



**LNNLRCD Meeting Date: February 2, 2006 Time: 7:00PM**

**I. Call to Order and Roll Call – Joe called the meeting to order at 7:04PM.**

<b>Board Members</b>	<b>Joe Olliges</b>	<b>-</b>	<b>President</b>
<b>Present:</b>	<b>Jerry Sellers</b>	<b>-</b>	<b>Vice President</b>
	<b>Bill Piper</b>	<b>-</b>	<b>Treasurer</b>
	<b>Dan Dummett</b>	<b>-</b>	<b>Member at Large</b>
	<b>Herb Hill</b>	<b>-</b>	<b>Secretary</b>

**II. Pledge of Allegiance**

**III. Approval of Agenda:** Jerry motioned to approve the agenda with four changes suggested by Joe: Date of Meeting to indicate February 2, 2006 instead of 2005, addition of B. LMC report and C. ILMA Conference under Old Business, addition of B. Lost Nation Security under New Business. Bill seconded the motion. The board approved the motion unanimously by roll-call vote. [02-06-01]

**IV. Approval of Minutes:** Dan motioned to approve the December 15, 2005 minutes. Bill Piper seconded the motion. The board approved the motion unanimously by roll-call vote. [02-06-02]

Jerry motioned to approve the January 5, 2006 minutes. Bill Piper seconded the motion. The board approved the motion unanimously by roll-call vote. [02-06-03]

**V. Treasurer's Report:** Bill read off the treasurer's report. Dan motioned to approve the treasurer's report. Jerry seconded the motion. The board approved the motion unanimously by roll-call vote. [02-06-04]

**VI. Board Member Reports**

**A. Joe Olliges:**

**1. Treadmill –** The treadmill that Clyde and Lois Lytle donated to the RCD has been removed since no one had been using it. Joe spoke to Mr. Lytle, who suggested that it could be donated to the Ogle County Senior Services, who accepted it.

**B. Bill Piper – No Report**

**C. Herb Hill:**

**1. Review RCD Policy on Alcohol Use at LCC –** Herb called Grant Bullis (RCD insurance) to find out what it would involve for them to allow alcohol at the Lake Court Center during events. Marilyn, from Grant Bullis, said that as long as they had the renter take out additional party insurance for general liability as well as host liquor liability (dram shop) for a one time use each time a renter wants to have liquor, then the RCD would not incur any extra insurance costs. Liquor could be served and consumed, but not sold. Joe spoke to Rick Sunberg, also from Grant Bullis, who recommended that if the RCD does allow alcohol at the LCC, that the supplemental policy should cover between \$500-1,000,000 and that it can only be rented to a property owner within the district, not to the public. The cost for such extra insurance ranges from \$250-300 per incident. Bill asked if the RCD has always had the policy of not allowing alcohol on their premises and Joe said that he had Becky pull the minutes from 2002 forward with any information regarding the RCD's policy on alcohol and nowhere on RCD property has it been permitted. Joe read off Becky's report regarding rental activity in conjunction with the new rate increase:

Number of Previously Scheduled Rentals After 2/1/2006 – 4  
(2 fully paid, 2 still owe \$100 balance)

Number of Cancellations – 0

New Rentals at \$150 - 2

One renter, who rented four times last year said that they would no longer rent the facility because \$150 was too much for them. They would have considered renting it at \$100.

Another renter, who rented four times last year, said that they were only able to rent two times this year due to the increase.

Month	# of Rentals	Amount Due	Amount Paid
Jan	1	\$50	\$50
Feb	1	\$150	\$150
March	---	---	---
April	---	---	---
May	---	---	---
June	1	\$150	\$150
July	1	\$150	0
August	2	\$300	\$150
September	---	---	---
October	---	---	---
November	---	---	---
December	1	\$150	\$150
TOTAL	7	\$950	\$650

Joe asked why Herb was bringing this up and Herb said that he has been approached many times over the last year by people who say that they would rent it if the RCD allowed alcohol and so he was bringing it up for the board to consider as a means to increase rentals. Dan mentioned the possibility of them setting a precedence of them allowing alcohol on other properties if they allowed alcohol at the LCC. Joe had asked the insurance company if there would be an increase to their liability insurance if they allowed alcohol at the campground and the agent said no. On the beaches, he recommended that no alcohol be allowed due to the DPH beach code, which prohibits glass bottles on the beaches. Jerry said that the POA's would have to be involved in this as well and Joe agreed, saying that they would have to be added to the policy since their roads would be traversed.

#### **D. Jerry Sellers: No Report**

**E. Dan Dummett:** Dan would like to do tennis court resurfacing – he has an updated proposal from the group that was recommended to the RCD by Woodhaven and other entities. They have some other work to do in the spring and have reduced the RCD's cost substantially because they can piggyback the work. The original proposal was reduced from \$4,200 to \$3,500. He also asked them for a quote to add a wind screen to both back fences, which they quoted \$450 for. Bill asked if this was just for resurfacing, or if it was for realignment of the tennis courts (so that they face North South instead of East/West) and Dan said that it was only for smoothing out and resurfacing of the tennis court with a sport surface made for tennis courts.

**West Beach** – Dan will be replacing a parking post knocked over by the pressure of the snow during plowing. They will be replacing the ropes too as they are getting rotted. Jerry said that originally they were going to have the posts pulled at the East Beach on clean-up day last year – it didn't happen and he would like to see that done. Bill said that he would see if his son might do it in a month or two.

**VII. Employee Reports –** Joe Read off Becky's report (as displayed under Herb's report, above).

**VIII. Old Business**

**A. GASB-34 Update –** The RCD's accountant said that because the RCD is a governmental body, they are required to implement the Governmental Accounting Standards Boards – 34. In their annual report that they filed with the comptroller, it even asks whether they have adopted the policy or not. Jerry had said previously that if the RCD does adopt the policy, then there would need to be an updated report on everything that the RCD owns, with Bill suggesting that each board member perform the portion of the items that falls under their area of responsibility. For example: Jerry – land, Herb – equipment, Bill financial & office. Bill met with Rory Sohn to find out how to begin. One question Bill asked Rory was whether they combine like items together and then depreciate them as a lump or separately and Rory said that you do not lump them together. Any individual item that they paid \$2,500 or more for is an item that can be depreciated. Otherwise it's just a part of the inventory and assets. The accountant said that the dredging that they did a couple of years ago would qualify as an item that can be depreciated. They would take the amount that they spent on dredging and divide it up over how long it would take for it to refill. Jerry asked what the advantage would be on listing things like that as a depreciated item and Bill said he didn't know because they are not a taxed body based on their assets and Jerry said we are not listing the depreciation as an expense on our income statements. Rory said that they need to find out what they paid for the items that they have that are over \$2,500 and divide that amount by the number of years they have owned it to find the depreciated value. Jerry said that he is having the building appraised for fair market value and then they can start depreciating it immediately. Bill said that the only things they have to claim for the GASB are the building, the roads, the dam and a couple of major items.

Jerry read off a proposal for \$700 by Art Johnson to appraise the building. He had called five different appraisers and found out that Illinois has two different licenses that are issued, one for commercial and industrial and one is for single family residential. None of the appraisers that he talked to could do the job, however, three of them recommended Mr. Johnson. Jerry motioned to approve the appraisal proposal by Art Johnson for \$700. Bill seconded the motion. The board approved the motion unanimously by roll-call vote. [02-06-05]

**B. LMC Report –**

**1. LMC Consultant –** Jerry talked to several consultants and is getting close to making a recommendation of hiring a professional consultant to replace Frank Durkin as the Lake Management Committee Chairman. This person would be aligned with the RCD board in making recommendations and planning on what needs to be done with the lake. Jerry will be putting together a report of the recommended chairman's qualifications, a proposal with the costs associated with the consultant, and an overview of Jerry's suggested RCD priorities to the LMC for the other board members to review. He would like to have the board members give him some feed back ahead of time and then he wants it on the March agenda.

**2. Creel Limits –** Jerry would like to see the minimum size of allowable catfish dropped from 16" to 12". Dan asked what kind of depletion of the catfish population would cause by going from 16" to 12". Tim Spelde suggested that the bigger catfish could be thrown back since the 12 inch ones are the ones that taste better and Herb said that the bigger ones pick up more contaminants like Mercury. Tim said that the last time they had a professional carp fisherman out, he was pulling up as many catfish as carp. Jerry agreed, saying that he doesn't have a problem with putting in a minimum and maximum length, however, he feels that the fishery can take the reduction in keep size to 12". Jerry motioned to keep the 2006 Creel limits the same as 2005 with the exception of changing the minimum length of catfish allowed from 16" to 12". Bill seconded the motion. Board approved the motion unanimously by roll-call vote. [02-06-06]

**C. ILMA Conference –** Joe asked the board members to contact Becky to let her know who all wants to go to the annual conference so that they know how many rooms they should reserve. It is being held at the Eagle Creek Resort at Lake Shelbyville in Finley, IL March 9<sup>th</sup> – 11<sup>th</sup>.

**IX. New Business**

**A. Review of Closed Meetings From FY2004 to Present –** part of the freedom of information request that Chuck Jolicoeur made back in December involved his asking for copies of all the closed meetings dating from FY2004 and FY2005 to the present, except for those involving personnel issues. FY2004 runs from May 1, 2003 to April 30, 2004 and FY2005 runs from May 1, 2004 to April 30,

2005. Joe had Becky send to the other board members his recommendations of closed meetings to be released.

Joe motioned to keep confidential the Personnel sections from the July 10, 2003, April 1, 2004, April 29, 2004 and November 17, 2004 closed meetings and to release for public inspection the April 29, 2004 closed meeting section titled Real Estate, John Jemgen house and the November 17, 2004 closed meeting section titled Real Estate, Flagg Road Silt Basin. Jerry seconded the motion. The board approved the motion with Herb abstaining and Joe, Jerry, Bill, and Dan approving the motion. [02-06-07]

Joe motioned to release for public inspection the May 19, 2004 closed meeting sections titled Real Estate – Lots 10 & 11 and Flagg Rd. Silt Basin, the June 3, 2004 section titled Real Estate – Lots 10 & 11 Lost Nation P.O.A., the July 1, 2004 sections titled Real Estate - Babbling Brook and Lakeside Drive and Awards Policy, to keep confidential the Personnel sections from the June 3, 2004, July 1, 2004, and the September 16, 2004 closed meetings, and to keep confidential the February 3, 2005, February 17, 2005, March 10, 2005, March 24, 2005, April 7, 2005, April 12, 2005, April 25, 2005, meetings regarding the Utility Acquisition. Bill seconded the motion. The board approved the motion unanimously by roll-call vote. [02-06-08]

Joe motioned to keep confidential the May 5, 2005, June 2, 2005, June 16, 2005, September 1, 2005, & the November 3, 2005 meetings regarding Utility Acquisition. Bill seconded the motion. The board approved the motion unanimously by roll-call vote. [02-06-09]

Bill asked if they would be charging Chuck Jolicoeur for any of the expenses that they incurred while researching his request. Joe said no, explaining that he checked with the Ogle County Clerk's office and the attorney and the most they could charge is 10 cents a copy. Jerry asked Joe how much time he put into researching the request and Joe said about 10–15 hours.

**B. Lost Nation Security** – Joe received an e-mail from Marilyn Mancini, who is now in charge of Lost Nation POA Security, which reads as follows:

“Last night I met with Chris Stephanich, employed to do roving security for Lost Nation Parks and Roads to review his current duties. In the past the RCD has requested that the Lost Nation Security omit any patrol or jurisdiction of RCD parks, beaches mainly due to rules in which RCD is governed. Would it be possible for you to review and restate in writing the RCD's position. I think this would be beneficial going forward so there are no confusion or miscommunications on the issue.”

Joe said that he feels that until there is unification, they continue on their separate ways in handling their own properties. Jerry would like a position description and working hours of Mr. Stephanich and until they have that information, he doesn't feel that they can make a decision. Jerry said that if someone from outside the community is on RCD property, the RCD can't charge them with trespassing, rather, the Lost Nation or New Landing POA's would have to wait until they went on their roads to call the sheriff to have them arrested for trespassing. Jerry said that the RCD would have to call the IDNR to get people off of the lake, unless they stepped onto the beach, in which we would have to have a sworn police officer.

The board agreed that they would keep things the ways they have been where the Lost Nation POA doesn't patrol RCD properties, however, if he happens to see something happening on RCD property while he is on patrol, he can contact the board members to let them know.

**X. Guests/Public Opinion**  
**(Limit 10 minutes per guest/group. Please hold all comments until this time).**

**XI. Adjourn:** Joe motioned to adjourn the meeting. Jerry seconded the motion. The board approved the motion unanimously by roll-call vote at 8:37PM. [02-06-10]

**Next Scheduled Date: March 2, 2006**

## February 2, 2006 Motion List:

1. Jerry motioned to approve the agenda with four changes suggested by Joe: Date of Meeting to indicate February 2, 2006 instead of 2005, addition of B. LMC report and C. ILMA Conference under Old Business, addition of B. Lost Nation Security under New Business. Bill seconded the motion. Motion approved unanimously by roll-call vote. [02-06-01]
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