

ANNUAL MEMBERSHIP MEETING
14 July 2001

1. **Call to Order:** The annual meeting was called to order at 2:00 p.m. by President David Sullivan.
2. **In Attendance:** David Sullivan, Robin Scherting, Joyce Skoien, Brian Ritchie, John Ryan, and Gary Smith.
3. **Treasurer's Report:** Brian Ritchie, the Board's Treasurer, reported the following accounts as of 30 Jun 2001:

Checking account	\$4,829.54
Operational account (3.42% interest rate)	\$105,667.89
Reserve account (3.42% interest rate)	\$269,800.03
Bldg operations	\$23,955.17
Equipment	\$20,110.06
Marina	\$46,359.29
General Operations	\$ 2,583.17
Pool	\$20,572.92
Water Operations	\$65,381.76
Water Growth	\$76,647.82
Roads	\$14,189.84
CD reserve account (5.98% interest rate)	\$100,000
General operations	\$75,000
Road operations	\$25,000

The Club maintains the fund-raising and donations accounts for the following groups:

Marina	\$11,488.38
Pool	\$4,817.22
Environmental	\$3,823.94
General.....	\$5,719.31

A Memorial Fund and a Social Club Fund are maintained separately by the two entities.

4. **Manager's Report:** A very productive year. The swimming pool and bathrooms were painted and new showers installed in the ladies' bathroom. A new propane heater was installed to heat the pool to replace the old one. In the water dept, a telephone alarm system was installed that automatically calls the water operator, the manager and the water committee chairman in the event of a problem. A generator that will pump water from our wells, supply power to the Highland's pressure system, and operate the water filtration system in the event of a power outage was installed. A water filtration system was installed that has reduced the manganese and iron to less than one percent. Brown water appears sporadically due to the manganese/iron buildup in the pipes; pieces of material break off periodically. With help from Marina volunteers, two new buildings were built to house the generator and the filtration system. The Ravine project will be finished before September. A new metal building has been presented to the Board for approval to replace the barn, which has become unacceptable to work in. See attached report for details. I would like to thank the membership for allowing me to be the Club's Manager for the last six years. Zane Wyll, the new Manager, will be on the job the first of August.

5. **Committee Reports:** Building -- Committee approved building permits for 15 residences, 3 garages, and 3 additions; denied installation of a carport. Approved 14 applications for tree

removal and referred 2 to the Board for action. Investigated and reported to the Board 4 height and 2 setback variance requests. Reported 3 violations to the Board: 1 excavation, 1 tree removal, and 1 residence construction, all without permits. See attached report for details.

Environmental – Committee worked on the following projects: asphalt plant monitored; beach/bluff monitored with an assessment made by consultant Mr. Menashe; input for Club's budget; 10 burn barrels removed; sign/picnic table installed in Cedar Park in Village; common areas reviewed and recommendations made to Board; prepared monthly newsletter articles on alternatives to pesticides/herbicides; weeded around Clubhouse and other common areas; two dead deer removed (David Sullivan, Jack Scherting, and Bob Skoien have volunteered to remove dead deer from private property); maintained dog waste disposal boxes; possibly found an alternative to Roundup for noxious weed control (will be experimenting with it); propane torch available to burn unwanted plants; resolved problems with large outdoor lights; new plantings in Memorial Park; scotch broom removed in many common areas with help from Gray Wolf workers; plan to landscape ravine area this fall; carried over \$4198.66 in fundraising monies. See attached report for details.

Marina – Zane Wyll resigned as Harbormaster to become our Club's Manager; Dale Huselton has returned as Harbormaster. Electrical service installed on the south docks. Successful in modifying our permit to enable a February 2001 dredging. Presently permitted to dredge between July 15 and February 15 only. Dredged 3 times this last year (mid July, late Sept, and early Feb; two by a contractor and one with our hydraulic dredge). Marina fully occupied with a 10-boat waiting list. A new fish cleaning station, a paint cleanup station, a secure tool room in the shop, and an enlarged boat repair pad were done by volunteers. Service projects included counter work in the clubhouse, construction of a water treatment equipment building, and repair/painting of the entrance signs. See attached report for details.

Membership – We have 45 new members (23 purchasing homes and 22 purchasing lots, with those distributed 24 in the Colony, 17 in the Village, and 4 in the Highlands). Memorial – Received \$1509 since July 2000 for Social Club (\$20), Environmental (\$1,189), and nondesignated (\$70). Environmental committee spent \$1,113. Funds available as of July 15, 2001 are Pool (\$767), Social (\$456), Marina (1,398), and Environmental (\$2,049) for a total of \$4,670. Five names were added to the Memorial Plaque this past year.

Neighborhood Watch -- Officially chartered in January to replace Emergency Preparedness Committee, which is now incorporated within this new committee. Working with various "blocks" and their captains to assist in NW program training. A retired crime prevention practitioner and police officer in the Colony is assisting. Engraver available at the marina workshop for I.D.ing your valuables. The NWP forms are also used for the emergency plan for your block. Offered 3 CPR and First Aid training programs.

Roads – Activated committee in January; will provide consultation on road resurfacing, speed calming and traffic safety measures, completion of the ravine project, managing surface water drainage, street signs, driveway connections, and managing horsetail and gravel damage to roadways.

Social – Reported on year's activities which included making 160 pies for the bazaar, remodeling of kitchen with new formica and faucets (\$1,423 from fundraiser monies), Labor Day picnic at the beach (140 attended); Octoberfest to raise money for the large screen TV; Christmas Bazaar that netted \$4900 (with May's Granny's Attic brought total to \$6973.67; gave 5% each to JACASA and Domestic Violence; each Club committee was given a percentage of this profit); sponsored four families for Christmas; held gift exchange party in early Dec; Christmas Day dinner; New Year's Eve party; catered lunch at January's business meeting; superbowl party; Feb Silent Auction netted \$1300; Easter Services with brunch; April business meeting; May's Granny's Attic netted \$2065 (to be held until Nov); Memorial Day beach picnic; catered lunch for June's business meeting; 4th of July beach picnic; fireworks canceled due to wind; July's Salmon BBQ coming up. Waiting for more bids on revamping storage closet in clubhouse. Wall paper border for kitchen delivered. Authorized \$50 gift certificate for George Balaski for his efforts in building new fire pit. See report for details.

Swimming Pool – Pool, floor surrounding pool, and floors in dressing areas were painted from fundraising monies. Pool refilled with filtered water. New shower installed in ladies

dresser room and new shower door installed in men's dresser room. Spent \$2612 from fundraiser monies. Pool membership fee raised to \$175 to meet increasing costs. Requested Board address pool usage and costs in new budget. Our pool cleaning person has resigned; looking for replacement. Water Advisory – Skowyra reported we are required to hold an informational meeting to review the Water System Plan, which he performed at this Annual Membership Meeting. He gave a detailed presentation on each of the ten chapters and then answered many questions from the membership. His presentation was very well received and was very informative. See the attached report for details of this presentation.

6. Trustee Election Results: Marilyn Hider reported on the trustee election -- 182 ballots were validated and counted with the following results:

Robin Scherting	170
Mark Morris	164
Brian Ritchie.....	160
Duane Nail	160

All four candidates will join the Board for a 2-year term starting today. Two ballots were invalidated and could not be counted.

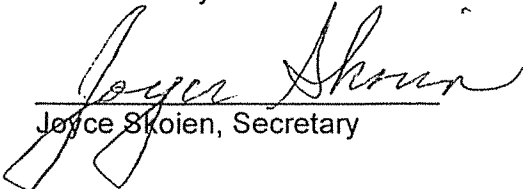
7. President's Annual Report: Reported on change in Trustees and their duties do to a death and two resignations. A bigger change was the resignation of our Manager. The Board conducted a search that produced 4 outstanding candidates, finally selecting Club member Zane Wyll. Dale Huselton agreed to take Zane's position as Harbormaster. Linda Cooley, a Club member, has been hired to handle our bookkeeping functions at the office. The Board completed a review and updating of our Governing Documents, which are now available on our website. Never before have our Covenants, Bylaws, Articles of Incorporation, Rules and Regulations, Policies and Forms been so readily available in a readable, usable form. Reported on the improvements to our infrastructure, which are detailed elsewhere in these Minutes. The posting of delinquent accounts was discontinued; the study session time was changed to afternoons; the Board was oriented to emergency procedures, a weekend call schedule was instituted and published in the newsletter, and the President's message was reinstated in the newsletter.

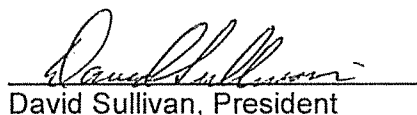
8. Membership Participation: Member wanted to know if the new generator works; all the Board members could verify it does work due to their recent orientation of Club assets. Member wanted to know if the well sold to Foss has actually been capped per our purchasing agreement with him; President will check and report at the next Board meeting.

9. Announcements: The vote on the ratification of the 2001-2002 budget will occur at the Board meeting 7:00 p.m., Thursday, August 16th at the Clubhouse. Mail in ballots must arrive no later than 10:30 a.m. Wednesday, August 15th.

10. Adjournment: The annual meeting was adjourned at 3:30 p.m.

Submitted by:


Joyce Skoien, Secretary


David Sullivan, President