

## **SPECIAL MEMBERSHIP MEETING**

### **Water System Upgrade Ballot March 19, 2011**

**Call to Order:** Fred Fath called the meeting to order at 12:00 PM.

**Roll Call:** Fred Fath, President/Treasurer, Mark Anderson, Vice President, Janet Podell, Secretary; Gary Wanzong, Asst. Treasurer, Judy Greinke, Member at Large, Claudia Ellsworth, Island Manager

#### **Ballots:**

Ballots before the membership:

- **BALLOT NO. 1**

**RETAIN** Ownership with HMC and authorize loan to accomplish the HMC Water System Replacement Project

**OR**

**TRANSFER** Ownership to H&R Waterworks and assign responsibility to H&R Waterworks to accomplish the HMC Water System Replacement Project;

- **BALLOT NO. 2: (Applies only if Ballot No. 1 results in a majority vote to Retain Water System)**

HMC applies for financing through the United States Department of Agriculture (USDA). This government loan would finance up to 100% of the total cost of upgrading the HMC Water System.

**OR**

HMC applies for financing from a commercial lending institution, such as a bank. Commercial financing may finance up to 80% of the total cost of upgrading the HMC Water System. If HMC's application was accepted, HMC would be required to fund a down payment of 20% or more, which must be funded by HMC Members through a special assessment and/or with the funds paid by Members who have prepaid.

**Ballot Results:**

In order to ensure the integrity of the ballot counting process Carolyn Snyder (HMC Office Manager) requested the assistance of two random members to validate the total ballot count and the final vote tally. Nancy Broege and Linda Kelly volunteered to provide that assistance for all ballots received through Friday 3/18/11. Additional ballots were received on Saturday and the ballot count was revalidated by Sabra Duback and Jean Mellor.

**Ballot Counting Committee:**

Carole Crowley	Pat Francis	Linda Crowe	Sabra Duback
Dana Gruber	Frank VanRavenswaay	Pat Zazzo	
Mike Shettlesworth	Brock VanRavenswaay	Paul Bray	

**Ballot Count:**

216	Valid ballots
3	Unsigned ballot
1	Delinquent member ballots
0	Proxies

The final validated vote tally was as follows:

	<u>Retain</u>	<u>Transfer</u>
<b>Ballot No. 1</b>	<b>189</b>	<b>23</b>
	<u>USDA Financing</u>	<u>Commercial Financing</u>
<b>Ballot No. 2</b>	<b>183</b>	<b>21</b>

The members have voted to retain the water system and finance the upgrade through USDA financing.

**Adjournment: Mark Anderson made a motion to adjourn the meeting. Motion carried.**

Respectfully submitted,

Janet Podell  
Secretary