

Kingsgate 5 Homeowners Association
November 29th, 2018
Board of Directors Special Meeting

The meeting convened at 7:10 pm at the Kingsgate Library, Kirkland Washington. The requirement of quorum was satisfied.

Board Members Present:

Alan Nelson
Ashley Gillen
Susan Schilling
James Weinrod
Bill Keating
Sarah Curde
Lauren Johnson
Kelly McPherson

Visitors:

Howard Heflin
Dana McLaird

A special meeting was called by Board President Royal Hanson and Treasurer Ashley Gillen to discuss the possibility of securing a bank loan to fund the playground/park renovation plan.

Ashley Gillen reported that after researching 19 banks through the website, Washington State Chapter Community Associations Institute, she discovered 5 which were interested in entering into a loan agreement with K5 to upgrade the playground/park area.

The banks Ashley found to be most interested in our project are: First Mutual, Mutual of Omaha, Home Street Bank, Northwest Bank and Columbia Bank. Of these options, Ashley believes Mutual of Omaha showed the greatest promise in fulfilling our loan needs.

Mutual of Omaha required no personal guarantees, a loan rate of 4.85%, no money down, and options of payback ranging from 2 to 10 years. If the board agrees to proceed, the application must be filed by December 10th, 2018 to lock in the interest rate noted above.

There was discussion by the board and one visitor about the ability of the board to make this decision before notifying the entire community. Alan Nelson read from the By-laws which indicated the board does indeed have the authority to proceed with this application, if a majority of the board members present agree. The board will consult with an attorney to confirm our interpretation of the By-law. The board also agreed that communication is important and will utilize several avenues to inform the community of this decision.

There was also discussion of the pros and cons of waiting to apply for the loan. It was noted that the interest rate and the cost of the playground/park plan would certainly be higher the longer a decision takes to move forward.

A vote of the board members present on a motion by Ashley Gillen to apply for a loan to renovate the playground was as follows:

Yeas 7 - Nays 1.

Prepared by:

Susan Schilling

Secretary

K5 Homeowners Association

Approved December 6th, 2018