

DRIFTWOOD KEY CLUB
BOARD OF TRUSTEES MEETING

August 14, 2008

The meeting was called to order at 7:05pm. Board members present were Bill Buegel, Gene Borgomainerio, Bill Cummings, Mike Bookey, and Dennis Hardin.

A quorum was confirmed.

The meeting agenda was corrected and comments from the members were welcomed.

Roland Malin, who had requested that DKC provide an opportunity for Commissioner Bauer to meet with members, objected that the Board had offered a candidates' forum instead.

Sharon Lockwood read a letter regarding lot clearing, a copy of which is attached to these minutes. Sharon's letter urges consistent enforcement and a budget line item for lot clearing.

The board approved the minutes of the last meeting.

John Ward presented an historical synopsis and a summary of Driftwood Key waterfront and marina-related issues. Five (5) pages of notes and Mr. Ward's 38-page letter of August 14, 2008 are attached by reference to these minutes. (These notes and letter and a letter to Cecile Loitz, dated July 31, 2008, will be posted on the Club website.) Mr. Ward offered to conduct a PowerPoint presentation in the near future for interested members.

Bill Cummings submitted the Treasurer's Report for July, 2008. About 500 members have paid their dues to date. The Club's insurance policy is up for review and renewal. In a request for information regarding our insurance claim to cover recent and future legal expenses incurred in member complaint litigation, the Club has not received a letter of denial from the insurer and that any denial would be appealed.

Committee Reports:

Docks and Waterfront: A motion to hire Coast and Harbor Engineering (Edmonds, WA) to write a Request for Proposal per their Scope of Work (draft 3) letter of 7/30/08 relating to the Marina Preservation Project in an amount NTE \$10,000, was approved by a vote of 5 to 0.

Dredging: Our dredging permit requires the Club to provide riparian plantings for the waterfront areas. Bill Buegel and Doug Miller will solicit plans and provide plantings and an as-built for the permitting agencies' information. The Kitsap County Extension service and/or the Flotsam & Jetsam Garden Club may be good resources. Funds are in the current dredging budget. Another permit is required for disposal of dredging materials during the November window; funds are in the budget.

Events and Fundraising: Sheila Houglund presented information about the Labor Day Garage sale and asked for volunteers to help with rummage collection, setup, sales, and cleanup. The President asked for caution and control in the sale of beer and wine at the event.

Governance: The focus group has met with the Special Counsel to discuss their concerns about the Articles of Incorporation currently being reviewed. The Articles should be finalized soon. The Bylaws rewrite report is nearly complete and will be given to the Board for acceptance soon. Once the bylaws are accepted by the board, a focus group and Special Counsel will review and revise if necessary.

GHAAC: Gino said that Peter Sullivan will represent the County at GHAAC. Public safety was a concern at Point No Point over the Fourth.

Keynotes: The Keynotes will be in the office for publication on August 19.

Lot Clearing: Some lots have been cleared; other lot owners have committed to clearing their lots later this month and next.

Policies and Procedures Committee: Don Jones said it would be advisable to review the Harbormaster Policy and the Club Caretaker Duties (EM.02). A discussion about the perceived conflict of interest in having DKC employees as members followed.

Public Safety: Gene has received complaints about speeding on Vista Key Drive. A discussion of methods to reduce speed and increase safety followed. Children on speeding scooters and small motorcycles should be under parental control and wear helmets.

Website: See www.driftwoodkey.org

Old Business:

Swimming Pool Civil Rights Complaint: Bruce O'Connor and Bill Buegel met with a Human Rights representative in Olympia. A proposal from the State will be presented to us soon, which should allow us to continue restricting use of the pool during certain scheduled hours on an activity or fitness basis.

New Business:

Our caretaker, Jack Larrison, has given notice that he will leave DKC employment in about two months and that one of his reasons for leaving is that he may want to be a DKC property owner. Tradition has it that there would be a conflict of interest if an employee is also a member. There may be no approved Club documents regarding caretaker or other employee residency requirements. The discussion was deferred for future consideration.

In open forum, Bruce Cocacchi asked for a certificate or receipt for payment of dredging at private docks. This will be provided by the Club.

In open forum, members discussed investment opportunities for the marina to maximize its funds – CD, bonds, etc. Perhaps an audit will help the Club to decide what investments to pursue, with appropriate consideration of risk/reward ratios. One member asked that before we invest marina funds in various financial instruments, we provide adequate maintenance of the existing docks. In November the Club will begin dock repairs (All permits required have been obtained.).

In open forum, another member asked the Board to consider additional ways to reduce the budget other than through salaries and pool closure.

The meeting was adjourned at 9:05pm.

Respectfully submitted,



Dennis Hardin, Secretary