

MINUTES OF THE ANNUAL MEETING  
OF THE ASSOCIATION OF APARTMENT OWNERS  
OF MOLOKAI SHORES  
February 23, 2018

DETERMINATION OF QUORUM

President Robert Smith announced that the owners comprising 66.8909 % percent of the common interest were present in person or represented by proxy, thus constituting a quorum.

CALL TO ORDER

The 2018 Annual Meeting of the Association of Apartment Owners of Molokai Shores was called to order at 9:05 a.m. The meeting was held at Hale Mahaolu at 290 Kolapa Place, Kaunakakai, Hi 96748

PROOF OF NOTICE OF MEETING

Mr. Smith announced that a notice of this annual meeting was sent to all owners of record on January 24, 2018. A copy of this notice has been made a part of the annual meeting file.

INTRODUCTION OF BOARD MEMBERS AND GUESTS

Mr. Smith introduced himself and thanked the owners for attending this meeting and asked the Board of Directors and invited guests to introduce themselves.

Board Members Present:                    Robert Smith, President  
    Ryan Link, Vice-President  
    Chris Cheney, Treasurer  
    Dawn Barrowcliff, Secretary  
    George Burkley, Director  
    Carol Montecucco, Director  
    Jerrold Williams, Director  
    Gladys Kerr, Director

Present by Invitation:                    Tulasi Leary; Doug Jorg, Management Executives, Sheri Paet, Tally Clerk, all with Hawaiiana Management Company

Owners Present:                            Registered with Hawaiiana Management Company, Ltd.

There being no objections, Robert's Rules of Order, Newly Revised, was the governing authority in any instances not covered by the Association's By-Laws or Hawaii Revised Statute 514B.

### APPROVAL OF MINUTES OF PRECEDING MEETING

The minutes of the February 24, 2017 Annual Meeting were approved by the Board of Directors and hearing no objections, the reading of the minutes was waived. There being no objections, the Board was authorized to approve the minutes of this annual meeting. Draft copies will be available within 60 days of this meeting.

### REPORTS OF OFFICERS

Treasurer's Report. Mr. Cheney provided a financial report based on the year-end unaudited financial dated December 31, 2017.

- Maintenance Fees were lowered last year due to sub-metering revenue.
- Security was added in 2017 at a cost of approximately \$2500 per month. Security is staffed three days per week.

Mr. Smith commended Mr. Cheney for his work as Treasurer.

### AUDITOR'S REPORT

Terry Wong, CPA, is auditing the books for the accounting year ending December 31, 2017, and copies will be made available to the owner membership when it becomes available in mid to end of April 2018.

### ELECTION OF DIRECTORS

President Smith stated that Section I of Article II of the project Bylaws specifies that the affairs of the Association shall be governed by a Board of Directors composed of not less than nine persons, all of whom shall be an owner, co-owner, vendee under an agreement of sale, or an officer of any corporate owner of an apartment. There were three vacancies on the Board, which had to be filled. Three directors were to be elected for a three year term.

Remaining on the Board were, Chris Cheney, Dawn Barrowcliff, George Burkley, Jerrold Williams, Gladys Kerr and Pam Cheney.

The following board members had indicated previously that they will be standing for re-election to the board.

Ryan Link  
Robert Smith  
Carol Montecucco

A. Nominations. The Chair called for nominations from the floor. The following owner was nominated:

Margaret Marcom, nominated by George Burkley

*Mr. Cheney announced that his wife, Pam Cheney, does not wish to continue on the board due to health reasons. There were no objections to Ms. Cheney's resignation. Four vacancies were now available to fill. Mr. Smith asked again if there were any nominations from the floor. David Raab was nominated by Mark Barrowcliff.*

David Raab, nominated by Mark Barrowcliff

All nominees introduced themselves and gave a brief synopsis of their backgrounds.

### ELECTION INSPECTORS

The Chair selected two inspectors:

Carole Engel  
Mark Barrowcliff

The meeting was recessed at 9:40 a.m.

The meeting was reconvened the meeting at 9:50 a.m.

### NEW BUSINESS

A. Resolution on Assessments. President Smith read the following resolution for approval:

RESOLVED, by the owners of Molokai Shores, Association of Apartment Owners, that any excess of membership income over membership expenses for the year ended December 2018, shall be applied against the subsequent tax year member assessments as provided by IRS Revenue Ruling 70-604.

By unanimous consent, the tax resolution was adopted.

B. Election Results Election Results. President Smith announced the following election results: It was announced that the person with the fourth highest votes would be elected to a two-year term.

Robert Smith	71.88%	Three Year Term
Margaret Marcom	44.25%	Three Year Term
Carol Montecucco	32.40%	Three Year Term
Ryan Link	28.21%	Two Year Term
David Raab	27.58%	

President Smith thanked the inspectors and congratulated the new directors. It was announced that there will be a short Organizational Meeting immediately following the annual meeting for the purpose of electing the officers for the ensuing year.

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ADJOURNMENT

There being no further business to be considered the meeting was adjourned at 9:57 a.m.

Respectfully submitted:

Doug Jorg  
Recording Secretary  
#1408