



**LOST NATION-NEW LANDING RCD**  
**April 5, 2007 Meeting Time: 7:00PM**

- I. Call to Order and Roll Call** – Marty called the meeting to order at 7:00PM
- |               |                |   |                 |
|---------------|----------------|---|-----------------|
| Board members | Marty Portner  | - | President       |
| Present:      | Dan Dummett    | - | Vice-President  |
|               | Herb Hill      | - | Secretary       |
|               | Bill Piper     | - | Treasurer       |
| Board members |                |   |                 |
| Absent:       | Betty Lou Finn | - | Member at Large |
- II. Pledge of Allegiance**
- III. Motion to Approve Agenda** – Herb motioned to approve the agenda. Dan seconded the motion. Motion withdrawn. Bill motioned to strike *C. Motion to hold a special meeting in April to approve budget from the treasurer's report* and to add *E. 2007 Creel Limits* and *F. Vandalism of LCC Garbage Can to the agenda*. Dan seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-01]
- IV. Motion to Approve the March 1, 2007 Minutes** – Dan motioned to approve the March 1, 2007 minutes. Herb seconded the motion. The board approved the motion with Dan, Marty, and Herb voting aye and Bill abstaining from the vote. [04-07-02]
- V. Treasurer's Report** – Bill read off the balance sheet of the treasurer's report. He asked what the amount of \$409.76 was for under repairs & updates and Becky said that it was the difference between the \$1,364.64 that they paid for the LCC audio system and the \$954.88 that New Landing reimbursed the RCD for it. Bill asked what the miscellaneous amount of \$489.58 was for and Becky said that \$300 was for the rental of the Daysville Rd Storage bay from January – June and \$189.58 was a penalty paid for closing one of their CD's before it's maturation date. \$11,922.50 was paid out to Integrated Lakes Management for the survey that they did in November 2006 and reports pertaining to it that they did in the beginning of 2007. They paid \$426 to attorney Nye for costs associated with the last petition. Herb and Dan asked about the survey amount that was taken out of the Aquatic Management line item and Jerry said that the amount reflects a 5% discount. Dan motioned to approve the treasurer's report. Herb seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-03]
- A. Discussion of Bank Loan Payoff** – Bill read off the Bank Loan Payoff Report (see attachment 1) Bill recommended that they pay off the loan when the CD matures in May. After the note is paid, they will have about \$28-30,000 left until they get their next tax income in July. Herb asked if there are any funds set aside for anticipated work like the parking lot. Bill said that it is in the budget, however, if they pay off the note, they will only have about \$30,000 to work with until July. Marty agreed with Bill's recommendation to pay off the loan early.
- B. Board Members Prep for FY2007-2008 Budget** – Bill read off the FY2007-2008 Preliminary Budget (see attachment 2).
- Lake and Beach Maintenance:** The LMC will try to get a budget amount for the installation of a Fish barrier at the Dam. Jerry estimated that the engineering cost alone would be about \$5,000. Steven Larry said that they would not be constructing a barrier above the dam because he contacted Dan Salee (the fishery supervisor) who indicated that Shabbona has a nylon netting that goes out away from the dam about 20' that is failing. It is tearing and is high maintenance. Dan Salee sent some information on Evergreen Lake who is using a fish retention on the other side of the dam on the spillway. Also, the permitting process to get a barrier in front of the dam is so cumbersome that it takes a couple years just to get approval. Marty asked if the barrier would be designed to retain the fish after a heavy rain event or would it be to control natural fish attrition. Steven said that it is a catch after the spillway and then they net them out of there and put them back into the lake. Bill asked if they would need another one off of the spillway and Jerry said that this information from Dan Salee was really recent and they haven't consulted with Joe Rush about it yet. Jerry said that whatever they constructed would have to be far enough down that it would catch whatever would come from the bypass as well. As far as budgeting, they are going to try to come up with something in the next week

or so. He estimates that engineering and permitting costs would be \$5,000 and material would be about \$3,000.

Dan said that the LMC has time to obtain additional information as they are not voting on the budget tonight, rather, they are just going over it. For beaches, Dan wants to look into putting sand at the beaches. At the dam they are planning on doing some weed treatment. Joe Olliges requested that the board budget \$3,000 for the fish and extra for delivery and fuel charges for a total of \$3,500. Silt and bank erosion control – LMC still looking at ILM report to help plan silt basin cleanout.

**Land and Building** – Parking lot - Herb is going to get estimates to find out what it would cost to get lighting put in the parking lot. Herb wants to get an estimate to get a foot of insulation put in the roof to help make the building more energy efficient – so increase repairs and updates from \$2,500 to \$7,500.

**Office Supply and Postage** – Marty wants to get desktop computer for the office, which will cost about \$400. Postage is increased because the LMC is mailing packets to the Lake Shoreline owners.

**Professional Fees** – Aquatic Fees - \$10,000 for Joe Rush. Jerry asked where the money came out of to pay ILM and Bill said that it came out of Aquatic Management. Jerry said that he thinks that there may another outside consultant getting involved in shoreline stabilization planning so he is asking for another \$10,000 for Aquatic Management. Marty said that they will leave it at \$10,000 for now, however, he would like to see the LMC come back with a suggested number for that line item when they present their other numbers. Legal - \$5,000

**Reserve Accounts** – Marty would like to see the reserve account be more specific in what it is used for. Jerry said the LMC is in the process of developing a watershed plan and until they can finish that, they cannot realistically say what that money is going to be used for. After some discussion, the board agreed to have two sub-accounts under Reserve Accounts entitled Dredging and Shoreline Improvements.

**C. Motion to Elect a Treasurer or Temp. Treasurer, Effective May 1, 2007** – tabled until next meeting.

## VI. Old Business

**A. Herb Hill - Status Report - Taylor Township Board ATV Letter** – Herb described the area that the guardrail would be erected at, indicating that the RCD owns 66' of the property that would be affected, with 40' of it already covered by a guardrail. The remaining 26' of RCD property that would need fencing would be about 7.5% of the total amount of fencing installed which in dollars would equal \$255. The RCD could either vote to pay 1/3 of the \$3,400 cost (as previously discussed), the 7.5%, or any percentage in between. Dan motioned to share 1/3 of the total cost of \$3,400 to erect a fence along the Lost Nation property and RCD property by the Township building off of Flagg Road. Bill seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-04]

## VII. New Business

**A. Frank Holzer, NLPOA – Garage Sale Dumpster Request** – The NLPOA asked the RCD if they could put the dumpster that they rent for the yard sale on RCD property, namely the Lake Court Center parking lot. Herb recalled that they used to get a better deal by having it by the road, however, Crystal said that the refuse company rescinded that deal. Joe Olliges suggested that they put it in front of the burn-pile so that it won't interfere with the yard sale. The board agreed to allow the NLPOA to put a dumpster on their property, with the location to be coordinated with Marty.

**B. Herb Hill - Unapproved Shoreline Work Performed in 2006 on Lots 36 & 37 on Oak Lane, owned by Glen Jeffrey** – Herb inspected and took pictures of the work performed in 2006 by Schulze Services without approval from the RCD board. The area that the work covered was 200' long X 14' wide and it was covered with fabric and gravel. Although the work looks very nice, the 1 ½ - 2" river rock that was used is falling right into the lake. Becky sent a letter to the property owner to let him know that he should obtain a permit from the RCD and Herb spoke to Schulze to let him know the

same thing. Jerry asked what the standard was that the RCD has with regard to shoreline stabilization and Herb said that they don't have a standard at this time, however, he would like to work one out, perhaps with the LMC and Joe Rush. In the past, the RCD has approved 12" rock packed against the shore with some type of weed barrier underneath and with plantings on the shoreline above it. Herb said that the only standard that the RCD has is that the owner has to get approval from the RCD when improving their shoreline. Dan said it would be a good thing to bring to Joe Rush for suggestions and asked Jerry if they were working on that. Jerry said yes and right now they are looking at something that will be the most cost effective method and the help the ecology of the lake the most. 12" rock with plastic under it is not it because it offers no absorption of nutrients or chemicals (like lawn fertilizer) that might enter the lake. 3' of plantings in front of it to uptake the nutrients would help it.

**C. Herb Hill – Motion to hold executive session Re: Personnel** – Herb motioned to hold an executive session regarding Personnel. Bill seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-05]

**D. Herb Hill – Request Volunteers for Clean-up Day** – Clean up day is April 28<sup>th</sup> starting at 8:00AM

**E. 2007 Creel Limits –**

Type of Fish	Minimum Size	Limit
Largemouth or Smallmouth Bass	16"	1 Total (Either Species)
Walleye Pike	16"	3
Muskie or Tiger Muskie	48"	1
Northern Pike	Catch and Release Only	
Catfish	12"	3
White Bass	10"	10
Hybrid White Bass	Catch and Release Only	
Crappie	9"	15
Bluegill	None	No Limit
Carp	None	No Limit

Herb asked about the guest passes that the POA's issue for people on the lake and whether the RCD should take over that to control the amount of guests that we have fishing the lake. Joe Olliges said that he talked to the DNR and the only creel limits that they would make anyone follow are the state set limits. He added that as long as a person has a pass and the proper stickers, there is really not much the RCD can do about enforcing it. Don motioned to approve the 2007 Creel Limit Suggestion made by the LMC. Bill seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-06]

**F. Vandalism of LCC Garbage Can** – Marty suggested that they strike it from the meeting in the interest of expediting the meeting.

**VIII. Employee / Committee Report**

**A. LMC** – Around June 1<sup>st</sup> the LMC will be holding a meeting for Lakefront property owners at the Lake Court Center. Mike Robinson asked if the meeting would be for the public or for only lakeshore owners and Jerry said that it was only for lakeshore owners, however, Marty said that anyone could attend.

**IX. Guest Comments – Clyde Lytle** – Clyde said that at a Community bank they are offering a money market account at about 4.10% if the RCD wanted to consider keeping the money on hand rather than paying off the debt early. Bill said that that is something to consider (when they get their next tax payout). Marty thanked Clyde for his suggestion.

**Mike Robinson** – Mike asked the RCD if they issue permits in writing to property owners to put up Docks, if they have a policy in effect regarding docks and if it is on the RCD website and Marty said yes. Mike asked if the RCD allows docks with a roof on them and the board said no.

Joe Olliges – Joe questioned the RCD’s decision to pay off the loan because the rate (5.19%) is so low vs. putting the money into a money market account at 4.10%, especially since the RCD will be incurring some large expenses in the next 3-5 years. Marty said that the money for the loan is already spent and that they shouldn’t look at it as something that they can apply to future expenditures. He doesn’t think it is going to make a difference (w/ regard to their future expenditures) whether they pay it off now or in October, and if they pay off the loan early they will save a little more than they would earn if they put the money into a money market. Bill said that it would be a good idea to consider putting the money that they get from their next payout into one of those money-market accounts.

**X. Recess to Executive Session** – Marty called to recess the meeting to executive session at 9:08PM.

**XI. Reconvene & Adjourn Meeting** – Marty reconvened the meeting at 9:21PM. Bill motioned to increase hourly wages by \$1 per hour for Don Bluemel, Becky Breckenfelder, and Doug Meyers, effective April 6, 2007. Dan seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-07] Bill motioned to adjourn the meeting at 9:22PM. Dan seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-08] **Next Meeting: May 3, 2007**

**April 5, 2007 Motion List**

1. Bill motioned to strike *C. Motion to hold a special meeting in April to approve budget from the treasurer’s report* and to add *E. 2007 Creel Limits* and *F. Vandalism of LCC Garbage Can* to the agenda. Dan seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-01]
2. Dan motioned to approve the March 1, 2007 minutes. Herb seconded the motion. The board approved the motion with Dan, Marty, and Herb voting aye and Bill abstaining from the vote. [04-07-02]
3. Dan motioned to approve the treasurer’s report. Herb seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-03]
4. Dan motioned to share 1/3 of the total cost of \$3,400 to erect a fence along the Lost Nation property and RCD property by the Township building off of Flagg Road. Bill seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-04]
5. Herb motioned to hold an executive session regarding Personnel. Bill seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-05]
6. Don motioned to approve the 2007 Creel Limit Suggestion made by the LMC. Bill seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-06]
7. Marty reconvened the meeting at 9:21PM. Bill motioned to increase hourly wages by \$1 per hour for Don Bluemel, Becky Breckenfelder, and Doug Meyers, effective April 6, 2007. Dan seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-07]
8. Bill motioned to adjourn the meeting at 9:22PM. Dan seconded the motion. The board approved the motion unanimously by roll-call vote. [04-07-08]

### Bank Loan Payoff Report

In May, the RCD is going to be starting FY2007-2008 with about \$73,333.00 in the CD and checking accounts. In July they should receive their first tax payment of about \$70,000.

There is no penalty to pay off loan early

The payoff on the loan as of March 30, 2007 is \$45,402.52. It adds about \$200 in interest each month so by May (when the current CD matures) the payoff will probably be around \$45,800.00

If the loan is paid off in July 2007 with the next tax payment, then the RCD will save about \$2,000 versus paying it off in October 2008.

If the RCD decides not to pay the loan off in July, then the following options are available:

Our current loan Rate is 5.19%.

Current CD earns 2.75% interest. In May the RCD could renew the CD for another 6-month CD at 3.09% interest or a 13-month (\$50,000 or more) at 4.83%, depending on when they would need the money.

<b>CD Choices (Interest Earned)</b>	<b>Loan Interest Rate 5.19%</b>	<b>Difference</b>
<b>Current 2.75%</b>	5.19-2.75%	2.44%
<b>6 month 3.09% (renew in May)</b>	5.19-3.09%	2.1%
<b>13 month (renew in May)</b>	5.19-4.83%	.36%

If the RCD chose not to pay the loan off early and left the money in a CD earning 3.09% interest, then they would earn \$450 as opposed to saving \$2,000.

Current 3-year loan rates are 7.43%; 5-year loan rates are 7.47%.



## FY 2007-2008 Working Budget

### FY2007-2008 BUDGET

<b>FY2006-2007 Income</b>		<b>Insurance</b>	
Accrued Accounts	\$69,322.52	Liability	\$ 8,000.00
Interest	\$1,145.32	<b>Notes Payable - \$45,402.52</b>	
Pop Machine	\$1,145.00	Interest	\$ 3,600.00
Rentals & Misc.	\$4,814.00	Principle	\$ 25,011.00
Taxes	\$136,540.67	<b>Education</b>	\$ 500.00
<b>Total Receipts</b>	<b>\$212,967.51</b>	<b>Lake &amp; Beach Maintenance</b>	
		Beach	\$ 2,000.00
		Dam	\$ 1,500.00
		Dock, Boat and Lake Equipment	\$ 1,000.00
		Fish	\$ 3,000.00
		Silt & Bank Erosion Control	\$ 10,000.00
		<b>Land &amp; Building</b>	
		Mowing (Contr, Repair & Supplies)	\$ 1,000.00
		Parking Lot Project	\$ 13,900.00
		Pop Machine Supplies	\$ 1,000.00
		Repairs & Updates	\$ 2,500.00
		Supplies	\$ 2,000.00
		<b>Office Supply &amp; Postage</b>	
		Equipment and Supplies	\$ 2,000.00
		Lease	\$ 1,200.00
		Postage and Delivery	\$ 1,000.00
<b>FY2007-2008 PROJECTED INCOME</b>		<b>Per Diem</b>	\$ 2,500.00
Taxes	\$137,000.00	<b>Printing and Reproduction</b>	\$ 1,500.00
Money Market	\$450.00	<b>Professional Fees</b>	
CD's	\$49,000.00	Accounting	\$ 1,000.00
Checking	\$24,000.00	Aquatic Management	\$ 10,000.00
LLUD Loan	\$3,000.00	Legal	\$ 5,000.00
Pop Machine	\$1,500.00	Other	\$ 2,000.00
Rentals	\$1,500.00	<b>Utilities</b>	
Misc.	\$1,350.00	Garbage	\$ 2,000.00
<b>Total Projected Receipts</b>	<b>\$217,800.00</b>	Gas and Electric	\$ 5,000.00
		Porta Potty	\$ 1,250.00
		Telephone	\$ 1,000.00
		Water and Sewer	\$ 1,000.00
		<b>Wages</b>	\$ 20,000.00
		<b>Reserve Accounts</b>	
		Future Lake Projects	\$ 86,339.00
		<b>TOTAL</b>	<b>\$217,800.00</b>

/s/ Carl W. Piper  
Carl W. Piper, Treasurer