



The Oaks Community Association

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Board of Directors Special Meeting Minutes November 7, 2018

Call to Order:

Meeting was called to order at 2:35 by Vice President Bill Six

Pledge of Allegiance:

The Pledge of Allegiance was delivered.

Roll Call of Directors:

Directors present: S. Brown, Morrison, Six, and Strickland. Directors R. Brown, Hutson, and Calhoun were absent and excused.

Open Forum:

There were no open forum comments.

Vice President Six requested item G: Discussion and Possible Action Related to Appointment of a Representative from The Oaks Community be moved to the top of the agenda to accommodate County Supervisor Forester. There were no objections.

Discussion and Possible Action Related to Appointment of a Representative from The Oaks Community:

Discussion was held as to the need for an appointed representative. County Supervisor Forester stated that it is not necessary. Discussion was held regarding the Buena Vista Casino regarding traffic, fire protection, and size of casino. No appointment was made.

Discussion and Possible Action Related to Reserve Investments – Edward Jones:

Tim Knittel from Edward Jones presented the Board with current CD rates. All CD's are FDIC insured. Mr. Knittel explained the process of buying CDs. Director S. Brown confirmed there is no annual account fee. Director S. Brown asked what types of accounts do we currently have? Community Manager Bailey stated we have two checking accounts with BBVA, operating and petty cash, and three money market accounts. Director S. Brown asked if we were opening a new checking account for payroll. Community Manager Bailey said yes. Director S. Brown asked if Edward Jones can handle money market accounts. Mr. Knittel stated yes, but the rates change daily, and you can write checks on these accounts. Director S. Brown asked if it is functional to house all account at Edward Jones? Mr. Knittel stated that Edward Jones could accommodate all accounts. Community Manager Bailey asked how difficult is it to change signers of the accounts? Mr. Knittel stated it is not difficult. After the account is opened, signatories can be updated as needed. Community Manager Bailey asked if Edward Jones requires a resolution to change signatories? Mr. Knittel stated he did not believe it is required. Director S. Brown propose to go ahead and open a business account with Edward Jones and start moving the CDs and money markets. This will take advantage of the high rates. Director S. Brown motioned to open a business account with Edward Jones and begin transferring the CD's and money markets with no CD in any one institution in excess of \$100,000. Director Strickland seconded. Director Strickland asked if we are deciding how much money is going to be moved or just to open an account. Director S. Brown stated the CD's come due at different times but even if they are cashed-out now, no money will be lost due to the new rates.



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Director Morrison asked about penalties and fee for cashing out early. Director Strickland asked what the penalties are? Community Manager Bailey stated she will have to check. Community Manager Bailey suggested that the Board hold off on the two CD's that are maturing in April until the penalties are known. The motion failed. Community Manager Bailey stated since the CD does not mature until November 24, 2018 and the next Board meeting is on November 20, 2018, she can get the paperwork for Edward Jones, have it ready at the next Board meeting if the Board decides to go with Edward Jones.

Discussion and Possible Action related to Status of Ford Ranger Pickup:

Community Manager Bailey stated the Ford Ranger is at Tommy's Garage. It has a spun bearing and will cost approximately \$3400 for a used engine with 103,000 miles on it. It will cost approximately \$4400 for a re-manufactured engine. The engine has not been removed, so the vehicle is still operational. It can be driven until it absolutely dies. Director S. Brown stated he spoke with Tommy and it is the main bearing. The used engine has a six-month warranty. The re-manufactured engine has a three-year/100,000-mile warranty. He suggests going with the re-manufactured engine. Director Strickland stated we should bring it back and run it until it dies. Director Morrison would like to get another opinion on it. Director S. Brown motioned to run the Ford Ranger Pickup until it dies. Director Morrison seconded. The motion passed: 4-0-0-3

Discussion and Possible Action Related to Revision of 2018 Budget:

Community Manager Bailey explained the changes made to the 2018 Budget. The reserve expense for the Water Treatment Plant were removed. Director S. Brown asked if there is a reserve for the distribution system. Community Manager Bailey stated there is, but it is not part of the reserve study. The \$47,000 was re-allocated to other expenses that are over budget. Director S. Brown motioned to accept the revised budget. Director Strickland seconded. The motion passed: 4-0-0-3

Discussion and Possible Action Related to 2019 Budget.

Community Manager Bailey introduced the proposed the 2019 budget. The assessments were increased from \$136/month to \$160/month. The \$40/month base water fee was removed. The sewer fee was increased to \$60/month. Monthly fees and averages were discussed. Director S. Brown requested the last five years of budget side-by-side, so he can compare the figures.

Meeting was adjourned at 3:37 pm.

/s/ Ann Hutson

Ann Hutson, Secretary

01/15/2019

Date