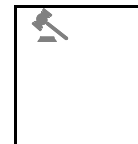


MINUTES OF THE BOARD MEETING OF THE MOTOR VEHICLE DEALERS
COMPENSATION FUND BOARD OF TRUSTEES, HELD AT 9:30 AM ON WEDNESDAY
OCTOBER 27, 2004 AT THE AIRPORT HILTON HOTEL IN THE PEARSON ROOM



IN ATTENDANCE:

REGRETS:

R. Marostica	(Chair)
T. O'Keefe	(Vice-Chair)
R. Desando	(Sec. Treasurer)
D. MacKinnon	(Member)
R. Drewery	(Member)
W. Steinkrauss	(Member)
J. Huzar	(Member)
J. Wade	(Member)
C. Finlay	(Member)
L. Gordon	(Staff)
Y. Hallitt	(Staff)
B. McIntyre	(Staff)

NOTICE TO READER: For the purposes of these public minutes, reference to legal advice provided to the Board of Trustees and claim's identifying information has been removed, unless the claim has been appealed to LAT.

The meeting was regularly constituted and called to order by R. Marostica at 9:50 am
R. Marostica also welcomed Catherine Finaly as the newest Trustee to the Board.

1. **Review of Minutes of September 1, 2004:**

The Board reviewed the minutes and a motion was made to accept with the addition of wording to reflect that the salaries and charges by OMVIC are subject to a schedule approved by the Secretary Treasurer and reviewed on an annual basis. (msc)

2. **Communications:**

B. McIntyre, OMVIC communications co-coordinator, provided the Board with an update on current and future communications projects. She advised that OMVIC has attended at several trade shows this year and the on-line consumer information newsletter, Consumer Line, has been launched and there are already 300 consumer's receiving this every month. After some discussion about exposure of the Fund, B. McIntyre indicated that she would prepare a draft letter about the Fund for release to the legal community for their review at the December meeting.

3. **Financials:**

The Board reviewed the financial statements for the 10 months ending August 31, 2004. A motion was made to accept the financials as is (msc)

R. Desando advised the Board that the Fund's Investment Portfolio is continuing to do well. The next presentation from the Investment Manager will be at the December meeting.

4. **Board Succession:**

Two members, namely, W., Steinkrauss and D. MacKinnon, have reached their maximum serving time on the Board and will be leaving as at May 31, 2005. As a result the Board will need to replace

a consumer rep and a dealer rep. They were provided with copies of both the consumer and dealer nominations announcement for review and no changes were made. This will be released in December along with the OMVIC nominations announcement.

In addition, R. Drewery, R. Marostica, and T. O'Keefe will have served their first 3 year terms on the Board as at May 31, 2005. All have indicated a willingness to continue to serve for a second 3 year term. This will be presented to the OMVIC Board for approval.

5. **Administrative Update:**

- Due to the recent strike, no new information has been obtained by S. Merry of Deloitte & Touche, from Revenue Canada regarding possible reimbursement of GST on stolen vehicles.
- 2 appeals have been received from the last meeting by X. Zhu and R. & T. Lamont, which will be handled by in house counsel, time permitting.
- L. Gordon advised the Board that she, along with R., Marostica, D. MacKinnon, J. Wade and Y. Hallitt had recently met with the short listed collection agencies and the successful RPF was awarded to Canada Bonded Legal Attorney. As a result of new privacy legislation, M. Rothe, OMVIC counsel, was asked to look into what information can be provided to the collection agency and we are awaiting his findings, before meeting with the collector.
- CIA Leasing, a public consignment auction, has gone out of business and as a result there may be claims to the fund with respect to deposits and non-payment for auctioned vehicles. However, most of the inquiries that have been received have been by other dealers.
- T. O'Keefe informed the Board that he made a presentation on behalf of the Fund, to the OMVIC Board. The key issues that he addressed were; communications, warranties, bonding and trust funds.
- Next years meeting schedule was provided

6. **Claims:**

The Board approved 7 claims in the amount of \$35,651.00

The meeting was adjourned at 1:45 pm

The next meeting is scheduled for December 8, 2004