

WALNUT CREEK MUTUAL SIXTY – EIGHT

SPECIAL OPEN MEETING OF BOARD OF DIRECTORS

FRIDAY, JUNE 30, 2017 – 517 QUAIL HILL CT, WALNUT CREEK, CA

An open meeting of the Board of Directors of Mutual 68 was properly noticed and convened on June 30, 2017 at 11 AM. Present were directors Brant Free, President, Diane Mader, Vice President, Dwight Walker, Treasurer, and Bill Dorband, Director. Gail Todoroff, Secretary was absent and excused. A quorum of the Board was present. Bill Dorband was named as temporary secretary for this meeting.

Also present were three residents, Barbara Blum, Judy Box and Michael Wener.

President Free called the meeting to order at 11 AM and invited comment from the residents attending during the Residents Forum. No comments were made.

A discussion, led by President Free and Director Dorband ensued relating to the need to take action on the proposed purchase of 3101 – 3103 Grey Eagle Drive, the removal of the building from the site, the repair of the hillside to prevent further damage, and remediation efforts to recover costs incurred. After a review of the options available, numerous bids received, a thorough mitigation analysis submitted the Mutual 68 Finance Committee, and recommendations by the Mutual's counsel, Michael Cochrane, the following resolutions were proposed. All were introduced on motion by Diane Mader and seconded by Dwight Walker. They are:

RESOLUTIONS:

LOAN APPROVAL – Resolved that the loan terms offered by Mechanics Bank in their communication of June 30, 2017 be accepted to create a line of credit and take out loan to fund 3101 – 3103 remediation and repairs

CONTRACTS TO PURCHASE – Resolved that the contracts to purchase the manors at 3101 Grey Eagle Drive for \$1,558,000, and 3103 Grey Eagle Drive for \$1,565,000 be approved and the president be directed to execute same on behalf of the Mutual

OPEN ESCROW – Resolved that the Board open escrow at Old Republic Title for purposes of closing on the purchase of 3101 and 3103 Grey Eagle Drive

APPROVE COVERAGE ATTORNEY and VIDEOGRAPHER - Resolved that our attorney, Michael Cochrane, be authorized to retain an insurance coverage attorney and videographer to assist in the pursuit of our insurance claims involving 3101 and 3103 Grey Eagle Drive

APPROVE CONTRACTOR BID – Resolved that the Mutual retain the contractor services of Steve O’Connor (Engineered Soil Repairs, Inc.) as outlined in the submitted bid, subject to renegotiation of financial terms

APPROVE ENGINEER’S BID - Resolved that the Mutual retain the engineering services of Kevin Ryan (Ryan Geological Consulting, Inc.) as outlined in the submitted bid, subject to renegotiation of financial terms

APPROVE HIRING PROJECT CONSULTANT – Resolved that Phil Gregory be retained as a consultant for purposes of reviewing the remediation and repair work done on 3101 and 3103 Grey Eagle

All resolutions were unanimously approved.

There being no further action by the Board, the meeting was adjourned.

Respectfully submitted

Bill Dorband, Temporary Secretary