

**ANNUAL MEETING
OF THE
SANDS OF KAHANA
ASSOCIATION OF APARTMENT OWNERS
MAY 12, 2005**

DIRECTORS PRESENT Michael Kaplan, Marcus Baricuatro and Sandy Boothe

OTHER PRESENT Richard Rodriguez, President, Consolidated Resorts Management, Wayne Cober Vice President, Consolidated Resorts Management, Jim Hentz, General Manager, Sands of Kahana.

CALL TO ORDER

The meeting was called to order by President Michael Kaplan at 2:00 p.m. at the Sands of Kahana.

PROOF OF NOTICE

Management provided proof that notice of the meeting was sent to all owners of record in accordance with the Association Documents and Hawaii Revised Statute.

A quorum was established with 81.5931% of the membership represented in person or by proxy.

APPROVAL OF MINUTES

The minutes of the May 13, 2004 Annual Meeting were reviewed.

MOTION: To approve the 2004 annual meeting minutes as presented. (Baker/Michler) Passed Unanimously.

APPOINTMENT OF ELECTION INSPECTORS

President Kaplan asked for a volunteers to serve as inspector of election. John Michler volunteered.

ELECTION OF DIRECTORS

President Kaplan announced that the terms of Vanda Maduli and Sandy Boothe expire this year and opened the floor for nominations.

The names of Vanda Maduli, Sandy Boothe and Bill Vinson were placed into nomination. Nominations were closed.

There was a short recess while owners voted.

Vanda Maduli and Sandy Boothe were elected to three-year terms.

• **UNFINISHED BUSINESS**

There was no unfinished business.

NEW BUSINESS

General Manager Jim Hentz updated the owners on projects completed in the past year including the hallway planter boxes, waterproofing and shoreline protection.

Owners questioned the status of the restaurant. The Board declined comment due to ongoing negotiations.

Pat Sullivan provided an update on the land lease situation.

There are two standard motions that the AOA needs to adopt. President Kaplan read the motions:

MOTION: The Association of Apartment Owners of the Sands of Kahana hereby directs that any Association income which exceeds expenses for the fiscal year ending December 31, 2005 be “rolled forward” and applied to the Operating expenses of the Associations fiscal year ending December 31, 2006 in accordance with IRS revenue ruling 70-604. (Boothe/Postigo) Passed Unanimously.

MOTION: To approve reimbursement of Directors out of pocket expenses to attend duly called meetings of the Association in an amount not to exceed \$500.00 per meeting. (Boothe/Postigo) Passed Unanimously

There being no further business the meeting was adjourned at 2:45 p.m.