f/s/a

FLUID SEALING ASSOCIATION
FORMERLY MECHANICAL PACKING ASSOCIATION
2017 WALNUT STREET (215) 569-3650
PHILADELPHIA, PA. 19103

BULLETIN

BRENT H. FARBER, JR
SEC'Y.-TREAS

PLAINTIFF'S EXHIBIT
FSA-12

BOARD OF DIRECTORS MEETING

MINUTES

Wednesday
February 14, 1979

Cerromar Beach Hotel
Dorado Beach, PR

A meeting of the Board of Directors of the Fluid Sealing Association was held on Wednesday, February 14, 1979, at the Cerromar Beach Hotel, Dorado Beach, Puerto Rico.

Members present:	Clay M. Jewett, President	Garlock, Inc.
	John B. Scannell, Vice President	Parker Packing Co.
	Richard T. McDermott, Past President	A. W. Chesterton Co.
	Charles J. Kenkelen	The Anchor Packing Co.
	George K. Mordas	Metallo Gasket Co.
	Thomas G. Warren	Flexitallic Gasket co., Inc.
	Robert B. Pilmer	Joseph Robb & Co., Ltd.
	Vernon W. Gibson, Jr.	Sepco Corporation
	Robert van Blaricom	Durametallic Corp.
	A. B. Owen	Lamons Metal Gasket Co.
	W. Jerry Rooney	Nicolet, Inc.
Staff attending:	Brent H. Farber, Jr., Secretary-Treasurer	
	Stephen W. Armstrong, Esq., Legal Counsel	

MINUTES

The minutes of the Board of Directors meetings held on October 10 and 12, 1978, were approved as distributed.

TREASURER'S REPORT

Secretary-Treasurer Farber presented the annual certified audit prepared by Isdaner & Company, certified public accountants. In reviewing the report with the directors Treasurer Farber pointed out that meeting expenses and legal fees were extremely high as compared with the budget figure. In the case of the meeting expenses the increase was mainly due to entertainment expense at the October meeting and additional expenses incurred due to six Flue Duct meetings that had not been planned when the proposed budget was presented. The increase in the legal fee expenses was due mainly to additional work that legal counsel was assigned during the year as well as additional travel time.

Upon motion made and seconded the Treasurer's Report was approved as presented. Motion carried.

MEMBERSHIP

Upon a motion made and seconded the following firms were approved for Regular Membership in FSA:

Borg-Warner Corporation - Mechanical Seal Division
Temecula, California

Union Carbide Corporation - Carbon Products Division
Cleveland, Ohio

Note that in the case of Union Carbide they have transferred their membership from Associate to Regular.

Secretary Farber told the Board that he had received a request from Pat Sterry of Polycarbon, Inc. for an Associate Membership for a company that he has an interest in known as Calcarbon, Inc. From the description of the company's products in the catalog it was decided that the Membership Committee should investigate further whether or not Calcarbon would qualify as an Associate Member or as a Regular Member. Chairman Owen will check further with Pat Sterry and the Membership Committee will make their recommendation at a later date.

ELIGIBILITY IN DSNMEJ DIVISION

The statement of membership eligibility for the Ducting System Non-Metallic Expansion Joint Division was reviewed by the directors and it was finally decided that the last paragraph in the statement should be revised by the Division and approved by legal counsel. Based on changing the last paragraph a motion was made an seconded that the Statement of Membership Elibility be approved. Motion carried.

LIABILITY WHEN FIRM'S NAME IS LISTED IN A HANDBOOK

Secretary-Treasurer Farber told the Board that several members of the various divisions had questioned their company's liability when listing their names in the Handbooks. Steve Armstrong, legal counsel, explained that the recently drafted disclaimer which is required for each handbook is designed to reduce any such risk of liabaility that might be present, but that he could not state categorically that no suit for liability would ever result from a company havkng its name listed in one of the FSA Handbooks. He added that a member should run no significantly greater risk of a legal action for liability by having its name listed in the handbook than would be created by its membership in the Association generally.

VOLUNTARY STANDARDS AND THE FTC

Steve Armstrong covered the subject pertaining to the Federal Trade Commission rule making proceedings on standards and certification. He felt that FSA should file a "notification of interest" so that our Association would be kept informed as to what is taking place with regard to voluntary standards setting.

He also suggested that each Board member write up his thoughts on the voluntary standards setting as it pertains to FSA. The Board agreed that legal counsel should file the necessary papers and keep the Directors up to date on what will be taking place in this area.

Steve Armstrong promised to send each member of the Board a report of recommended positions that he believes should be presented on behalf of FSA shortly after the meeting so that they would be able to consider the appropriate comments to be presented to the FTC.

REVISION OF FSA FOLDER

Bob van Blaricom told the Board that he is working on revising the folder and hopes to have a new suggested copy by our next meeting.

FOREIGN MEMBERS

The subject of foreign members and their contribution to FSA was again discussed and after hearing the pros and cons on this matter, President Jewett decided to take a straw vote by secret ballot. The vote was 8 in favor of continuing with our Foreign Membership classification and 3 votes were against.

OBJECTIVES OF OUR ASSOCIATION

President Jewett presented a slide film presentation of the objectives of FSA in an effort to stimulate more interest by the membership. He plans to make the same presentation at the General Membership Meeting on Friday morning.

He also asked that each member of the Board reread our By-Laws and at our next meeting come up with any suggested changes that should be made.

There being no further business the meeting was adjourned at 12:03 P.M.