

Special Membership Meeting to Count Ballots July 14, 2012

Call to Order: Mark Anderson reconvened the Annual Meeting of the Membership to count the ballots.

Roll Call: Mark Anderson, President; Janet Podell, Vice President; Dianne DeGood, Secretary, Pat Zazzo, Treasurer, and Sherri Anderson, Member at Large.

Mark Anderson asked for discussion on the Ballot Items presented to the Membership:

- **Ballot #1** Shall HMC Management ratify the proposed HMC Management General and Water Budgets for Fiscal Year 2012-13 as presented to the Membership at the June 9, 2012 Board Meeting?
- **Ballot #2** Shall HMC Management replace the current ferry engines and transmissions using existing Reserves and a Special Assessment?
- **Ballot #3** Shall HMC Management be permitted to sell certain HMC owned properties?

There was no discussion. Carolyn Snyder stated that the Ballots had been validated by Sue Pottorff and Virginia Major. Linda Kelley and Sabre Duback validated those Ballots that came in after Friday, July 13, 2012.

Selection of the Ballot Counting Committee: Kathy Deuster, Steve McNair, Linda Kelley, Sabre Duback, Nancy Broege, Edward Hovde, John Farris and Jean Mellor.

Mark Anderson called a recess for the Ballot Counting Committee to count the ballots.

Ballot Results:

Following the counting and tallying of the votes, the Board President announced the results. Each of the Ballot Propositions was approved by the Membership.

Ballot Proposition No. 1 (Ratify Budget):

Approve: 126
Disapprove: 60
Result: Approved

Ballot Proposition No. 2 (Replace Ferry Engines and Transmissions):

Approve: 125
Disapprove: 55
Result: Approved

Ballot Proposition No. 3 (Sale of HMC-Owned Lots): All Approved for sale.

	<u>Approve</u>	<u>Disapprove</u>	<u>Result</u>
1219 W Herron Blvd	144	34	Approved
1313 W Herron Blvd	149	27	Approved
1318 W Herron Blvd	148	29	Approved
1123 Yew Blvd	151	36	Approved
1201 Yew Blvd	152	36	Approved
1203 & 1205 Yew Blvd	152	25	Approved
315 E Madrona Blvd	155	22	Approved
317 E Madrona Blvd	145	29	Approved
816 E Madrona Blvd	151	23	Approved
1001 E Madrona Blvd	150	27	Approved
1119 E Madrona Blvd	144	27	Approved

There were 185 valid Ballots cast. Pursuant to the HMC Management Voting Process that was adopted in February 2011, the Ballots were first counted by two teams of two. In cases where the count of the second team did not match the count of the first team, a third team of two was used to recount these Ballots.

In cases where the number of votes to approve or disapprove of a particular Ballot Proposition could not be resolved by having the third team recount the votes (*i.e.*, where the count of the third team did not match the count of either of the first two teams), the above numbers reflect the *lowest* number of approval votes that were recorded by any one team and the *highest* number of disapproval votes that were recorded by any one team.

Unfinished Business:

There have been many questions about the second Ballot to replace and install two new ferry engines and transmissions. As described in the Ballot, HMC plans to fund this project through the use of Reserves and a Special Assessment.

Mark Anderson explained that we expect to make this replacement in September 2013, which is in line with our standard 3-year rotation cycle for engine/transmission overhaul and maintenance. The new equipment must be on order and prepaid by July/August 2013. Members can expect to receive the Special Assessment billing in the May/June 2013 timeframe. In the event that the engines or transmissions fail before this, which would render our ferry out of commission, it will be necessary to accelerate the Special Assessment to accommodate immediate repairs.

Since there was no further business, Mark Anderson moved that the meeting adjourn. Motion carried.

Respectfully submitted,

Dianne DeGood, Recording Secretary