

Lake Entiat Lodge Associated
Meeting of the Board of Directors
April 15, 2005

TIME AND PLACE

The Directors of Lake Entiat Lodge Associated met on Friday April 15, 2005. The meeting was held in the Executive Conference Room at the Mill Creek Country Club Association Clubhouse, Mill Creek, Washington. President Rachel Schmidt called the meeting to order at 2:10 PM.

PRESENT

The following Directors were present for the meeting: Rachel Schmidt, Jeff Dowdle, Nick Nelson, Jack Divine and Dan Russell. The Association's treasurer, Hal Sullivan, was also in attendance. Also present at the meeting was Alex Osenbach with the Association's management company and Jay Spearman of Spearman Engineering.

STATUS REPORT ON THE SHORELINE IMPROVEMENT PROJECT

Jay Spearman reported on the permit status and the large number of requirements placed on the Association by the permitting agencies. In particular those imposed by the State Department of Fisheries and the Corps. There still appears to be a difference between the federal agencies and the state as to the period that the work may occur. That has been worked out to be between July 1, and September 30. The contractor Pipkin Construction believe, that the in water work will take approximately eight weeks. The Corps had placed a date of March 17, 2005 to submit the Pollution and Erosion Control Plan. That plan has not been completed. Other plans and applications needing to be submitted and approved prior to commencement of work are:

- Pollution Prevention Plan
- Pollution Control Plan
- Erosion Control Plan
- Dust Control Plan
- Planting Plan
- Spoil Pile Plan
- Ramp Construction Plan
- Water Quality Monitoring Plan
- Excavation Plan
- Best Management Plan

Some of these documents will be prepared and submitted by the contractor. Once approval is given, others will need to be prepared by the engineering firm and/or the project manager. These plans will need to be completed and approved by the respectful agency either county or federal, prior to May 15, 2005 in order for the work to be done this year on phase 1. The following are the current estimate of costs:

Construction w/contingency and tax	244
Floats and Docks	103
Mitigation Plantings for Docks	20
Environmental Plans	7
Team Consultants include Spearman	41
Follow Through with Agencies	13
Project Manager	<u>15</u>
Estimated Total	443 (thousand)

After discussion it was agreed that Mr. Divine would meet with Pipkin Construction to investigate the possibility of identifying a local individual who could perform the function of project manager for this project. Following additional discussion and a motion duly made and seconded the following resolution was unanimously adopted, motion by Nelson seconded by Dowdle.

Resolved that, the Association retain Spearman Engineering at their standard hourly rate as an interim project manager to prepare or insure that the documents that are required be submitted until a permanent project manager is identified. Spearman Engineering's work will be coordinated through Jack Divine.

Mr. Spearman left the meeting at 3:50 PM

ROAD UPDATE

The Board discussed the current position that the county is taking on paving the roads and outlined the presentation of the options to the membership at the annual meeting on April 23, 2005. It is estimated that the Association would need to provide in some manner \$170,000 (\$220,000 less county contribution of \$50,000) to get the roads paved.

COVENANT VOTE

At this time the Association has received 206 yes vote on the restated covenants. This will also be a discussion topic at the annual meeting.

PUD FLOWAGE EASEMENT

The Board reviewed the March 17, 2005 letter from the Public Utility District of Chelan County regarding flowage easements. Following discussion and a motion duly made and seconded the following resolution was unanimously adopted, motion by Russell seconded by Divine.

Resolved that the Association execute the letter and send the \$250 per parcel to the County and proceed with the survey as required.

ANNUAL MEETING

The Board discussed the Nominations for the terms of the three Directors whose terms expire this year, Jack Divine, Dan Russell, and Rachel Schmidt. Mr. Divine stated he would seek re-election and Mr. Russell and Ms. Schmidt would respond on Monday April 18. Ms. Nichole Tobin also submitted her name for consideration.

The draft agenda was also reviewed with adjustments to the order of reports made and several items being added.

APPROVAL OF MINUTES

The minutes of the March 4, 2005 meeting of the Directors were reviewed. After review and a motion duly made and seconded, the minutes of the March 4, 2005 meeting of the Directors were approved as submitted, motion by Dowdle, seconded by Divine.

2005 SECURITY

It was reported that Kathy Kossow has been hired as our lead Security person starting in May on a weekend swing shift and going full time on Memorial Day weekend. The Wenatchee Merchant Patrol will provide daily drive throughs and lock the clubhouse daily until Kathy starts her full time shift.

FINANCIAL STATEMENT REVIEW

The Board reviewed the March 31, 2005 Financial Statements. Operating Income for the three-month period was \$17,397 with a budget of \$12,536. Reserve account balances were; Capital Improvements \$115,933, Water Improvements \$28,778 and Loan Repayment \$121,909. It was noted that members delinquent with balances over \$500 has been reduced to 12.

ADJOURNMENT

There being no other items requiring action by the Board, the meeting was adjourned at 5:25 PM.

Submitted By:

Alex R. Osenbach
Acting Secretary