

**Lake Entiat Lodge Associated  
Meeting of the Board of Directors  
April 8, 1998**

**Time and Place**

The Directors of Lake Entiat Lodge Associated met on Wednesday, <sup>April 8</sup> ~~March 4~~, 1998. The meeting was held at the Denny's at Canyon Park, Bothell, Washington. The meeting was called to order at 11:41am. AEO

**Present**

The following Directors were present at the start of the meeting: Dan Russell, John Mitchell, Lynn Rehn, Skip Holman, Pete Bova, Marcia Kindig and J. Anderson (the Treasurer). Also present was Alex Osenbach of Schuchart Services, Inc. the Managing Agent. Mr. Russell, the President, opened the meeting, and Mr. Osenbach acted as Secretary.

**Approval of Minutes**

The minutes of the March 4, 1998 meeting of the Directors were reviewed. After discussion and a motion duly made and seconded, the minutes were approved as submitted.

**Financial Statement Review**

Mr. Osenbach reviewed the February 28, 1998 Financial Statements with the Directors. It was noted that the Association on February 28, 1998 had \$82,110 in their cash accounts and that this amount is close to what was expected on the projected cash flow. On the expense side expenditures were \$19,571 compared to budget of \$31,462. The Directors also reviewed the updated cash flow projections in light of the anticipated cost of completing the well project. It was noted that there will be an operating fund short fall in late August or early September. This topic will be on the agenda for the annual meeting. The list of owners not paying assessments was reviewed and it was noted that the list is approximately half of that from last year in both dollar amount and number of owners.

**Water System Update**

Mr. Mitchell reported on the current status of the new well project. The engineered plans for connection of the well to the system had been completed and submitted to the Department of Health. On April 2, 1998 the Department of Health issued a letter, a copy of which was distributed to the Directors, informing the Association that the Department of Health had received the plans but would not be issuing an approval until the water rights issue was approved by the Department of Ecology. The request for transfer of the water rights to the new wells and a request to increase the water rights was filed with the Department of Ecology at the end of January. The Board discussed this problem in light of the February 19, 1998 letter from the Department of Ecology regarding the length of time needed for their approvals. After discussion it was determined that the board would take the following actions 1) contact Lisa Parks at the Douglas County Transportation and Land Services Department, 2) acknowledge Scott Torpie's letter from the Department of Health, 3) contact Larry Cordes at Hammond Collier to speed along our reply to the design question and clarifications to the well connection plans, 4) Mr. Russell and Mr. Mitchell will plan on visiting the Department of Ecology regarding the water rights, and 5) Contact our attorneys regarding any rights the Association may have to speed along the process. Additionally the Directors unanimously agreed to and instructed the staff not to sign any water availability certificate required for building permits until further notice. The Directors decided not to enact any water use reduction measures at this time however, they may be needed prior to and in order to obtain approvals for the required permits. The Directors agreed not to proceed with the well connection until all permits were obtained.

On a more positive note the Directors reviewed the two bids on the well connection contract and accepted Reid Pump and Supply's bid of \$37,604 over Pump Tech at \$40,865.04. The contract was not to be authorized until all required permits are obtained.

**Annual Meeting**

Mr. Russell informed the other Directors that due to a scheduling conflict the May 2, 1998 annual meeting would need to be changed. After discussion it was agreed that the annual meeting would be switched to the 16<sup>th</sup> of May provided the Orondo School would be available (The school is available for that date). Mr. Russell distributed an updated draft of the agenda for the annual meeting.

John Mitchell left the meeting at 1:35pm.

**Rules and Regulations**

The Rules and Regulations for members of Lake Entiat Lodge Associated as discussed at the last meeting were discussed with each Director providing suggestions for revisions. The last revision was made in 1992 and as consideration for the Rule Enforcement Policy adopted at the last meeting the rules and regulations will be updated. Ms. Kindig will accumulate all the suggestions and incorporate them in a final draft for approval at the next Board Meeting.

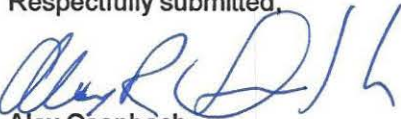
**Next Meeting**

The next Board Meeting is scheduled for April 28, 1998.

**Adjournment**

There being no further business to come before the Board, the meeting was adjourned at 2:40PM

Respectfully submitted,



Alex Osenbach  
Acting Secretary

Correct:

Dan Russell  
President