

**Beaver Lake Association
Annual Meeting
May 15, 2016
3:00 P.M.**

Board Members Present: Ron Reineke, Fred Becker, Dave Goller, Sandy Battreall, Dennis Goltz, and Dan Maloney

Board Members Absent: Russ Parmer

Board President Ron Reineke declared the Election polls closed at 3:01 P.M.

Approval of the May 2015 Annual Meeting minutes.

Motion was made by Mary Reineke of lot # 1912, seconded by Diane Egelston of lot # 1863 to approve the May 2015 annual meeting minutes. Motion carried.

Financial Report

The 2015 Financial Report was given by Board Treasurer Dave Goller. See attached summary and the 2015 Audit Report which may be viewed at the Association office.

President's Report

Ron announced the following accomplishments by the Board of Directors:

- New windows were installed on the west wall of the clubhouse.
- The jetty on the east side of the clubhouse was extended to 45'.
- A new cantilevered deck was installed on the shoreline east of the clubhouse.
- The shoreline east of the clubhouse was reinforced with new rip rap.
- Plans have been engineered and a state permit received for the retrofit of Lift station #10.
- A new Hustler mower was purchased for mowing access areas. Also a smaller cub cadet bagger mower was purchased to mow the clubhouse area.
- Asphalt patching and repairs were accomplished last summer.
- A contract was signed with Spiral Communications to provide High Speed Internet for the Beaver Lake community.
- A contract was signed with Verizon, who will install equipment on the south water tower to enhance the cell phone coverage.

Ron Reineke called for a recess at 3:13 p.m. while the ballots are being reviewed and counted. Motion carried unanimously.

Motion was made by Goller, seconded by Battreall to go to a recess in order for the ballots to be counted.

Motion was made by Battreall, seconded by Goller to reconvene the Annual meeting.
Motion carried unanimously.

The meeting was reconvened at 3:52 p.m.

Election Results

Pam Curtis, Election Committee Chairperson, reported the election results as follows:

Ballot Candidates

Ron Reineke	201
Dale Long	230
Sandy Battreall	151
Ed Larsen	166

Write-Ins

Eric Stockwell	5
Jeremy Meyer	1
Kim Lucas	1
John Eggleston	1
Nick Rayer	1
Dee Alexander	1
Bill Bohan	1
Ron Westman	1
Cathy Brink	1
Don Gallagher	1
Judy Wimmer	1
Nicole Lusso	1
Greg Houfek	1
George Payne	1
Justin Tegels	1

Ballot Information

Total # of Proxies counted: 386
Total # of walk in ballots: 48
Total # of ballots counted: 434
Total # of proxies & ballots not valid: 28

The two candidates elected were Dale Long and Ron Reineke.

Motion was made by Dave Goller of lot 1865, seconded by Fred Becker of lot 1732 to adjourn. Motion carried unanimously.

The 2015 Beaver Lake Association Finance Report for the May 2016 Annual Meeting

Overall Budget

- The Beaver Lake budget for 2015 was **\$2,117,226**
- The day-to-day budget (keeps the lights on and the water/sewer running) was **\$1,847,423**
- Capital Improvement budget for the year was **\$269,803** plus an additional **\$10,000** carryover from the 2014 budget the engineering for lift station #10
 - 2015 Significant Capital Items
 - Payments for a 2015 truck replacing the maintenance van
 - Washout and inspection of the south water tower (was planned but deferred to 2016)
 - Purchased a new security boat while retaining the older boat to help out on busy holidays
 - Continued to install radio-read water meters (this is the last full year for this program)
 - Continued funding for the Engineering Study for retrofit of Lift Station #10
 - Resurfaced a portion of our roadway system (an ongoing annual project)
 - Added surge protection at the sewer plant (initially deferred during construction)
 - Replaced the control panel on Lift Station #7
 - Added a generator hookup capability for Lift Station #11
- Long-term liabilities as of 31 December 2015
 - \$1.892M for the Water Treatment Plant (in 2015 paid \$160,845 in principal; \$80,529 in interest [4% interest rate]; \$20,132 in fees [1% fee]; have completed 10.5 years of payments on 20-year loan)
 - \$31,892 for the 2015 Chevy Silverado truck (paying at a rate of \$651/month)
- The 2015 budget contained a dues increase of 1.5% (\$2.94 increase per quarter). The Association continues to raise dues only as necessary to offset rising costs, some of which have gone up significantly since 2008. Examples:
 - Health Insurance budget increased 54% (increase of ~\$36K since the 2008)
 - Water and Sewage Station Power budget increased 31% (increase of ~\$13K since 2008)
 - Water Plant Chemicals budget increased 91% (increase of ~\$15K since 2008)

2015 Auditor's Report excerpts – Lucas Dinklage, Certified Public Accountant

- "I noted no transactions entered into by the organization during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period."
- "In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Beaver Lake Association as of December 31, 2015 and 2014 and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America."

Thanks

As Treasurer, I appreciate the interest and energy the office staff, Troy Weatherby, BLA Business Manager and Sue Stark, BLA Office Manager, plus the Finance Committee – Scott Houston (Chairman), Mike Nielsen (Vice-Chairman), Diane Egelston, Rick Croasdale, Andy Kayhanfar, and Eric Stockwell – spend on the nuts and bolts of BLA finances.

Respectfully submitted, Dave Goller, Treasurer, May 15, 2016