The Board discussed that when owners want to give back weekly intervals or have someone assume the responsibility for the maintenance fees that Dave has that opportunity to act first to purchase the interval being offered, prior to MATAs interest. The reason being that MATA is not in the position of wanting to compete with the developer in sales or in the acquisition of unit intervals. Therefore, Sandy made the motion that MATA officially accept and acknowledge a Conflict of interest policy with regards to Dave Holland and his other interest. Bill seconded the motion, Dave abstained from voting, all others approved.

One of the owners commented that the Board consider installing dead bolt locks. After a brief discussion, Bill motioned that we install the dead bolts. Sandy seconded the motion, all approved.

Bill made the motion that we close the office on Sundays, on a trial basis and bring the policy up at the next homeowners meeting. Sandy seconded, all approved.

RCI affiliation discussed. Dave to continue working on this. There is a problem with the seasonality of the weeks that RCI wants to impose.

Dave presented an ottoman that he had repaired and reinforced with buttons and screws. The cost is \$25.00 to upgrade each ottoman. Dick made a motion to have the work done on all the ottomans in the project. Sandy seconded the motion, all approved.

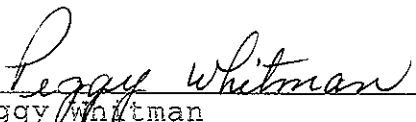
The Board gives a special thanks to Dorothy and Sandy Koonz for their hospitality in hosting our meeting.

The next meeting will be via telephone conference, to discuss and approve a 1995 maintenance fee budget. Dave is to prepare and send to the Board Members, prior to the meeting, the budget so there is adequate time for review. The next time we will be together is for the Annual meeting on October 15, 1994 at McCall-Donnelly Highschool.

Sandy moved that the meeting be adjourned. All approved.

Meeting adjourned at 11:50 a.m.

Respectfully Submitted



Peggy Whitman