

The meeting for the annual Election of Directors of the Coastal Plywood and Timber Company was called to order by President Peterson at 10:50 a. m. May 2, 1948. 79 present, 72 proxy.

Reading of notice by Secretary.

A motion was made by L. C. Olson to dispense with the reading of the minutes, seconded by Axel Johnson. Carried.

The following names were presented for election to the Board of Directors by the Nominating Committee: F. A. Johnson, Keith Meyn, K. E. Burkes, Bert E. Petersen, Herbert Becklund, E. P. Brown, L. J. Parks, J. W. Norberg and Gunnar Sundberg.

A discussion followed regarding the background and qualifications of each nominee. A resume' of each candidates background and qualifications and their experience in plywood or sawmill work was then given by those acquainted with the candidate or the candidate himself if he was present. The secretary emphasized the fact that the company had about four million dollars in timber out there and the shareholders should keep that well in mind in nominating men and the board of Directors needed at least two good woodsmen.

The first two were well known by everyone. Keith Meyn - good timberman and knows logging of it and road building - also worked for the forest service.

K. E. Burkes is handling bookkeeping and auditing work at Cloverdale and an asset to the board.

Bert Peterson mostly construction and millwright.

Herbert Becklund - 3 years University, Army, Bremerton Navy Yard, Coordinator at San Francisco.

E. P. Brown - Opinion expressed from floor that his name should be stricken from the list as he has tried to sell his share. His name remains on list.

L. J. Parks - Served on Board - Formerly electrical contractor here.

J. W. Norberg (for himself) - Started in woods in 1916. Donkey engineer and rigger, sawmill work, grader, tallyman, carpenter.

Gunnar Sundberg - at present handling mechanical work at Cloverdale.

Before nominations from the floor Mr. Differd impressed upon the members that the rank and file should be plywood men and the balance of them lumber. First thing they ran into with RFC was how much experience had this man had in operating a plywood. Management is the first qualification they look for too. Friends you know could be elected and do no harm, but you've got to put experienced men on the board - experienced in plywood - say five good plywood men and four good lumber men.

Nominations from the floor were as follows:

G. Lindbeck - sawmill man - yard foreman in Duluth.

Carl Fickes - timberman - 1 year university, 2 years school of Forestry. State Highway Dept. of Idaho, Associate State Forester of Idaho



At this time the question was raised if the board members must live in Cloverdale. Discussion followed and it was pointed out that it was very essential that he be down there as they meet four and five nights a week, so whoever is elected on the board must go to Cloverdale.

Nominations continued: Reuben Carlson - timber and sawmill man

Rudy Anderson - declined.

Bill Clark - office work

Frank Sutton - Aberdeen mill

Ton Ensley - declined.

Freemont Siamiller - Harbor Plywood 17 years. Heavy construction.

Pete Nelson - Peninsula Plywood - Made Well-Tex Plywood and ran sanders

Sam Bean - Woodenware Co. Installed all machinery and made up plans when Woodenware changed from wooden barrels. Installed shingle and sawmills in southern states.

Lyle Neat - Served on board in beginning. Sawmill experience. His type of work hasn't come up yet, but he is down there.

Earl Dimmen - declined.

A motion was made by R. Sparks to close the nominations. Seconded by Axel Johnson. Carried.

Mr. Doolittle, the attorney, pointed out that someone should make a motion from the floor that an elimination ballot be held. "You would vote for nine of these twenty and the highest 15 on the elimination ballot would be considered nominated. You would then vote on the 15 and the nine highest elected."

A motion that there should be an elimination ballot to choose the highest 15 was made by Freemont C. Miller. Seconded by O. H. Harris. Carried.

When the ballots were being counted the President stated that there were two or three changes in the by-laws to be ironed out while the attorney was there. First it has been suggested to have a nominating meeting a month before the regular meeting. Discussion followed and the president asked for a motion to that effect.

A motion was made by Carl Heglund, seconded by R. Sparks, that "Art. II, Section 3, Paragraph 3 of the By-Laws be changed to read: Prior to the annual meeting of the shareholders the Board of Directors shall call a special meeting of the Class "A" Shareholders to be held at least thirty days prior to said annual meeting for the purpose of receiving nominations for the Class "A" members of the Board of Directors. The list of nominees shall be submitted to the Class "A" shareholders for their information with the notice of such annual meeting. Nothing herein shall be construed to prevent nominations for Directors from the floor at the annual meeting. Nominees may decline the nominations at either the special nominating meeting or at the annual meeting".

Motion carried.



The President then requested opinions as to whether the members of the Board of Directors should receive a salary of around \$5.00 a month. Discussion followed.

A motion was made by Mr. Scupin, seconded by Axel Johnson, that "the compensation for members of the Board of Directors shall not exceed \$5.00 per month unless authorized by the shareholders at a regular or special meeting. There shall be no compensation for officers as such unless authorized in writing by the Board of Directors". Motion carried.

The meeting place of shareholders was then discussed. It was pointed out by the attorney that it was unwise to state that meetings should be held only at Cloverdale. Contingencies may arise that will make it necessary to have the meeting other places. If something comes up that can't be foreseen, the Board of Directors should have the flexible power to have the meeting some place else. The Board of Directors will have their meetings at Cloverdale.

Mr. Johnson, Secretary, brought up the matter of the timber payment. He stated that they had started the ball rolling by trying to sell 60 additional shares for meeting the payment which amounts to approximately \$170,000. California Laws and securing permit to sell shares were then discussed. He asked that each member look up prospective buyers and send in their names and qualifications to the company by the 15th of May if possible. Then they would present these names to the commission and a permit would be forthcoming in a few days. These shares are to sell at \$3500. The company should be in a position to sell share all over and they were seeking that type of permit. When prospective buyers send in their names to the company they should not ask questions as they cannot answer them in using the mails. Also the prospective buyers should be told not to be surprised if the commission spot-checks on them.

Mr. T. V. Hawkins of Port Angeles expressed the opinion that they should have someone up there that could interview these prospective buyers and get their stamp of approval.

Mr. Hawkins and Mr. P. Nelson were appointed to serve on this committee.

There was some discussion as to how these men would be called to work.

The results of the elimination ballot were as follows: F. A. Johnson-149, Keith Meyn-141, K. E. Burkes-120, Bert E. Petersen-122, Herbert Becklund-70, E. P. Brown-48, L. J. Parks-63, J. W. Norberg-113, Gunnar Sundberg-47, G. Lindbeck-83, K. Fickes-64, R. Carlson-68, B. Clark-34, F. Sutton-27, F. Siamiller-84, P. Nelson-49, S. Bean-29 and L. Neat-24. As a result F. Sutton, S. Bean and L. Neat were eliminated.

As a result of the final ballot the following were elected to serve on the Board of Directors: F. A. Johnson, J. W. Norberg, Keith Meyn, Bert E. Peterson, K. E. Burkes, F. Siamiller, G. Lindbeck, R. Carlson and K. Fickes. The results of the ballot being F. A. Johnson-145, J. W. Norberg-140, Keith Meyn-138, Bert E. Petersen-135, K. E. Burkes-123, F. Siamiller-115, G. Lindbeck-101, R. Carlson-101, and K. Fickes-92, P. Nelson-74, L. J. Parks-66, Herbert Becklund-53, Gunnar Sundberg-38, B. Clark-30 and E. P. Brown-15.

They will serve terms as follows: first three - 3 years; second three- 2 years; last three-1 year.



The secretary announced that transfer of stock will be at monthly meetings only, per a resolution of the board.

A brief talk was given on the progress of construction of the sawmill by F. Johnson.

Temporary housing was also discussed. It was pointed out that the company was not in a position to go ahead with any housing project, but the board wanted to know how many would be interested in living in temporary shacks in the olive orchard. It would require putting in city water and a sewer system. The cost of a building 12 x 24 would be about \$300 and the stockholder would pay for it. This would be only temporary housing as the orchard is to be used for lumber storage. It developed that there is perhaps more land for sale than a year ago, but at a higher price.

The question of a manager was brought up.

The president stated they had spent some time interviewing men and had two good men in mind, but were open to suggestions. The RFC demands a manager before operation and they have the right to approve. Board has taken no action as to his salary. Capacity of mill to be between 80,000 and 100,000 feet a day.

A motion to adjourn was made by R. Sparks, seconded by W. Dimmen.

Meeting adjourned.