

LAKE ENTIAT LODGE ASSOCIATED
Minutes of the Meeting of Directors
February 8, 1994

TIME & PLACE

There was a meeting of the Directors of the Lake Entiat Lodge Associated on Tuesday, February 8, 1994. The meeting was held at the home of Neil Doherty, 18113 James Street, Snohomish, WA. The meeting commenced at 7:00pm.

PRESENT

The following Directors were present, Neil Doherty, Emmett Holmes, Otto Ross, Bob Grow, Dan Russell, Dean Murphy and Jack Divine. Also present were Jane Hren, Jean Holmes and David Betz. Neil Doherty acted as Chairman and David Betz acted as Secretary.

APPROVAL OF MINUTES

The minutes of the October 20, 1993 meeting of Directors were reviewed. After a motion duly made and seconded, the minutes were unanimously approved as submitted.

DOCK PROJECT UPDATE

David Betz presented the Board with an update of the dock project on the community property. He informed the Board that the first payment on the contract in the amount of approximately \$40,000 has been made to Pier 44. The shop drawings are complete and delivery of the float sections will begin during the next month.

FINANCIAL STATEMENT REVIEW

David Betz presented the financial statements for the year ended December 31, 1993. The Association had a cash position of approximately \$142,000 on December 31, 1993, with approximately \$85,000 of that being held for the dock and capital improvement funds. The annual assessments receivable balance was very close to that of last year. In reviewing the income statement for the year ended December 31, 1993, Mr. Betz pointed out that the major items of expense were water costs and legal costs. The Association had a surplus, before depreciation, of approximately \$13,000. After depreciation and income taxes, there was a book loss of approximately \$7,000. Jane Hren, Treasurer, inquired as to the income tax expense item. David Betz will obtain the details and report to Ms. Hren as to the breakdown of that expense for 1993. Dan Russell inquired as to the components of the water costs. A discussion occurred related to the types of water costs in the water expense account.

POOL REPLASTER

David Betz presented the Board with the new bid to replaster the pool in the amount of approximately \$8,900 plus sales tax. He informed the Board that the work would be performed before the pool is scheduled to open in the Spring. The Board instructed the Management Company to schedule the opening of the pool for April 30, 1994, weather permitting. He also presented the Board with several recommendations regarding the relocation of the fence around the pool area. The Board decided not to do any pool fence relocation at this time. A capital improvement study which will assess the useful life of the items that the Association is to maintain will be prepared as a capital budget. The capital improvement projections will determine the reasonableness of the capital improvement assessment.

BY-LAW COMMITTEE UPDATE

Dan Russell and Bob Grow presented the Board with the work of the Bylaws Committee related to the covenants of the Lake Entiat Lodge Associated. The committee has put together a revised draft of the covenants of the Association for the Board to review and provide comments to the committee no later than March 8, 1994. The comments should be written in the margins and sent to the Bylaws Committee.

DEVLIN STATUS

The Management Company informed the Board of the status of the Devlin matter. A complaint was filed in January against the Devlins and an answer to complaint is being awaited. The Board instructed the Management Company to contact the County regarding the case and possibly alleviate the Association's monetary expense. The Board also instructed the Management Company to pursue this case to its resolution.

CORRESPONDENCE

The Board discussed the letter regarding the Peery matter. The Board instructed the Management Company to follow up with the attorneys to find out what is taking the Peerys so long to respond.

ANNUAL MEETING DATE

The annual meeting of the members of the Lake Entiat Lodge Associated is set for April 30, 1994 and will commence at 10:00am in the clubhouse. Neil Doherty and David Betz will put together a draft of the proposed agenda for the meeting and will send it to the Board shortly for their approval and comments.

OTHER BUSINESS

The Board discussed a "no-smoking" policy for the clubhouse. It was decided by the Board to bring it up to the membership at the annual meeting for their approval.

NEXT MEETING

The next meeting of the Board of Directors is scheduled for Tuesday, April 26, 1994 at 7:00pm at the home of Neil Doherty in Snohomish.

ADJOURNMENT

There being no further business to discuss, the meeting was adjourned at 9:20pm.

Respectfully submitted

David Betz
Acting Secretary