

**PRINCEVILLE AT HANAIEI COMMUNITY ASSOCIATION (PCA)
SPECIAL BOARD OF DIRECTORS MEETING
JUNE 3, 1999**

The meeting was called to order by Donna Apisa, President, at 6:15 p.m. in the Alii Room at the Prince Clubhouse. Also in attendance were: Robert Nesti, Vice President; William Stolz, Secretary; John Gordon, Treasurer; Sharon Smockhoffmann, Director at Large; Ruth Mueller, General Manager; and eighty members and guests.

PROPOSED NEW RULES AND REGULATIONS

Director Apisa opened the meeting and reported the following:

The purpose of tonight's meeting was to hear members' comments on the proposed new rules and regulations that the Rules Committee and PCA's attorney have been diligently working on.

Because our community has grown considerably over the past fifteen years, it is time to review the Association's rules. Our increased population, density, demographic changes, and proliferation of certain activities have contributed to the need for the rules to be updated. We have been soliciting members' input on rule revisions since May 1998. A Rules Committee was formed and its members have been drafting and amending proposed rules in order to preserve the benefit of Princeville for all owners, their families, guests, etc. The proposed rules have been generated from a number of sources, including actual problems and incidents that have happened and/or presently exist in our community, input we received from members over the past several years, and responses to the survey that was sent to all of the members. They also represent the codification of the unwritten interpretations of the Covenants and By-Laws, which have been in existence for many years.

The proposed rules have been available to all members of the Association since March 1999. Copies have been available at the Association offices, as well as on the Association's website. The correspondence we have received indicate that many members have picked up copies from the office, have had them faxed to them, have had them mailed to them, have viewed them and downloaded them on the PCA website. This is also our second special Board of Directors meeting for the sole purpose of discussing the proposed Rules.

We have already received considerable input from members, including support of the proposed rules, suggestions for amending them, and outright opposition to any rules and regulations. Tonight's meeting is to obtain further member input. All of the comments will be taken under consideration before the Directors approve and implement any changes in the Association's rules. Director Apisa then invited input on the proposed rules.

Comments were heard from some twenty-one people, many of whom were apparently in attendance because of an "attention residents" flyer prepared by an anonymous source, posted at the Princeville Shopping Center, and faxed to numerous parties. Said flyer represented opposition to the proposed rules, and contained some inaccuracies.

The meeting was adjourned at 7:45 p.m.

Respectfully submitted,

William Stolz, Secretary