

**TELE CONFERENCE CALL**

Friday, January 17, 1997

**AOAO**

8:00 A.M. Hawaii Time

**APPROVED**

All Board members present and Malana deSilva

Dick Reis opened the meeting and had Malana present the Agenda items:

- 1) Wayne Richardson is unwilling to deal with AOA & Timeshare groups as separate entities and refused the AOA's counter proposal.
- 2) Attorney Bruce Yoshida's letter of advisement re: "Unauthorized Alterations to Condominium Units"

AOAO and Timeshare Final Cash Settlement:

Loren Knott informed Board members that the Timeshare board of Directors had decided to accept Wayne Richardson's proposal to be paid off immediately, less 15% and move forward.

During the discussion, a fax was received by Malana from Mr. Richardson. In it, Mr. Richardson made a new proposal dealing with both entities separately.

Following a discussion on the new proposal, Dick Rentz moved to accept Mr. Richardson's current offer to pay the AOA as soon as funds are received from the foreclosure of Klaesson's house in Wailua, with no premium being paid and no discount. It was seconded by Harry Baker. The motion was amended by Loren Knott, seconded by Carol Medeiros to include the clause, "release Mr. Richardson and Garden Island Management & Realty Inc., with no assignment on future claims of other people, but would not release the Klaessons. Shirley Akita abstained and the motion carried.

It was noted that the Board would be willing to review a possible release of the Klaessons should any future claims be considered by Ritchey on an individual basis, but a blanket release was not feasible.

Unauthorized Alterations to Banyan Harbor Units:

Dick Rentz moved that a certified letter, including a copy of Bruce Yoshida's letter be sent to Roger Cable and Senter Petroleum, (owners of the units altered) demanding that in compliance with the requirements of the Declaration and By-Laws, that the apartment units be returned to their original state by a licensed contractor; verified by an "independent" inspector; and all such cost be assumed by Roger Cable. Carol Medeiros seconded the motion. Motion carried with Roger Cable abstaining.

Harry Baker motioned to have each rambler unit beneath the units to be restored notified. Carol Medeiros seconded the motion and motion carried.

Information update on John Regan and Timeshare settlement: On Loren's request, Malana informed the Board that the letter from the attorney, Bruce Yoshida had been sent to John Regan (check has already been prepared). However, Mr. Regan was unwilling to sign off "release of any and all claims" due to some pending Iniki repair work to the interior of his unit. A revised letter excluding the interior repair work is being sent.

Being no further business, meeting adjourned.