

**LMOA BOARD OF DIRECTORS
Work Session and Public Hearing Record
2010 Budget**

DATE: Thursday, December 3, 2009

PLACE: Terrace Room, LMOA

DIRECTORS: **Present:**
Leighton Cumming, President John Platt, Vice President
Don Fickes, Secretary Mike Harrison, Treasurer
Scott Meiss Ray Gott
Benita Ellen

STAFF: Kym Sampsell
Peggy Alexander

Finance Committee: Chad Brown, Chair
Bill Smith
Cliff Altschull
Craig Ficke

1. CALL TO ORDER

Pres. Cumming called the meeting to order at 6:05 PM.

2. OPENING COMMENTS

Pres. Cumming announced that this is the final 2009 budget work session. She thanked the Finance Committee for their dedication and hard work. She said that the Dec. 10 special BOD meeting will be held to approve the final budget.

3. DISCUSSION

Chad Brown, Finance Committee Chair gave a comprehensive summary of the proposed budget. He reviewed the Operating Budgets, Major Repair and Replacement Reserves and New Initiatives. He pointed out that for the first time, the proposed operating income exceeds estimated expenses. Chad presented examples of budgeted areas that will experience losses and others that will either make money or break even. He stated that the recommended priorities are Reserves, Operations and Initiatives.

4. PUBLIC HEARING – Member Comments

Emil Colmainares (119/4) – Benefits of Association Golf Associate Memberships.

Wayne Schmidt (370/3) – Presented a handout addressing a variety of topics including Property Transfer Fees and Depreciation of buildings.

Jack Bauserman (264/9) – Compliance Officer, drainage maintenance personnel, Lake Health budget and composting.

Kit Walz (25/11) – Storm water runoff and drainage ditches.

Carol Brown (300/1) – Items not in budget. Tufton trash rack, clubhouse emergency lighting, outdoor lights, pool ditch safety rail, sliding door replacements, club deck railings, marina exterior paint and boat registration increases.

Page Gifford (431/4) – Rec. Manager, Rec. Committee reinstatement and future Campground usage.

Ida Swenson (121/12) – Recommended Ditch & drainage maintenance personnel and Compliance Officer.

Cam White (431/4) – 2005 repairs not completed, requirements for dam certification and location of county water lines.

5. REMARKS FROM THE BOARD

VP Platt thanked attendees for their interest and budget inputs.

Treas. Harrison stated opposition to hiring a Compliance Officer. He commented on composting challenges. Treas. Harrison outlined required dam studies. He spoke about needed road reserves and needed Marina docks.

Director Meiss stated opposition to hiring a Compliance Officer. He questioned the recommended quantity of three maintenance ditch & drainage personnel. Director Meiss stated that the new boat fees are too high. He said there is a need for golf league fees. He predicted that the \$46K Operating Net income will not happen.

Director Gott stated the need for Golf associate memberships and endorsed the proposed Association sponsored memberships.

Director Ellen questioned the source of funds for lake dredging labor. She requested confirmation that there is nothing in the budget for dam studies or repairs.

6. SUMMARY OF THE MEETING AND REQUEST FOR ACTION ITEMS

Reserves, User Fees and New Initiatives were discussed and cuts and deferrals were proposed in those areas.

It was recognized that (per the POAVA rules) the 2010 ending Reserve Balances must exceed the 2009 year end balances.

The next budget meeting will be a special BOD meeting on December. 10, 2009 at 7:00 PM. Actions will be taken at that meeting.

No actions were taken during tonight's December 3, 2009 Work Session.

7. ADJOURNMENT

Pres Cumming adjourned the meeting at 9:00 PM.

by: _____
Don Fickes, Secretary