

LAKE HOLIDAY BOARD OF DIRECTORS MEETING

January 19, 2010

1. CALL TO ORDER:

The meeting was called to order by President Leidolf at 7:00 PM and opened with the Pledge of Allegiance to the flag.

2. ROLL CALL:

Members present: President George Leidolf, Vice President Cindy Kaminky, Treasurer Steve Condon, Secretary Dorothy Fleming, Directors Cynthia Kaminky, Michael Gaydos, and Greg Wasson. Absent Director: Michael Ivanauskus.

3. ACCEPTANCE OF MINUTES OF DECEMBER MEETING

President George Leidolf asked if everyone had an opportunity to review the minutes of the December 2009 meeting. Vice President Kaminky made a motion to accept the minutes seconded by Treasurer Condon. Motion passed unanimously.

4. PRESIDENT'S ADDRESS:

President Leidolf gave the following address: Recent articles in the Ottawa and Peru newspapers covered the trial of a person challenging five traffic tickets issued by a La Salle County Sheriff's deputy in Lake Holiday where a security officer initially stopped the person. The defense attorney, Kenneth Poris, stated Lake Holiday did not have the authority to make a traffic stop and made a motion to quash the arrest. The judge asked both attorneys to submit written arguments prior to his official ruling scheduled for February 26th.

The legal action against the Association initiated by Attorney Kenneth Poris over a year ago relating to a similar incident is still pending although a request from Poris for an injunction against Lake Holiday was denied last year in the La Salle County Circuit Court.

The Lake Holiday Board of Directors believes the Association has the authority to enforce its rules many of which are intended to protect the safety of our residents. Our security officers have been instructed to continue their enforcement.

We dealt with a change in the neighbor vs. neighbor complaints policy recently. A \$20 fee will be assessed to the complainant if they fail to appear for the scheduled hearing. A number of people were filing complaints and failing to appear resulting in significant lost time for people serving on the Citation Committee and Board. This fee will be waived if the complainant notifies the office 48 hours in advance that they will not be attending.

I encourage all residents of Lake Holiday to vote in the upcoming election on February 2nd. If you feel additional police presence is needed, be sure and vote for the Northville Township Referendum. County and State officials watch voter turnout closely. They need to see that we are taking an active interest in local and state affairs.

5. TREASURER REPORT: Treasurer Condon gave the following report: General Fund total revenues for the month ending December 31st were \$2,052,699, and total expenses and transfers were \$1,675,350 resulting in revenues exceeding expenses and transfers by \$377,348. Expenditures for capital items were \$257,415, which results in revenues exceeding expenses, transfers, and capital expenditures by \$119,933.

Total cash and investments were \$1,545,609 and total fund balances (Association equity) were \$2,841,869 of which approximately \$1,250,350 is restricted for the Road Fund, Capital Reserve Fund, Lake Maintenance Fund, and Operating Reserve Fund.

6. MANAGER REPORT: General Manager Jon Bouxsein gave the following report:

Annual Assessments- By now you should have received your 2010 annual assessment packet. In order to expedite your payment please refer to Tips for Fast and Easy Dues Payment located on the front page of the Lake Holiday News. I also urge any member who may be suffering during these difficult economic times to give our Administrative Services Manager Peggy Savage a call at the office before March 1st for options that are available to you for dues payments. By calling and setting up a plan for dues payment before March 1st you can avoid the late charge and possible lien filing fees.

Office Hours- For members' convenience the Lake Holiday office will be open on Saturday February 20th and Saturday February 27th from 8AM to 4PM for the purpose of collecting dues payments.

Risk Assessment Review- We are going to take part in a risk assessment study by our insurance carrier to identify those areas or practices that may add unwanted risk to our association. Our Property Manager and a representative from our insurance company will tour the association in an attempt to mitigate those risks most likely to trigger a claim.

Primary Voting- As in years past the lodge will serve as a polling place on February 2nd for Districts 3, 4 and 6. If you are not sure where you are to vote please call the LaSalle County Clerk or check your voters registration card for the district you are located in. Please refrain from calling the lodge as the office staff does not have that information available to them.

7. PRIVATE SECURITY REPORT

Chief of Security, Matt Clifford gave the following report as of Dec. 15, 2009 thru January 18, 2010

CALLS TO SERVICE

7 ASSISTS TO LSCO SHERIFF'S DEPT.
2 ASSIST TO OUTSIDE AGENCIES
6 ASSIST RESIDENT
2 CANINE TRANSPORTS TO THE SANDWICH VET CLINIC
2 WELL BEING CHECK
10 CALLS OF SUSPICIOUS ACTIVITY
6 CALLS OF SUSPICIOUS PERSON
11 CALLS OF SUSPICIOUS VEHICLE
46 TOTAL CALLS TO SERVICE

LH 2009/2010 PASS CHECKS

LH PASSES CHECKED IN THE GREEN AREAS / BEACH AREAS
TOTAL 20

FISHING LICENSE CHECKS

TOTAL 11

CITATIONS

1 – OFF ROAD VEHICLE
10 – INOPERABLE VEHICLE
11 TICKETS TOTAL
WARNING CITATIONS
4 – SPEEDING
1 – GUEST POLICY
1 – LEASH RULE
6 WRITTEN WARNINGS TOTAL

In late December, LSCO reported a vehicular accident in the area of Holiday Drive and Reva Lane. LHPS went

to the area until LSCO arrived to take a report.

A resident from the 200 block of Holiday Drive reported a vehicular accident in the area. LHPS contacted LSCO for assistance.

A resident from the 1100 block of Holiday Drive reported theft of holiday light decorations. The resident was advised to contact LSCO for a report.

LHPS located a resident from the 300 block of Cardinal Lane in his vehicle floating in the spillway. LSCO was contacted for a report and the vehicle was removed.

In mid January a resident from the 1700 block of Holiday Drive reported theft of his mailbox. The mailbox was located later in the day by LHPS and the property was returned.

A snowboard was found in the area of the Sandwich Side sledding hill. The item was taken back to the Maintenance building.

8. CLUB REPORTS:

Lake Holiday Ladies Club: Secretary Fleming read the following report submitted by President of the Garden Club, DeAnne Zaeske:

January 12, 2010. There were 37 people in attendance. The refreshment committee consisted of Donna Kieso, Irene Eichert, Shirley Wilkowski, Lee Lenertz and Lois Hamilton. They served a southern dessert and created a center piece from Georgia pecans and peanuts that complemented our program.

The first order of business was the installation of new officers by Jeanne Greenwalt. Those installed include: DeAnne Zaeske, President; Jane Schubbe, 1st Vice President; Lee Lenertz, 2nd Vice President; Cathy Marquett, Secretary; Alice Michalowski, Treasurer.

During the meeting, the members agreed to provide start up funds for the craft group's expenses. They also voted to pay the remaining \$615 in expense for re-finishing of the old and new wood floors in the Lodge.

Donna Daniels presented a very interesting program on "Civil War Fashions". Then Mike Husar explained the policing referendum that will be on the primary ballot in February

Fishing Club: No report

9. COMMITTEE REPORTS:

Lake Committee: John Kosinski gave the following report

The Lake Committee report to the Board for January, 2010 A Bill was introduced this past spring, HB 3817, which would create the Phosphorus Turf Fertilizer Use Restriction Act and the Phosphorus in Water Task force. A goal of the Phosphorus in Water Task force, which would be established by HB 3817, includes drafting a model phosphorus fertilizer ban for municipalities and other local governments. HB 3817 passed the Environmental Health Committee 10 to 4, but it was not voted on by the House, and it was re-referred to House Rules. Rep. Bob Pritchard wrote this information to me. I am asking the membership to contact Bob to keep the moment moving forward. His email address is bob@pritchardstraterep.com. He is up for reelection and I am sure he would appreciate to hear from the membership.

Political Advisory Committee:

Jim Byrne gave the following report: The Lake Holiday Political Advisory Committee met at 5:15 p.m. Tuesday January 5, 2010. Present were members Jim Moran, Don Kaminky, Mike Ivanauskas, Jim Byrne and Manager Jon Bouxsein.

The first item on the agenda was a request to the Lake Holiday board to grant a variance to Rule 2.09 to allow the use of signs within Lake Holiday to endorse the Referendum on Township Policing which will be on the ballot at the Primary Election to be held February 2nd, 2010. The committee voted unanimously to make this request. Members expressed the position that the passage of this referendum is of extreme importance not only to the membership of Lake Holiday, but to all the residents of Northville Township, and that anything that can be done to get out the vote should be done.

The remainder of the meeting was devoted to a discussion of the pros and cons of Township policing and formu-

lating answers to questions that have been or might well be raised by the electorate.

QUESTIONS AND ANSWERS: Is Township policing necessary and if so, why? Unincorporated Northville Township is totally dependent on patrols from the Sheriff's department for its police protection. This area includes all of Lake Holiday, Wildwood, and all of the rural areas. The only areas having their own police are those incorporated areas such as Sheridan and Somonauk.

LaSalle County, the second largest county by area in the state (1200 square miles), is divided into four patrol zones. The Sheriff has only one car on the road in each zone at any one time, due to budget constraints. Each patrol area consists of approximately eight townships. It is obvious that the sheer size of the area makes fast response to a call for assistance very unlikely.

Most of the residents of Lake Holiday and Wildwood have come here from areas that have community policing. Many do not even realize that their new communities do not have a police force but are dependent on private security forces which are extremely limited in the scope of their authority. In any matter involving criminal activity or violation of law, they must call upon the Sheriff's patrol for enforcement.

Expansion and development in the area has increased the population in the last decade and expansion has brought with it the type of undesirable activity common to urban areas. Read the papers and you will see the record of crimes including violence, drugs, gang activity, etc. The element which engages in these activities is well aware of the lack of police presence in our township, making it an attractive location for pursuing their illegal activities. In addition, the increased population has created increased traffic and the consequent increase in serious accidents. These are the types of things an increased police presence will help to alleviate.

What will Township policing cost me? The referendum as set forth by the Northville Township board requests authority to contract with the Sheriff for patrols in the amount of \$70,000. Based on figures obtained from the Township Assessor, this expenditure would cost the average homeowner approximately \$10 per \$100,000 valuation of their home per year. Thus, a home valued at \$150,000 would see a tax increase of \$15; one valued at \$500,000 would pay \$50, etc.

How will the \$70,000 be used and what will it buy? The Northville Township board will enter into a contract with the LaSalle County Sheriff to purchase the services of a deputy sheriff and a fully equipped patrol car (including insurance and fuel). The cost of the patrol is projected to be approximately \$60 per hour. Thus, the \$70,000 will purchase approximately 1,166 hours of patrol. The Sheriff and the township board will decide when these patrols will take place, based on their mutual understanding of when the need for police presence is greatest. The Sheriff has already demonstrated that he is totally flexible regarding the patrol hours. It should be well noted that the purchased patrol hours will be used strictly within Northville Township except in cases of extreme emergency when the deputy may be called for back-up and the patrols will be in addition to the regularly assigned patrol, in no way diminishing it.

What is the status of the long-rumored Sheriff's Substation in Lake Holiday? The substation is up and running in the Lake Holiday Security Building. Patrol Deputies are using the station regularly to file their reports, etc. The substation here relieves them of the necessity of driving to Ottawa to file their reports which results in their having more time in the patrol zone. The presence of the substation in Lake Holiday obviously increases the presence of the deputy in Lake Holiday.

Conclusion: While we all hope that none of us ever has urgent need of police support we realize that sooner or later some of us will. At that time, the cost will appear miniscule. Like insurance or the fire department, police protection must be purchased and paid for in advance. One, two, or five dollars per month seems a small cost to pay for security and peace of mind, does it not? The committee urges the Lake Holiday board and membership to endorse and work for the passage of this referendum. VOTE YES ON FEB. 2

Dam Committee: Jim Moran, Chairman of the Dam Committee gave the following report: The Status Report of Ad Hoc Dam Committee as of January 19, 2010

This report represents a brief summary of the current findings of the Lake Holiday Dam Committee as of January 19, 2010. The Committee met with the Dam Inspectors (Vasconcelles Engineering Corporation) on December, 2009 to clarify a number of questions the committee had posed to the inspectors. The Dam Committee also met on January 14, 2010 after receiving the official Dam Inspection Report 2009, which was based on the October 14,

2009 inspection.

History

Our dam was built in 1965 and suffered a difficult initiation. Just after the completion of the dam this part of Illinois experienced an extended rainy period. As a result the lake filled in only three days. Shortly thereafter it was observed that the core walls had moved from their original position enough to be visibly noticeable. That movement of the core walls left an open gap at the wing walls. Extensive repairs were undertaken and the dam pronounced fixed.

Over the years several deficiencies were noted and repaired. The history reflects those deficiencies occurred in 1970, 1971, 1972, 1978, 2000 and 2006. After the 1970's, only two major problems have been noted and the repairs made, indicating that the effects from the earlier problems may have stabilized.

Although dam inspections have been conducted since the dam was built, the recent dam inspections appear to be more comprehensive. In addition, some of the monitoring devices appear to have failed over the years, thus the discontinuity of the database. More extensive data measurements over the last few years appear to provide a significantly improved basis for evaluation of the condition of the dam.

Current Status and Results

Since the Lake Holiday dam has been in place for about 45 years and the lifetime of this type of structure is generally expected to be about 50 years; an in-depth evaluation of the dam integrity at this time is quite appropriate. However, one should also note that most structures of this type remain in service for many years beyond the original design lifetime. It is usually expected that additional maintenance will be required with an extended lifetime.

The most recent Dam Inspection Report is the most comprehensive report that we have received; and it provides an excellent basis for evaluation of our dam. The major difficulty in our current evaluation is the lack of high quality complementary data over the total lifetime. The general conclusions of the 2009 Inspection Report are summarized as follows:

- Lake Holiday Dam and appurtenances are generally being maintained in good condition.
- Long term issues including wall misalignment and seepage issues are being monitored and addressed appropriately.
- Routine and rare events inspections/observations are being completed and should be continued.
- The dam does not appear to be in imminent danger of failure

Our engineering company, Vasconcelles Engineering, has presented us with a program of repairs and modifications designed to keep the existing dam operational for the next several years. This is not a guarantee but rather an engineering probability. Also, we must keep in mind that there is no apparent imminent danger of failure if we follow the suggested maintenance actions. The 2009 Inspection report listed 51 items that were addressed in this inspection. Following is a quantitative list of the recommended actions:

- 1 item: Immediate maintenance/Regular observation
- 11 items: Minor maintenance required
- 14 items: Maintain regular observation
- 4 items: Good condition
- 15 items: No evidence of a problem
- 3 items: Not inspected
- 3 items: Not applicable to this dam

The Committee has come to a preliminary conclusion that there are three primary options for addressing the dam issues:

- Replace existing dam in the near future with a new dam
 - o Estimated cost ~\$9.7 M
 - o Requires complete lake drawdown for over a summer (year)
- Major repair /modification to existing dam (Includes parts 1 & 2 in Attachment A – Major and minor repairs)

- o Estimated cost ~\$4.9 M
- o May require complete lake drawdown for over a summer (year)
- Maintenance repairs on existing dam (Includes only part 1 [minor repairs] listed in Attachment A)
 - o Estimated cost ~\$0.2 M (in near term)
 - o Does not require complete lake drawdown

The committee is preparing an assessment of various advantages/disadvantages of each option such as economic effects on home values, effects on fish habitat, dam lifetime, etc.

The determination of the best solution to the Lake Holiday dam issue is quite complex and it will have a major economic impact on the association members. It deserves an extensive and thorough evaluation before a supportable recommendation can be made.

A summary of the cost estimates obtained from the engineering firm for the various construction/maintenance projects is contained in Attachment A. A preliminary assessment by the committee of the costs, time schedules and impacts on the lake and community are presented in Attachment B.

Attachment A The cost estimates below are listed in the order of their chronological and maintenance priorities:

Part 1 Maintenance Repairs

Repair the existing Piezometers and Inclinometers.	\$ 5,000
The reduction of wall joint leakage and installation of joint seals and drains.	
Video of drains	\$ 2,000
Design of modification	\$ 3,500
Installation of fabric lined pipe	\$ 6,300
Flexible grout injection at joints	\$15,000
TOTAL	\$26,800

The reduction of the potential for sand boils.

Soil boring and analysis	\$ 7,000*
Design of modifications	\$10,000
Installation of relief well	\$50,000
Property rights acquisition	\$ 6,000
Installation of outlet drain	\$36,000
TOTAL	\$109,000

*May not be necessary due to the location of the previous boring

The assessment and replacement of the existing toe drain.

Video of drains	\$ 3,000
Soil borings and analysis	\$ 6,000
Design of modification	\$10,000
Installation of new drains	\$40,000
TOTAL	\$59,000

These operations listed above will not require a permit Total \$199,800

Part 2 Major Repairs

The following operations will require a permit

The improvement of the stability of the cracked stilling basin floor

Soil boring and analysis	\$ 8,000
Design of modification	\$ 75,000
Installation of tie down anchors	\$ 180,000
Additional floor slab thickness	\$ 270,000
TOTAL	\$ 533,000

The modification of the spillway(s)

Soil borings and analysis	\$ 7,000
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Design of Modification	\$ 15,000
Excavation and emergency spillway reseeding	\$ 78,000
	TOTAL \$ 100,000
The correction of the 2:1 slope in the upper portion of the dam embankment	
Soil borings and analysis	\$ 12,000
Design of modifications	\$ 25,000
Flatten slope	\$ 95,000
	TOTAL \$ 132,000
Reduction of seepage flows in the foundation materials	
Soil borings and analysis	\$ 50,000
Design of modifications	\$ 350,000
Grout injection along the embankment	\$1,000,000
Grout injection along spillway	\$2,500,000
	TOTAL \$3,900,000
The total cost estimate for those repairs requiring a permit is	\$4,665,000
The total project cost estimate is	\$4,864,800

Upon completion of this complete repair and maintenance project (both parts 1 & 2) we will have an upgraded stilling basin and foundation however a great part of the existing dam structure will still be 45 years old. Attachment B will be presented as soon as it is completed.

President Leidolf stated that we should note Director Ivanauskus is now present.

Vice President Kaminky inquired if any of the repairs noted in this report are to be done. General Manager Bouxsein stated that we are making any repairs that are noted by the annual Dam inspection but are waiting on these future recommendations until we decide which path to take so we are not making repairs that may not be necessary due to the different construction goals. Director Gaydos, Liaison to the Dam committee, stated that if any of these repairs are of immediate concern they will be addressed and that the Dam committee plans to meet monthly to thoroughly research the best way to address the Engineering recommendations. General Manager Bouxsein stated that at this time, we have \$273,000 in the 2010 budget for Dam repairs and an additional \$109,000 in Capital Reserve for future Dam work.

Recreation Committee:

Secretary Fleming read the following report submitted by Sharon Shepard:

The Lake Holiday Recreation group held a skating party on Jan. 9th at the Multi Purpose court; several families attended and had a great time with our own Frosty the Snow man(aka) Scott McBride, we would like to thank Scott for being a great Frosty, skating with the kids and being a great snowman help the festivities of the day. Thank you to Sue Bukvich for sewing our great costume, volunteers. Sharon, Tom, Phillip and Michelle Shepard, served hot coco and treats to the Lake Holiday Skaters! The Chili Cook off is well under way, and is scheduled for Saturday Jan 30th, 5-7 pm. There is still time to enter your Chili, this year's entries will receive a professional Chef's hat, if you don't enter a chili, please bring a dish to share. Bring your own adult beverages, the recreation group will sell pop, Music, Trivia, and videos, celebrating the 60's will round out the night... 4 New Chili Judges this year! Cash Prizes and More! Elmo Day is just around the corner, celebrate Valentines Day with Elmo at the Lodge, Saturday, February 13 breakfast or lunch tickets are available for \$5.00 each. Sing and Dance with Elmo, make a valentine Craft, call Sharon 815-474-9292 or Kathy 815-739-2494 for tickets and info.

10. NEWSPAPER DEADLINE—January 25

It is also noted that due to the Lodge will be a polling place on the February 2 thus the Work Session in February

will be on the second Tuesday, February 9th.

11. MEMBER FORUM: None took place

12. OLD BUSINESS:

13. NEW BUSINESS:

14. DECLINE TO PURCHASE PROPERTIES AND APPROVE NEW MEMBERS:

Vice President Kaminky read the following name to be to be approved as of January 19, 2010 Membership Applications to be approved

House 305	\$366,500
House 786	\$100,000
House 1490	\$214,000
House 1633	\$158,000

Vice President Kaminky then made a motion to decline to purchase the lots as read and to approve for membership the individuals proposed in accordance with the provisions of the Lake Holiday Property Owners Association; and, upon successful real estate closings and the payment of all required fees and assessments. Motion was seconded by Director Ivanauskas. Motion passed unanimously.

15. APPROVE NEW RENTERS:

Vice President Kaminky read the following applications for Lease of Residential Lots to be approved as of January 19, 2010

House 1633
House 1873

Vice President Kaminky then made a motion to approve the lease of residential lots as read, to approve the lease of residential lots as read, also in accordance with the provisions of the Lake Holiday Property Owner's Association. Motion was seconded by Treasurer Condon. . Motion passed unanimously.

16. Adjourn official meeting:

Motion to adjourn was made by Treasurer Condon and seconded by Director Gaydos. Motion passed unanimously.

Member forum:

A member stated that the upcoming Referendum by Northville Township is a good opportunity for Lake Holiday to gain more La Salle police protection. Yes, Lake Holiday members will pay most of the cost but they will also gain more protection. It has been said that we are already paying for this protection but we are already receiving our fair share from LaSalle County. The Sheriff cannot give any more coverage due to budget constraints. I highly recommend that we vote for this referendum. The PAC committee has divided Lake Holiday into 21 areas and is going door to door to get the accurate information about this referendum to the residents, if anyone is willing to help in this process please contact us.

A second item he wanted to address was the Dock Rental Policy. The article printed in the January newsletter states that the Lake Holiday Directors encourage those members who wish to obtain the private seasonal usage of a docking facility contact the Lake Holiday Marina for leasing information first and if no suitable arrangements can be made to then apply for one of the limited rental docks that will be made available by the Association for 2010. He stated that the Association receives the full dock rental fee for the Association docks and should encourage members to first apply for these docks.

With no further comments, meeting ended at 8:50.

Respectfully submitted,

Dorothy Fleming, Corporate Secretary

Approximately 14 members in attendance

