

**The meeting was called to order at 4:20 PM at the Gig Harbor office of Kalles Comm. Mgmt.**

Attendees: Steve Muretta, Ed Caudill and Doug Allen (Directors); Russell Tanner (Canterwood Development Co.); Debbie Rench (Kalles). Director Hondorp's efforts to participate via Skype were not successful.

A quorum of the Board was present. There were no requests for additions to the agenda.

The minutes of the regular meeting of March 2, 2012 were considered. After a motion and second, the minutes were unanimously approved without changes.

The Board then moved to financial matters: March 31, 2012 financials were reviewed. Hondorp provided information on Excise tax matter before technical difficulties prevented further participation.

The group then addressed delinquent accounts receivables: discussion of status and getting Alexander to file suit against 4 biggest ones. Special efforts would be taken on Grubs and Stevens. HOA has hired a private investigator to find Stevens and seek payment on account. Coordinating efforts with HOA was discussed by Director Doug Allen. Debbie Rench provided update on her discussions with atty. Alexander and Roberts on delinquent accounts.

Discussion then switched to operations matters: The status of the new Magmeter installation project. Meter purchase was moved from Tanner's responsibility to Pro-Vac for warranty purposes. Time-line was moved to July for installation. Tanner has purchased solar panel which will provide power to the meter.

The perk holes were dug for soil evaluation on LOSS system. Tanner submitted invoice for perk holes which was well under estimates by engineer.

There was a brief discussion of developing a written services contract with Kalles.

Prior to adjournment, there was brief discussion on a few of the items shown on the Existing Projects/Pending list at the bottom of the agenda.

The next regular Board meeting is May 17, 2012 at 4:00 PM. Discussion regarding frequency and timing of future meetings took place.

**The meeting was adjourned at 5:30 PM.**