

ARROWHEAD IMPROVEMENT ASSOCIATION
BOARD MEETING
January 15, 2011
Approved March 19, 2011

The January 15, 2011, meeting of the AIA Board of Directors was called to order at 2:00 p.m. on Saturday, January 15, 2011, at the Arrowhead Inn with President Paul McDermott presiding. The following Board members were present: Paul McDermott, Diane Benson, Bob Hernandez, Carol Flick, Kathy Leary, and Donald Koeltzow. Randy Touslee, Rich Ostrom, and Bing Carlson were not present. Approximately 35 association members attended the meeting. President McDermott determined that a quorum was present.

Mr. McDermott welcomed Carol Flick and Rich Ostrom as new members of the Board and thanked Randy Touslee and Kathy Leary for their service on the Board. Both Kathy and Randy received gift certificates to the Arrowhead Inn.

Order of Business:

1. Approval of the minutes: Donald Koeltzow stated that the draft of the October 16, 2010, minutes were distributed and asked if there were any questions, corrections, or additions. Hearing none, he moved that these minutes be approved. The motion was seconded by Bob Hernandez and the motion carried.

2. Financial reports: Diane Benson opened her comments with an observation concerning how AIA was able to maintain the services to its members and still have a budget surplus at the end of the year without frequent dues increases. She stated that this was primarily due to three significant items. First, AIA has been fortunate through the efforts of Bob Rosenbaum and others to receive Federal grant money for mitigation activities. As a result, we have been able to do a lot more and have had to pay for only half of what has been done. Second, the Snowmobile Club was able to obtain grant funds for an excellent groomer. Had this not happened, AIA would have been faced with trying to replace our old grooming equipment at a cost of several thousand dollars. Thus, it is very important for all Arrowhead property owners to be members of and support this Club. Third, the development of our own Fire Protection District has meant that our tax dollars for fire fighting services have been returned to our community. This has already saved AIA a very significant amount of money and will continue to do so into the future. She pointed out her concern with the delinquent dues. Last year at this time, the total delinquent dues were approximately \$17,000. This year, they are approximately \$27,000. She also noted that, of the 13 property owners who had not made payments in 2010, the average amount owed per owner was approximately \$1,000. Thus, it is possible that these delinquent dues may be paid in the future. She pointed out that several major expenses had been less than

3. Election of officers. Carol Flick nominated Bob Hernandez for President, Paul McDermott for Vice President, Donald Koeltzow for Secretary, and Diane Benson for Treasurer. Paul McDermott called for additional nominations and none were received. Carol Flick moved that nominations be closed. The motion was seconded by Diane Benson and the motion carried.

Carol Flick moved that the officers be elected by acclamation. The motion was seconded by Diane Benson and the motion carried. At that point, Paul McDermott turned the meeting over to Bob Hernandez

4. Management Annual Reports:
 - a. Communications: Cheri Ratliff stated that the deadline for articles for the next Smoke signals was January 31. She mentioned that she was cleaning up errors on the web page and stated that she was looking into adding an interactive guest book on the web page.
 - b. Design Review. Joyce Boulter stated that 2 house plans have been given tentative approval and that she expected a third to be submitted for approval. Thus, building may be picking up in 2011.
 - c. Forest Management: Bob Rosenbaum stated that there would not be any Federal money available for mitigation grants in 2011. However, it is possible that State funds may be available and he will be submitting a grant application for these funds. The State funds are matched 60% from the State and 40% from the grant recipient. As a result, we may be able to do more mitigation than was possible with money from Federal grants (In these the costs were split equally). He also commented that he would need volunteer help with the beetle eradication program this spring. Several thousand bait traps and lures will need to be positioned in the housing area.
 - d. Maintenance and Facilities: Donald Koeltzow reported that everything was working fine including the winter parking lot bathroom.
 - e. Security: Reinie Masanetz stated that the first winter parking lot cleanup went very smoothly. However, they still had two or three vehicles that were not moved. He stated that, if owners were going to be gone for more than a couple of days, they should please leave a spare key with security so that their vehicles can be moved if needed.

In regard to complaints, Security will act on any complaint when they have a written complaint or when the infraction is observed directly by Security Personnel. Their normal mode of action is to give a warning first followed by a citation on the second offence. He stated that Security was going to place a “No Parking” sign at the intersection of Ute and the Alpine Road. Several people have been parking their cars at this intersection which is a hazard to the grooming operation as well as to patients if they have to be loaded into an ambulance in this area. Finally, he reminded owners that the speed limit on filing roads in the winter is the same as in the summer – 20 miles per hour. Again, if caught speeding, one could receive a citation and have to pay a fine.

5. Committee Reports:

- a. Fire Department: Ron Benson announced that the next business meeting for the Arrowhead Volunteer Fire Department would be held at 11:00 a.m. in the firehouse on Tuesday, January 18, and that the following business meeting would be held on February 1st. He reported that the Fire Protection District would hold its next meeting on Friday, January 21st, in the firehouse at 1:00 p.m. He also stated that notices for each regularly scheduled meeting for this group are posted in the Inn, in the firehouse, and in the warming shed.
- b. Snowmobile Club: Kathy Koeltzow announced that the Club was sponsoring a ride up Alpine Road next Saturday right after the 9:30 a.m. meeting being held at the Inn. The Lake City Snowmobile Club has been invited. She also encouraged everyone to join the club and spread the word to their friends and neighbors. She asked for a head count of those who planned to participate in Saturday’s ride so that enough brats could be provided.

6. Action Items:

- a. Approval of aeration project for Hazel Lake. Donald Koeltzow moved that up to \$15,000 be approved for the purchase and installation of an aerator system in Hazel Lake. The motion was seconded by Paul McDermott and the motion carried.
- b. Adoption of Board meeting dates for 2011. Paul McDermott moved that the following dates be established for Board meetings: March 19, May 21, June 18, July 16, August 20, September 17, and October 15. He also moved that the Annual Meeting and New Owners Reception be held on July 16 after the regular Board Meeting and that the Winter Residents Meeting be held on October 15 after the regular Board meeting. All regular Board meetings will be held in the Inn at Arrowhead beginning at

- c. Appointment of the auditors. Paul McDermott moved that AIA retain Chadwick, Steinkirchner, Davis, and Company to conduct the annual audit. The motion was seconded by Carol Flick and the motion carried.
 - d. Adoption of the 2011 Budget. Diane Benson commented that an additional \$7,000 had been added to the road materials line item in order to provide funds to purchase gravel for the section of the Alpine from the turnoff to the winter parking lot to the intersection of Ponderosa and the Alpine Road. Using these funds is dependent on the County repairing the culverts in this area. She moved to approve the 2011 budget as corrected. The motion was seconded by Paul McDermott and the motion carried.
 - e. Allocation of Surplus 2010 funds. Dian Benson moved that \$15,000 of the surplus funds from 2010 be moved to account 361 – Equipment Reserve for use in the Hazel Lake aeration project and that the remainder be moved to account 363 – Undesignated Surplus. The motion was seconded by Carol Flick and the motion carried.
 - f. Appointment of the Election Committee. Bob Hernandez appointed Linda Dysart, Al Hale, and Nancy Hale to the 2011 Election Committee along with Donald Koeltzow who, as AIA Secretary, chairs this Committee.
7. Announcements from the Board:
- a. Bob Hernandez announced that the deadline for the receipt of nominations for the John Krall Award will be June 30, 2011. He stated that new nominations will be combined with nominations from past years.
 - b. Bob Hernandez also stated the Board positions currently held by Paul McDermott and Donald Koeltzow will be open for the elections held in 2011 with persons filling these positions taking office in January 2012. The deadline for receiving letters of intent will be July 31, 2011. Letters of intent should be sent to AIA Secretary, Donald Koeltzow.
8. Announcements from the audience: A question was raised from the audience concerning the status of renegotiation of the lease of the firehouse and, specifically, about actions taken regarding increased use of this facility for AIA community functions. Mr. McDermott responded that work on this lease was in process.

A compliment of the AIA web site was made.

A question was asked concerning whether or not Hazel Lake held water. Linda Dysart responded that expectations are that this spring, the Lake will fill back up to the point where it begins to leak. Since there isn't an outflow of water from this Lake, the aeration system is needed to improve the quality of the water that is held in the Lake. After aeration is completed and the Lake returns to better health, it will support fish again and will be considered for stocking with fish.

Steve Isle suggested that the Board investigate the possibility of placing a "cloud site" on the AIA web site that would be available only to those with the correct password. This site could be a place where things like the Hazel Lake Aeration Proposal could be placed for the benefit of interested property owners. Mr. Hernandez responded that this would be investigated.

8. Adjournment: Diane Benson moved that the meeting be adjourned. The motion was seconded by Paul McDermott and the motion carried. The meeting adjourned at 3:00 p.m. The next meeting will be held on March 19th.