

Waterville Estates Village District

January 13, 2018 Meeting Minutes

Attendees: Lloyd, Art, Andy, Ann, Judy and Corey

Guest: Mike Hering, Harry Bertino, Jim Murphy

- I. Meeting called to order at 1 pm
- II. Rec Fund Contingency - Tabled until next meeting or when inventory and waste are entered in to Quick Books
- III. TAN - MVSBS will do a TAN for a year

Lloyd stated that the \$439,000 in surplus was not enough. Corey explained the \$439,000 of surplus is for cash flow and that due to being told by the accountants there was \$120,000 being added to the surplus (the \$120,000 was in fact already included in the surplus not added to the surplus) from the compilation and doing capital projects earlier than normal.

Corey explained that we need to have an appropriation for funds to be set aside for surplus for cash flow. Corey will talk to Bart for proper wording of the appropriation so votes understand the intent of the appropriation. More discussion followed about appropriations and cash flow in regards to the surplus.

Discussion then went to capital projects and how the CIF is applied. Art stated that the District has had to pay just as much in repairs before a project is started, Corey confirmed that is true for the last few projects. Discussion followed on being careful of what projects are going to be done in the future. The 2018 projects were reviewed, security system \$10,000 coming from CIF, men's locker room, ladies' locker room, replacing septic pumps that have been in place since

1998 at center and ski area, HVAC, paving with some funds coming from CIF for never before paved roads (lower part of Reservoir Road never before paved).

Lloyd asked about the annual audit, Judy explained that she is waiting on a waste sheets and inventory to be turned in and for her to finish writing up the procedures for the accountants.

Rec Fund Funding - The dues increase and CIF increase, Lloyd discussed the need to have a clear format for owners to understand the need for the increases. Discussion followed on the CIF having not changed in over 35 years and that the CIF is for capital projects

Harry Bertino interrupted the meeting by asked what was the intent of the CIF, is it an Association fee or a District tax? Lloyd tried explain it was an Association fee and both the Association and the District have capital projects. Harry asked where does the authority comes from for the District to use the CIF?

Corey tried to explained to Harry it was all from the voters, when everything was formed it was all under the Association: roads, water and recreation, as Corey was trying to explain Harry kept interrupting and talking over him. Corey explained that the management agreement of the association and the District gives the authority and that is what we are trying to work on now. It was explained that the Board votes on every single item before the funds are transferred and the District does not know what is going to be transferred at the beginning of the year. Harry was shown that the Association does have a record of the vote and the amount. He continued to disrupt the meeting with questions that have been answered numerous times.

Discussion finally went back to the need for the dues and CIF increase presentation, the meeting was interrupted again ~~and then became heated again~~ until Lloyd took control and insisted the only one to talk is who he recognizes to speak only. The discussion then continues, on the presentation to owners and the voting choices that will be added to this vote and future voting.

IV. Adjournment - Art made a motion to adjourn the meeting Lloyd second, meet was adjourned at
2:45 pm