

**SUNRIVER OWNERS ASSOCIATION
BOARD OF DIRECTORS MEETING
SROA BOARD ROOM
APRIL 20, 2024**

DIRECTORS PRESENT: Bill Burke, Gerhard Beenen, Clark Pederson, Scott Gillies, Mark Murray, Keith Mobley, Tony De Alicante & Linda Beard

DIRECTORS PRESENT VIA ZOOM: Julianna Hayes

STAFF: James Lewis, Susan Berger & Jesus Mendoza

The Board of Directors meeting was called to order at 9:01 A.M.

NUMBER OF ATTENDEES: 4

OWNERS FORUM: Ed Pitera, 25 Quelah Lane spoke and also submitted a written comment letter. His comments were directed toward the existing recycling depot and associated issues. Mr. Pitera stated he believes that the recent owners' survey did not ask the right questions about the depot and that the Board did not pay attention to the specific owner's comments about such. Mr. Pitera stated that the statistics show that owners do not want the depot and while there are owners who are currently not using the side-yard service, they are capable of using that option instead. Mr. Pitera referenced an informal on-site survey of users which showed that about half of the users were from outside of Sunriver. Mr. Pitera also noted the unsightly nature of the depot and suggested the best way to correct all problems with the depot is to close it.

OWNER FORUM FOLLOW-UP FROM PREVIOUS MONTH

Director Mobley followed up with Cindy McCabe, 13 River Village Condo regarding her concerns about unleashed dogs on pathways. Director Mobley understands her concerns, having recently been witness to an unleashed dog on the pathways bolting after some geese. The owners voice control attempts did not prove necessarily effective.

Director Pederson followed up with Linda Smith, 1 Loon Lane, and they had a good conversation regarding safety in Sunriver given the recent incident of an individual barricading themselves in an unoccupied home in Sunriver. Director Pederson shared with Ms. Smith that it is his understanding, Police Chief Lopez will be doing an article in the Scene soon regarding safety in Sunriver. Ms. Smith shared that she had an incident at her home where someone tried to siphon gas out of her vehicle, bending the gas tank door and leaving the gas cap cast aside. They had a pleasant chat, and both agreed that unfortunately even Sunriver is not as safe as it once was, and owners need to be vigilant.

President Beenen who was on vacation last month has not had the opportunity to follow up with Ken Arnold, 1 Cypress Lane regarding plant protections.

In regard to follow-up for this month, both Lori Menalia, 7 Aquila Lodge and Ed Pitera, 25 Quelah Lane have both requested follow-up. Director Murray commented that there really is not anything to report back to them at this point.

President Beenen added that the Board had previously discussed doing some additional on the ground surveys at the recycle center at various times of the year to gather additional information and to determine if what was gathered over the Christmas holidays is representative of the activity that occurs here.

President Beene added that Public Works (PW) Director Mark Smith is also facing a decision point as progress occurs on the new Public Works building.

GM Lewis added that Public Works Director Mark Smith has been concerned about the safety issues with the recycle center and large pieces of machinery coming in and out especially in the wintertime for a long time. Vehicles park haphazardly, people dart out from behind vehicles, etc. and it is just not conducive to the daily operations that take place there. With respect to the redesign of that area, a decision will need to be made very soon in order to facilitate the new circular layout of the Public Works operations.

GM Lewis added when that conceptional plan was developed, it was developed on the basis that the new depot was going away from that location, however since then the owners voted not to construct a new recycle center so that plan was no longer valid.

President Beenen noted the suggestion made at Friday's work session to relocate the recycle center up to Lake Penhollow and he wondered if the Recycle Taskforce had looked at that option. Vice President Burke who was a member of the taskforce responded that yes, this location was considered but the main problem is that location is not open year-round, and it is also located on private property. According to audience member Ed Pitera, who was also on the taskforce, a direct inquiry was not made to NW Natural who own and operate Lake Penhollow.

GM Lewis commented that construction on the PW building is scheduled to be completed by September or October, so a decision needs to be made by that time.

Mr. Pitera agreed to assist with questions for the upcoming informal surveys which will be held over the coming months.

RECAP OF 4/19/24 BOARD WORK SESSION

President Beenen reported the Board held the annual joint meeting with the Sunriver Service District on Friday morning prior to their regular work session. That meeting went well, and a number of items were shared and discussed.

At the regular work session, the Board met the new IT Director Gary Siefert. Nominating Committee Chair Ron Angell announced the 2024 board member nominees, Tim Smith & Spencer Mitchell from NW Natural spoke to the Board about the water company's proposed price increase. The Board heard an update on dissolving the Sunriver Charitable Fund and proposed changes to the SROA Committee Policy. The Board heard an update on and discussed the proposed changes to the management agreement between the SSD, the County and SROA.

Assistant GM Kessariss provided an update on recreation statistics, President Beenen and GM Lewis provided an update on TRT efforts and GM Lewis provided an update on the efforts of TDS noting that approximately 30 households in Sunriver have been hooked onto the new service.

The Board held an executive session to discuss a legal matter.

BOARD ACTION **BOARD MEETING MINUTES**

Director Pederson moved to approve the minutes of the March 15, 2024, board work session minutes as corrected. Seconded by Director Burke, the motion passed unanimously.

Director Pederson moved to approve the minutes of the March 16, 2024, board meeting minutes as corrected. Seconded by Director Murray, the motion passed unanimously.

BOARD ACTION
FINANCIALS

Treasurer Pederson referenced the key data sheet noting that at the end of March, things look a lot better than they did at the end of February. In the operating account revenue was a positive \$30,538 for the month compared to a budget of \$7,736 resulting in a surplus of \$22,802. This was due in part to Recreation Plus and Member Plus program revenues, Scene advertising revenues and the payment of some past due fines. On the operating expenses side, we still had some open positions in April resulting in some cost savings. Year to date for the month totals (\$156,024) against a budget of \$(132,936) a variance of (\$22,088).

On the non-operating side, interest rates remain higher than anticipated resulting in higher cash balances than expected. Total non-operating revenue reflected a \$9,636 positive variance and non-operating expenses reflected a positive variance of \$5,017 for a total positive variance of \$14,653 for the month. Year to date, \$12,808 to the positive and the overall combined year-to-date deficit is \$10,280.

In terms of cash and investments, Treasurer Pederson reminded the Board that last year in June, the surplus of \$586k from the previous year was transferred from the operating fund to the reserve fund which explains the large variance from last year to this year. Total cash/investments balances for the month were \$18,829,328 which is \$765k more than last year at this time.

For the month ended March 31, 2024, there was a net operating surplus of \$30,538 which was \$23,802 better than budget. Operating revenues were over budget by \$13,444 due to Member preference Program (MPP) sales, Scene advertising, and compliance fines. Salaries and burden were under budget by a combined \$42,689 due to open positions in the public works and recreation departments. Materials and services were over budget by \$21,505 for sanding cinders and deicer, SHARC equipment maintenance and timing of contract services payments in administration.

For the first quarter of 2024, there was a net deficit of \$154,024 which was \$23,088 behind budget. Operating revenues were under budget by \$28,879 due to Recreation Plus Program (RPP) and contracted vehicle repairs with the Sunriver Service District. There have been fifty-one less RPP renewals sold in 2024 compared to the same time frame in 2023. Legal fees were over budget by \$68,544 through the first three months of 2024.

As of March 31, 2024, there was a combined operating and non-operating surplus of \$616,094 which was \$10,280 behind budget.

Total assets as of March 31, 2024, were \$41,103,465. Cash and investments totaled \$18,829,328, a decrease of \$31,332 from February. As of March 31, 2024, there was \$18,741,692 invested in Federated Hermes Government Obligations Fund and US Treasuries with durations between 90-days and five-years with an annual yield of 5.09%. Interest payments due from US Treasury Bonds were reclassified to receivables. Fixed assets placed into service during the first quarter included a Ford Escape, SHARC pool covers, SHARC banquet tables and Mary McCallum Park BBQ's.

March 31, 2024 (Year to Date Unaudited)

	<u>ACTUAL</u>
TOTAL REVENUE	\$ 3,149,025
TOTAL EXPENSES	\$ 3,305,049
OPERATING FUND SURPLUS	\$ (156,024)

Director Murray moved to approve the unaudited financial statements for the month of March 2024.
 Seconded by Director Burke, the motion passed unanimously.

GENERAL MANAGER’S REPORT

GM Lewis reported his recap is for activities in March.

GM Lewis continues his participation on the on-going Newberry Regional Partnership Strategic Action Plan for south Deschutes County.

GM Lewis continues to participate in the Central Oregon Intergovernmental Council (COIC) Board of Directors meetings as the Tourism and Recreation representative. This will continue to be a monthly on-going participation through end of term of December 31, 2024.

GM Lewis continues to attend Sunriver/La Pine Economic Development (SLED) Board regarding coordination with south county economic development efforts. This will continue to be a monthly on-going participation.

GM Lewis participated in the March 1st Special SROA Board meeting.

GM Lewis attended the Deschutes County Commissioners meeting regarding Transient Room Tax (TRT.)

GM Lewis worked with SROA legal counsel regarding fines/fee lawsuits, HR issues, and ongoing litigation.

GM Lewis met with Senators Merkley & Wyden’s staff.

GM Lewis met with Sunriver Resort representatives regarding forthcoming contracts.

GM Lewis worked with the SROA HR Director and appropriate staff on multiple HR issues including multiple interviews for vacant director and manager positions.

GM Lewis attended a follow-up meeting with the architects to discuss future remodeling at the SROA Administration building and SHARC.

GM Lewis continues to attend ongoing/regular meetings with TDS staff regarding the physical construction and eventual migration of owners to fiber to the home and the SROA account.

GM Lewis continues to attend and participate in regular monthly meetings of the Covenants & Finance committees, the Strategic Plan Taskforce, and Admissions Model Workgroup.

GM Lewis along with Assistant GM Kessarlis have been meeting with the local real estate companies to update them on what is happening in Sunriver from an SROA perspective.

In the Accounting Department, the unaudited financial for February 2024 were prepared and presented to the Finance Committee and Board.

The reserve budget to include 2023 rollover items was produced and presented to the Finance Committee.

Accounting staff worked with collection attorneys on past due accounts (mostly related to fines.)

Accounting staff worked on collections for outstanding maintenance fee payments.

The IT department resolved an issue with notifications for backup services.

New IT Director Gary Seifert was onboarded and is quickly getting up to speed on the department.

Contact information for third party support has been updated.

IT staff report the move for email backups is complete.

IT staff ran a security update on the Dual Factor Authentication server.

Azure Administrator training continued.

IT staff continued to collaborate with the Community Development and Natural Resources departments on various database and GIS issues.

IT staff worked to resolve an issue with the RV storage cards failing to work that started after the most recent RV conversion after the recent billing update. The system database has been updated to reflect the most up to date card data.

In the Communications Department, Scene advertising was at \$21,474 (\$20,041 in March 2023).

There were 417 reads of the online March Scene including readers from Sweden, Greece, Canada, and the Philippines.

SROA websites most popular pages in March were weather, tree flagging/paint colors, and job opportunities.

The SHARC websites most popular pages were recreation swim, aquatic hours, and admission rates.

9k + website visits included users from Canada, Singapore, United Kingdom, India, and Ireland.

Social media covered March snow events.

Eblasts included information about board candidacy application deadline, OEC Spring Fling Dance and dance lessons.

Other projects included finalizing all items related to the new pathway kiosks which are now in production.

Communications staff assisted Natural Resources in redesigning the ladder fuels reduction and home

hardening flyers and checklist to be included in mailings by Natural Resources and posted same to the SROA website. Also working to create additional educational materials about defensible space, home hardening and emergency preparedness.

Updates to the event space web pages are now live.

Communications staff assisted in creating materials for HR to use during high school hiring recruitment events.

The Community Development Department reports the Design Committee meetings continue to occur on a regular schedule with multiple items on each agenda – the first March meeting consisted of two additions and one new home, and the second meeting consisted of one preliminary new home and one addition.

There are currently approximately 287 active projects/building permits (up by 18 from the previous month of February.)

The number of applications submitted in March was up from the same month in 2023 – from 75 in 2023 to 77 in 2024.

Community Development staff continued issuing compliance letters for design and rule violations.

Community Development staff participated in Magistrate Hearings for background on violations and citations.

Community Development staff continue modifying the new application forms and informational handouts, as necessary.

Community Development staff continue to provide updates to the Design Committee on the procedural elements in the new Design Manual of Rules & Procedures and how staff conveys those to owners.

The tree protection rule is now part of the Design Manual of Rules and Procedures and enforcement of violations will begin July 1st in order to allow time for owners to comply.

The 2023 Annual Stats for Community Development were completed. There are only 71 empty lots left in Sunriver. The entire report can be viewed on the SROA website.

The Natural Resources (NR) staff released the bid requests for 2024 ladder fuels reduction (FLR) on commons.

NR Director Gentiluomo attended the Wildland Urban Interface Conference in Reno NV.

Oregon Spotted Frog spring monitoring and egg mass surveys have begun for the year.

NR staff mailed LFR Notice of Deficiency Advisories to private properties.

NR staff coordinated with SROA Communications Department regarding wildfire mitigation, education, and outreach.

NR staff continued GIS Platform design project with the IT Department.

LRF and tree thinning continued at SHARC.

NR staff responded to phone calls and performed site visits for private property LFR and tree removal requests.

Public Works (PW) staff installed and prepped twenty courts for spring break removing two inches of snow from the surface.

A safety inspection for all play structures has been completed.

PW staff installed three new BBQ's at Mary McCallum Park.

PW staff performed what was hopefully the last snow plowing for the season.

PW staff started sweeping all pathways and roads that cinders are placed on.

Bid packages and contracts for 2024 spring road projects including crack sealing and slurry sealing. The main entrance was scheduled for six days of preventive treatment this spring.

4.5 miles of pathway will be sealed with a product that will extend the asphalt life and provide better slip resistance. This will be the start of an eight-year cycle.

Engineering has started for the Circle 2-3 pathway feasibility with the survey contract in place.

PW staff completed the first round of ladder fuel pickups in March.

In facilities/aquatics, PW staff prepped and opened outdoor operations for spring break.

PW aquatics staff delaminated areas on waterslides and are having the manufacturer review for a long-term maintenance/safety plan.

PW Aquatic staff are dealing with another failed expansion joint in the indoor pool. They are working with Anderson Pools as it is warranty work, however to date, Anderson cannot explain why the failures continue to happen. This will require the indoor pool to be out of commission for several days in order to drain the pool, make the repairs, refill the pool, etc.

The filter pump for the spa was rebuilt.

PW staff installed the hardware for Unity (HVAC Control) system wildfire smoke upgrade and Unity is working on backend software upgrades.

At SHARC, Director Leigh Anne Dennis is out on medical leave and will return on May 1st.

The painting of Benham Hall is done and new flooring is expected to be done in early October to allow for summer events to conclude and also allow for enough time for the work to be completed without displacing any events.

Rec staff is planning for the second annual Sunriver Slam Pickleball Tournament and owner Tom Wimberly is heading things up for the Sunriver Solstice Tennis Tournament.

An Events Coordinator has been hired to assist Events Manager Beth Herron. Interviews continue for a Recreation Program Manager.

Summer lifeguard and part-time front desk hiring will ramp up in mid-April.

SHARC continued to operate at winter staff level with the exception of the spring break week when the facility was fully staffed.

LIAISON AND COMMITTEE REPORTS

Copies of the minutes received from committees that met last month were included in the Board binders.

SUNRIVER SERVICE DISTRICT (SSD) REPORT

Director De Alicante reported he missed part of the meeting due to a work commitment but as was reported yesterday at the joint meeting, the Public Safety Building remains on time and on budget with work moving more to the interior of the building.

The SSD recently reclassified the Police and Fire Administrative Assistants to Executive Assistants, the Board Administrator position has been reclassified to Executive Administrator and a new position was created which is a Board Administrator position that Heather McGuire was hired to fill. This in turn created a necessary change in step and pay, plus a 7% cost of living increase. There was a fairly detailed discussion on when those increases should be effective.

Director De Alicante noted that currently the 2024/25 fiscal year budget for the SSD is projecting a \$55k deficit at the end of the fiscal year next June. President Beenen noted while that is how things look now, a lot of things can change between now and then and they may end the year with a balanced budget. However, the SSD Board has voted to maximize the millage rate to the \$3.45 per \$1,000 assessed value from the current \$3.33 per \$1,000 assessed value that Sunriver owners currently pay for police and fire services. While this will help get the district closer to a balanced budget there will not be any additional sources of revenue for next year to pay for any increases in expenses. So, it is going to be challenging for the district financially next year.

Director De Alicante reported the Police Department is going to sole source for the license plate reader cameras and they hope to implement those in June, something Director De Alicante is strongly in favor of.

President Beenen added the fire department is advertising for the last open position they currently have. President Beenen also noted that requirements for being hired at the fire department are vastly different from the police department so once they decide on an employee, that person can start in a matter of weeks, not months.

BOARD ACTION **SROA COMMITTEE POLICY**

Director Burke moved approval of the proposed changes to the SROA Committee Policy as presented.
Seconded by Director Pederson, the motion passed unanimously.

Director De Alicante moved to amend the motion to modify the first sentence of Section 2 of the Committee Code of Conduct to read: *Ideas and concepts that affect the direction of the Association are often conceived and shaped by the committee forum and shall provide recommendations and/or outcomes that are both fact-based and reflective of representing a "for the good of the whole" community*

philosophy. Seconded by Director Murray, the motion passed unanimously.

Call for the question on the original motion as amended: The motion passed unanimously.

BOARD ACTION
1ST QUARTER CAPITAL TRANSFER

Director Mobley moved approval of the transfer of \$53,701.41 from the Regular Reserve Fund and \$56,955 from the SHARC Reserve Fund to the Operating Fund for the First Quarter Acquisitions. Seconded by Director De Alicante, the motion passed unanimously.

BOARD ACTION
RESOLUTION 2024-001 SUNRIVER CHARITABLE FUND

Director Pederson moved approval of Resolution 2024-001 to remove Robert Nelson from the Sunriver Charitable Fund and appoint Clark Pederson, Bill Burke and Mark Murray as the new Sunriver Charitable Fund Board members as described in the Resolution attached hereto. Seconded by Director Mobley, the motion passed unanimously.

OTHER BUSINESS
AUDITORS BALLOT RECOUNT

GM Lewis reported that he had information to share follow-up to an executive session item regarding direction and actions by the general manager regarding a threat of litigation regarding a request for information for our elections, particularly the blue envelopes that owners mail their ballots in and are required to sign to have their vote counted.

The planned communities act and the SROA Bylaws allow that information can be withheld unless SROA is confident it is being used for a proper purpose. SROA requested the reason for the individual wanting these and the response was checking the integrity of the elections. SROA was not willing to share those blue envelopes with this owner and instead agreed to do a recount of the ballots by an outside audit firm that was arranged for through SROA legal counsel.

SROA legal counsel engaged an independent auditor to review the most recent board election from July/August of last year to assist them to provide the legal services to SROA in this regard.

All communications with the auditor and the auditor's report are legally subject to a claim of attorney client privilege, it is an attorney work product and other privileges, protections, and immunities associated there with, we are retaining those.

With the Board's consent and the delegated authority over these legal services and through GM Lewis direction the GM read the following into the record of the meeting noting he was providing the report only and no other materials related to this. Provision of the final report does waive any privilege with respect to any other communications or documents involving SROA's legal counsel and the auditor that was retained. SROA expressly preserves all other materials as protected by the attorney client privilege, the attorney work product doctrine and all other privileges, protections and immunities associated with this product.

The original count had Director Burke at 1,241 votes, and per the recount by the accountant it was 1,317, an increase of 76 votes.

The original count had Director Gillies at 1,160 votes, and per the recount by the accountant it was 1,231, an increase of 71 votes.

The original count had Director Pederson at 1,348 votes, and per the recount by the accountant it was 1,440, an increase of 92 votes.

The original count had candidate Bob Tiernan at 538 votes, and per the recount by the accountant it was 588, an increase of 50 votes.

The candidate no vote, which is the under vote, or where an individual only voted for one or two of the three candidates, originally was 156 and per the recount by the accountant it was 153, a decrease of 3.

There were originally 13 write-in candidates and per the recount by the accountant it was 26, an increase of 13.

The auditors also counted the blue envelopes to see if the count agreed to what they expected based upon the number of ballots received. The expected based upon the recount numbers was 1,585. Per the recount there were 1,447 ballots and that is after opening 100 unopened ballots. Per our auditors working with the SROA Election Committee Chair, there were ballots that were returned by SR Resort that did not have blue envelopes. There was a total of 134 ballots from the Resort that were not in blue envelopes which explains most of the variance (138 vs 134) in the envelope count. The remainder were from owners who have more than one property and put more than one ballot in the blue envelope.

The 134 votes from the Resort consist of the lodging properties they own, the Lodge Condos and River Lodges, along with the ballots afforded them per Exhibit "B" of the Consolidated Plan. A long-time practice has allowed the Resort to cast all of the ballots and submit them in bulk in one large envelope signed by the Managing Director. This explains the discrepancy between the ballots and envelopes.

Recently the SROA Board made a change to the Bylaws that now requires every ballot must be in a blue envelope.

Also, as part of the recount, the auditor found a stack of 100 unopened ballots that had inadvertently not been counted and the ballots inside were not part of the original count done by the Election Committee. The envelopes were signed by owners and were confirmed by SROA representation there was no reason why they should not be included in the count.

The auditor opened all of those envelopes and added those to the results of the count which explains the increases in the number of votes that each candidate received. This resulted in the count being higher overall by 299 votes. While the recount resulted in more ballots and votes in total, the end result was the same with regard to those candidates that were elected. The percentages of change overall were essentially 1% or less so it did not have any bearing on the results of the election.

It is concerning that there were 100 envelopes that were not opened, and the ballots not counted, and to that end GM Lewis in subsequent elections, will meet with the Election Committee Chair and committee to discuss how to ensure this is prevented in the future. In this case, it was a pure oversight and an anomaly and is not indicative of the integrity of SROA's elections.

The auditors final report is available to any SROA that would like to see it.

Director Murray encouraged these results be included in an upcoming edition of the Scene which all in the room agreed.

OTHER BUSINESS
PAUL CONTE EMAIL

GM Lewis referenced an email that was sent on Thursday evening to the Board and various members of the SROA staff. It is one of hundreds of emails that GM Lewis, the Board, and SROA staff have received from owner Mr. Paul Conte.

Mr. Conte's email refers to requests he has made for information clarification to Board members, the GM, and staff. GM Lewis commented he knows that staff has done their level best in responding to all of these emails. It's hard to keep track of all the emails from this particular owner, and when he has been provided responses there have been questions that have come back and in some cases the response, we previously provided is the response and an answer has been given or it will be clarified through a subsequent email or conversation. There is a point however, at which we cannot explain it or respond to it anymore. This becomes cumbersome, and affects staffs work when they are called out on something like this where they have provided the answer.

GM Lewis noted for the record that staff will not respond any longer to a request for information that has already been provided. If there is new information or new questions that have not been addressed, staff will wholeheartedly address those emails and provide answers in a cordial and professional manner.

OTHER BUSINESS
2024/25 BOARD OFFICERS

Vice President Burke noted he will be contacting sitting Board members to gauge their interest in serving in an officer position on the Board for the 2024/25 year. Per the SROA Bylaws, these appointments are to take place at the June meeting. Mr. Burke asked the board members to think about this and he will be in touch soon.

OTHER BUSINESS
PRESIDENTS MESSAGE

President Beenen commented that as the rest of the Board is aware, he writes the Presidents Message for the Scene each month. For the May edition, his article is about Transient Room Tax (TRT) and also briefly talks about the process we have gone through and the fact that we are really at the point that if we want to get access to TRT funds, we would need to look at incorporation. President Beenen read his proposed final paragraph to that message to get the Board's input. President Beenen noted he wants to be very clear that we are not talking about incorporating, we are talking about exploring the implications of incorporating.

Director De Alicante commented he very much prefers the current way Sunriver is governed with nine individuals who are also owners, deliberating issues that come before the Association and he would like to see that stay as it is. Director De Alicante questioned if this is being considered for study strictly due to the TRT dollars that Sunriver does not currently have access to.

President Beenen responded there is a huge financial impact of being a city and not being a city. President Beenen acknowledged Director De Alicante's comment that SROA is doing well noting that in his mind this is a forward-looking effort.

Director Gillies added he has no problem with looking into incorporation and what it would and would not do, but he does have a problem with the TRT Taskforce doing that because that it not what their agenda is about. Director Gillies would prefer to see a taskforce strictly dedicated to finding out all the

facts pro and con regarding incorporating and not just focusing on TRT dollars.

Vice President Burke commented he prefers that we investigate the issue further before saying anything. As owner Ron Angell mentioned in the Owners Forum yesterday, when incorporation was tried in Sunriver previously it was a very divisive situation for the community.

Treasurer Pederson added he feels the information and review is perfunctory at this point and he feels more in-depth information needs to be gathered first. Treasurer Pederson agrees with Director Gillies that a taskforce specific to this topic would need to be appointed.

There being no other business, President Beenen asked for a motion to adjourn to executive session.

Director Gillies moved to recess the public meeting and reconvene in executive session under the authority given in the SROA Bylaws, Article 4, Section 11, to discuss contractual, personnel and legal matters that may be subject to a claim of privilege. Seconded by Director Murray, the motion passed unanimously.

The public meeting recessed at 11:04 A.M.

The public meeting reconvened at 11:19 A.M.

There being no other business, President Beenen asked for a motion to adjourn.

Director Murray moved to adjourn the meeting. Seconded by Director De Alicante, the motion passed unanimously.

The meeting was adjourned at 11:20 A.M.

Respectfully Submitted,

Scott Gillies, SROA Secretary

