A regular meeting of the Hot Springs Village Property Owners’ Association Board of Directors was held at 9:00 a.m., Wednesday, September 16, 2015 at the Ouachita Building of the Ponce de Leon Center.

Board members attending were: President Harv Shelton, Vice President Mike Medica, Directors Jeff Atkins, Marcy Mermel, Mary Neilson, George Parker and John Weidert.

Attending from staff were: David Twiggs, COO/General Manager; Linda Mayhood, Asst. General Manager; Lesley Nalley, CFO; Jason Temple, Director of Public Works; Rick Middleton, Police Chief, Stephanie Heffer, Director of Lifestyle and Community Development, Ray Metz, Director of Golf, Tom Hasselstrom, Fleet Asset Manager and Ella Scotty, Administrative Assistant.

Also attending: Lewis Delavan, Village Voice and Diane Upchurch, KVRE. The meeting was video-taped by students of Jessieville High School.

Approximately 75 people were in the audience.

Call to Order: President Shelton called the meeting to order at 9:00 a.m.

Prayer/Pledge: Director Neilson gave the prayer and the pledge of allegiance was led by Dave Gati.

Proclamation: President Shelton proclaimed September 17 - 23, 2015 as “Constitution Week” and presented the proclamation to Nancy Luering of the Daughters of the American Revolution, Arkansas Chapter, Hot Springs Village.

Introduction of Guests: Jayson Taylor, HSV Field Operations Superintendent.

Order of Business: MOTION to approve the order of business as presented was made by Director Parker, SECONDED by Director Mermel and unanimously APPROVED.

Minutes/Notes: The minutes of August 19, 2015 regular meeting were unanimously APPROVED upon MOTION by Director Weidert, SECONDED by Director Neilson.

President’s Remarks: President Shelton commented on the following:
Les Jacobson, a good friend of HSV passed away. Among his accomplishments, Les was a leader in the creation of HSV Veterans Memorial. He was the first treasurer of the foundation and instrumental in keeping the memorial going.

Kudos to all golf course superintendents for the great shape of the golf courses.
Reminded everyone of the town hall meeting, 9-17-15 on Public Utilities Commission.

Director Comments: President Shelton called on Board Members for their remarks.

Director Neilson encouraged members to attend the Ouachita Speaker Series on Tuesday, September 22. Guest Greg Schaffer, will speak on cyber security.

Director Weidert thanked everyone for attending the meeting. Commented that staff has worked many long hours on the proposed 2016 budget. Thanked media, Voice and KVRE and e-blasts.

Director Parker encouraged members to take advantage of the upcoming Woodlands Auditorium events.

Vice President Medica noted the projects that Entergy is undergoing in HSV. He also commented that the Deer Hunt has received a lot of good publicity and has provided food for families.

Review of Board Corres: President Shelton commented that primarily, correspondence has been regarding the collection of two-tier assessment, which will be addressed later today.

General Manager’s Report: In addition to the written General Manager’s Report, David Twiggs commented on the following:

An appeal has been filed in the Garner v POA lawsuit. The appeal will have major budget implications on capital, as we will have to escrow about $2.9m pending outcome of the appeal.

Twiggs noted the Sales/Permit report now reflects year-to-date statistics. Sales are not growth; creating reasons for new construction is growth.

Status Update Total E: CFO Lesley Nalley reported on TotalE. Golf/Tennis reservation edit capability is in testing and will be rolled out in two to three weeks. The utility billing feature is currently being developed.

Project Updates: Stephanie Heffer provided updates on the DeSoto Club. The project is out to bid. Construction is set to begin the first week of October.

Standing Com. Reports: Public Works Chairman, Jim Patton addressed the board. The committee has given recommendations on the Public Works 2016 budget on capital and human resource needs.

Com. Reports Recvd.: The following standing committee minutes were received: ACC 08-06-15 and 08-20-15; CPFC 08-10-15; Golf 08-20-15; GAC 08-07-15; Lakes 08-12-15; Public Safety 06-11-15; Public Works 08-20-15; Recreation 08-10-15; RASP 08-10-15; Trails 08-18-15

Questions from Audience: None.

OLD BUSINESS:

Ad Hoc Health Services Committee Disbandment: Vice President Medica MOVED to disband the Ad Hoc Health Services Committee. Director Neilson SECONDED the motion. Discussion followed. The motion was unanimously APPROVED.

Proposed Revisions to RASP Charter: Director Mermel MOVED to approve revisions to the Research & Special Projects Committee Charter. Director Weidert SECONDED the motion. Discussion followed. The MOTION failed 6-0.

RASP Projects: Director Mermel MOVED to approve the proposed RASP Committee projects. Director Weidert SECONDED the motion. Discussion followed. The MOTION failed 6-0.

Lake DeSoto Dredge: Director Atkins MOVED to approve the Public Works Department proposal for Lake DeSoto floating dredge sediment removal by Estate Management Services of Willard, MO in the amount of $30,062.50. Director Parker SECONDED the motion. Discussion followed. The motion was unanimously APPROVED.

CURRENT BUSINESS:

Appt. to CPFC Committee: Vice President Medica MOVED to appoint to the CPFC Committee David Martin for a term expiring April 2018, Mark West for a term expiring April 2017, Bruce Douglas for a term expiring April 2016 and to move committee member Fred Jonas to an Ex-officio member. Director Weidert SECONDED the motion. Discussion followed. The motion was unanimously APPROVED.

Credit Line Resolution: Vice President Medica MOVED to approve a line of credit with Regions Bank, not to exceed $975k, with an interest rate below 4%, to be used for short term operational cash needs. Director Weidert SECONDED the motion. Discussion followed. The motion was unanimously APPROVED.

Collection of Two-Tier: Vice President Medica MOVED to approve the collection of the two-tier assessment approved by the membership on February 18, 2015 ($65.00 for improved lots and $37.52 for unimproved lots), beginning January 1, 2016. Director Weidert SECONDED the motion. The motion was
APPROVED 5-to-1 with Vice President Medica, Directors Mermel, Neilson, Parker and Weidert voting in favor and Director Atkins voting against.

NEW BUSINESS:

ClearPoint IT Management: Bob Longo, Executive Vice President of Sales & Business Development for ClearPointe, presented IT solutions offered through ClearPointe’s Little Rock firm to meet HSV needs of: 1) Improve the process to back up computer network data and 2) Implement proactive monitoring and management of the computer network. This service has been included in the proposed 2016 budget.

Wastewater treatment: Jason Temple, Director of Public Works and MCClelland Consulting engineers, Inc. representatives Sam Gates, Environmental Scientist and Byron Hicks, CEO presented an overview of the HSV Waste Water Treatment Plant Deficiencies Report.

Golf purchase Grinders: Ray Metz and Tom Hasselstrom discussed and recommended the Golf Department’s purchase of two reel grinders and five bedknife grinders for five courses from Jerry Pate of Birmingham, AL in the amount of $163,288.44. This will be included on the October Board Meeting agenda.

2016 Economic & Fiscal Impact Study MOA: Linda Mayhood, Assistant General Manager and Jerry Yeric, Governmental Affairs Committee Chairman discussed a proposed Memorandum of Agreement between the University of Arkansas and HSV for development of a 2016 Economic & Fiscal Impact Study. This will be included on the October Board Meeting agenda.

2016 Proposed Budget: Discussion was held on the proposed 2016 budget. President Shelton commented that the budget is a plan. Lesley Nalley opened discussion up for questions from the board.

Comments from Audience: A member commented that the borrowing of money would be a historical step.

Adjournment: Director Parker MOVED to adjourn, Director Weidert SECONDED and the MOTION was unanimously approved. The meeting was adjourned at 12:08 p.m.

President

Secretary