

KICA Board of Directors Meeting
April 21, 2003
2:00 p.m. - Sandcastle

UNAPPROVED

- 3.A.5. New Concept – Bundled Insurance – An idea to bundle homeowners insurance on Kiawah with homeowners’ homes in another area at a “bulk” rate with a collectivity of members doing this was introduced. Mr. Yonas explained that Pat McKinney was taking the lead in this project, which potentially would benefit all.
- 3.A.6. Non-Agenda Item – Much discussion has taken place on the KICA Internet mail list regarding the new Resort fees for use of tennis and pool. While KICA has heard member concerns, the association will not influence the Resort and it is the Resort’s prerogative as owner of the amenities to make changes as they see fit.
- 3.B. Teresa Cooper, Controller
- 3.B.1. Announcement – May 20th Budget Training Session, Cougar Point Club Conference (handout, Exhibit A) – The workshop is May 20, 8:30a.m. – noon and we are inviting board members, committee chairs and officers and other entities on the island.
- 3.B.2. Consideration of Policy/Interpretation of KICA Article V Section 6(g) – IRS Section 1031 Like-Kind Exchanges (enclosure) – Ms. Cooper explained the motion and alternative motion distributed as Exhibit B. **Mr. Peterson moved the board table this discussion for a later meeting after having more time to peruse the information. Mr. Freeburg seconded the motion. This vote was carried unanimously by those in attendance.**
- 3.B.3. Additional Funding Requests, Recreation and Community Center Advisory Committee & Community Services Committee (enclosure) – The FAC recommends the Recreation Center carpeting and signage be referred to MRR, approval of funding for pool lounge chairs at this time, and waiting until June 2 meeting to consider the remaining requests. **Mr. Peterson moved approval of the FAC’s recommendations. Mr. Freeburg seconded the motion. This vote was carried unanimously by those in attendance.** CSC requests additional funding for events as they incurred significant budget over runs for the Annual Meeting. Mr. Bunting suggested the board wait until later in the year to consider additional funds. He said the funding may be able to be found in the existing budget between now and later this year.. **Mr. Peterson moved approval of Mr. Bunting’s recommendations. Mr. Freeburg seconded the motion. This vote was carried unanimously by those in attendance.**
- 3.B.4. 2002 Year-End Audited Financial Report – Information Only (distributed at March 9 board meeting) – showed a surplus of \$317,000. Only difference from the official audit and ours is we deduct the depreciation and add back depreciation that we use to purchase capital equipment. The difference equals our \$260,000.
- 3.B.5. First Quarter 2003 Financial Summary (enclosure) – Ms. Cooper reviewed the summary and our revenue is slightly above budget.
- 3.B.6. Additional Banking Relationships (enclosure) – After some discussion, this item was tabled until further information and knowledge was collected.
- 3.B.7. Status – Policy Recommendation for MRR Fund – The FAC will bring this matter to the board at the June 2, 2003 meeting.
4. New Business –
- 4.A.2. Public Health Task Force Request for Funding (enclosure) – After some discussion, **Mr. Freeburg moved to approve the \$3,333 to partner with other amenities on the island to perform a study pending legal counsel’s advice. Mr. Peterson seconded the motion. This vote was carried unanimously by those in attendance.**

[5-Minute Recess]

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- 4.A.1. Annual Meeting Advisory Motion – Water Rate Increase Appeal (enclosure) – The board of directors reviewed in depth the information they had collected from meetings and research, and discussed what steps should now be taken. [5-Minute Recess] **Mrs. Dodge moved, “The KICA Board of Directors recommends the Council of the Town of Kiawah and the Management of KRA and KIU meet to review all aspects of operations of Kiawah Island Utility as they affect the ratepayers with particular emphasis on ways to resolve this matter through negotiation and to end the cycle of repeated legal confrontations at the expense of all property owners.”** (Exhibit C) **Mr. Peterson seconded the motion. This vote was carried unanimously by those in attendance.**
5. Unfinished Business – no unfinished business.
6. Adjournment - **Having no further business to conduct, the meeting was adjourned on motion duly made and seconded at 4:00 p.m.**
7. Member Comments –
As read by Mr. Bunting, "Wendy Kulick, 38 Marsh Edge Lane. I appreciate the responses Joe sent to me from both the February board meeting and the KICA Annual Meeting. Unfortunately, one of the questions he answered is not the question I asked. The question I am now asking for the third time is this: What is there about committee charters that cannot be discussed in front of property owners? Twice now the answer I have received is that working sessions are private. That is not the question I have asked, and I would appreciate an answer to this question. Thank you."

Bill Wert, 184 Glen Abbey. Mr. Wert expressed his congratulations to Mrs. Dodge in her work of the CSC's Annual Meeting weekend, and thought it was well worth the cost to get as many members as possible to attend.

Submitted by:

Approved at June 2, 2003 meeting

Carolyn Cross
April 24, 2003

Faith Dodge
Secretary