

Sunset Lake Association

P.O. BOX 61 • GIRARD, ILLINOIS 62640 • PHONE: [217] 627-3232

NOTICE OF ANNUAL MEETING

AUGUST 26, 1994

The annual meeting of the membership of Sunset Lake Association will be held at the St. Parick's Church (Meeting Hall), West Center and Eighth Streets, Girard, Illinois on Friday, August 26, 1994 at 7:30 p.m. to receive reports from officers and committee chairpersons, to elect three (3) Directors at large from the Class "A" Membership, to adopt an operating budget for the calendar year 1995 and to transact any other business that may be properly presented at this meeting.

Three (3) Directors will be elected for terms of three (3) years each. Nominations will be made from the floor. If any member is interested in serving as a Director or has any questions, feel free to contact the office.

The following By-Law change and resolution are to be voted on:

- 1) ARTICLE II SECTION 3 (Annual Meeting)
- 2) Silt Management Pre-Payment Installment Date Resolution
(SEE BACK OF PAGE)

The treasurer has prepared and the Directors have approved a proposed operating budget for the calendar year of 1995 (copy enclosed).

If you cannot be present at the annual meeting, a proxy form is enclosed in which you may execute a proxy in favor of a Class "A" member who will be present. Please mail the executed proxy to the Secretary, Sunset Lake Assn., P. O. Box 61, Girard, IL. 62640. Proxies may also be turned in at the annual meeting. In accordance to the By-Laws, a member can vote only one (1) proxy in addition to the member's own vote.

Registration for the meeting will start at 6:30 p.m. and the meeting will start promptly at 7:30 p.m. Hope to see you there.

Respectfully yours,

Glenda M. Sutton

Board of Directors
Glenda M. Sutton
Secretary

Encl: Proxy Form, Proposed 1995 Budget
Comparison Report, Cash Position
Membership List, Accounts Receivable List
Memos

SUNSET LAKE ASSOCIATION

AUGUST 26, 1994

ANNUAL MEETING

AGENDA

CALL TO ORDER

DETERMINATION OF QUORUM

APPROVAL OF MINUTES OF - ANNUAL MEETING August 20, 1993

- SPECIAL MEETINGS September 23, 1993

May 19, 1994

PRESIDENT'S REMARKS

- BY - LAW CHANGE - CHANGING ANNUAL MEETING DATE

VOTING ON - INSTALLMENT DATE RESOLUTION

COMMITTEE CHAIRPERSON'S REPORTS:

AQUATIC CONTROL, RECREATION & WATER SAFETY	WARD WALKER
BUILDING & CONSTRUCTION	BOB FISH
FARM MANAGEMENT	JOHN EARLEY
FINANCE & PUBLIC RELATIONS	SHARON LINDSAY
LEGAL & LITIGATION	FRANK GIBBONS AL TRETTER
ROADS & GROUNDS MAINTENANCE	HENRY SUTTON
SANITATION, SHORELINE & BOAT DOCKS	KEN PHILLIPS
WATER QUALITY, SOIL CONSERVATION & RESTORATION	RAY REARDON

QUESTIONS & ANSWERS

APPROVAL OF 1995 BUDGET

ELECTION OF DIRECTORS

OLD BUSINESS

NEW BUSINESS

ADJOURNMENT

SUNSET LAKE ASSOCIATION
1995 BUDGET

REVENUE:

General Assessments - \$173.65 per lot (314 lots)	\$ 54,526.10
Bulding Permits	500.00
Fines & Penalties	300.00
Interest	1,200.00
Transfer Fees	2,500.00
Boat Permits (Year 1)	5,000.00
RV Permits	35.00
Cablevision	1,400.00
Earned by Maintenance Man	850.00
Other Receipts	<u>2,800.00</u>
Total Revenue	<u><u>\$ 69,111.10</u></u>

EXPENDITURES:

Patrol & Maintenance Man's Salary	\$ 20,000.00
Secretary's Salary	8,000.00
Legal & Accounting Fees	6,000.00
Office Rent	1,200.00
Postage, Printing & Office Expense	3,000.00
Maintenance: Lake	1,000.00
Roads	4,000.00
Grounds	800.00
Shoreline	500.00
Equipment	1,800.00
Conservation & Watershed	1,000.00
Gas & Oil	1,800.00
Maintenance Expense & Supplies	200.00
Fish Stocking	1,000.00
Utilities	3,000.00
Insurance	7,626.00
Employment Taxes	2,185.10
Property Taxes	3,000.00
Misc., Interest, Mileage & Etc.	500.00
Equipment Reserve	<u>2,500.00</u>
Total Revenue	<u><u>\$ 69,111.10</u></u>

SUNSET LAKE ASSOCIATION

AUGUST 26, 1994

The annual membership meeting was held on Friday, August 26, 1994 at the St. Patrick's Meeting Hall, Girard starting at 7:30 p. m. with all Board Directors present plus the attorney, Stuart Dobbs.

President Frank Gibbons stated that a quorum has been reached with 66 members present plus 21 members represented by proxy making a total of 87 Class "A" members eligible to vote.

Upon request from Henry Smith #130, Pres. F. Gibbons read the May 19, 1994 special meeting minutes.

A motion was made by Clem Charles #6,#7 and seconded by Bob Slagle #55,#57 to approve the annual minutes of August 20, 1993, the special minutes of September 23, 1993 and May 19, 1994 as written. Motion carried.

Under President's Remarks, F. Gibbons explained the issues the membership would be voting on, invited everyone to the EPA Lake Management Workshop on September 10th, stated that there will be pontoon rides available all day, food would be offered by the Lions Club, seminars and speakers schedules all day on a variety of subjects plus prizes would be given. As this is costing the Association nothing, he hoped members would consider volunteering their time to help with this event to assure this is a success. Gibbons complimented Bill Hohimer, maintenance man, on the good work he has done on the Island and on painting the shed. He reported that Henry Sutton's company is going a great job on the west side rip rapping work, he has had concerns on trees at the lake becoming diseased and dying, the Coop-Extension agency for Macoupin County are sampling trees showing this problem and are working with a State Forester to solve this problem and stated any member could contact this agency to get help with their trees.

A motion was made by Jim Rice #219 and seconded by Clem Charles #6,#7 to adopt the By Law change on Article II Section 3 (Annual Meeting) which changes the meeting date to the third Thursday in October starting in 1995. Motion carried by voice vote.

A motion was made by Clem Charles #6,#7 and seconded by Floyd Volz #232,#233 to accept the resolution changing the Silt Management Pre-Payment Installment Date from September 30th to December 1st. Motion carried by voice vote.

Under Aquatic Control, Recreation & Water Safety Committee, Ward Walker reported the water quality has been kept under control from algae, EPA representatives are very impressed with our small lake and with what small budget we use, that was one reason they asked for our cooperation to hold a Lake Management Workshop on our lake. The fish budget has been set for this year, but he had a \$1,000 worth of crappie stocked in lake this year and would like to see more be stocked. Some members suggested starting a crappie fish fund for donations from members or anyone interested in helping stocking the lake, therefore a fund has been established and any funds will be appreciated. The West Side Shoreline Rip Rapping Project is being completed by a different company for the water side and is looking good. Walker also asked for any volunteers to contact him for helping at the Workshop and appreciated everyone's help in obeying the boating rules.

Under Building & Construction Committee, Bob Fish reported on 3 new houses, several garages and boat dock being constructed. He explained the need to update surveys to help lot lessees find their lot lines, therefore a rule was made that a new survey will be needed before transfer of property will be accepted. The subject of installing natural gas at the lake was investigated with two local companies, only one company, CIPS, gave an estimated amount of \$300,000 would be Association's expense, therefore the Board was not pursuing at this time due to the high cost.

Under Farm Management, John Earley reported on the farm land is now in use as a retention site with the Silt Management Project, the 1993 farm crop was soy beans, the farming tactics were changed from a tenant program to the association hiring farm machinery and operators to work farm land with a no-till type of farming, the profits have doubled since this type of farming has been utilized, the 1994 crop is wheat to be harvested in the spring, approximately 1,300 straw bales will be baled and stocked for the use at the retention site, there will be a 2 - 3 year hiatus until silt project is over and farm land can be farmed again, but possibly a partial hay crop can be sowed and harvested for additional income.

Under Finance & Public Relations, Sharon Lindsay reported the Sunset Lake yard sale was very successful and the Board decided to have an annual yard sale on the third Saturday of May. She also stated everyone was sent a copy of the 1995 Budget and Silt Project Budget for their review.

Under Legal & Litigation Al Tretter reported on changing insurance agents in order to stay with the same insurance company. Stuart Dobbs, attorney, reported on the status of the two pending cases the association has in court, the Spence/Allen case will go to court on September 14th with the judge deciding the

case; the Wyatt case has tentatively been settled subject to the completion of the dredging program next spring. Members questioned the reasons for settling the case with Wyatt, Dobbs and Gibbons explained why settling the case was more cost effective and the best solution for everyone involved.

Under Roads & Grounds Henry Sutton reported on resigning from the Board of Directors but will continue with the Silt Management Project until completed and thanked everyone for all their support he received over the last six years he served. He stated because of unavailable road chips, the oiling and rocking of the roads will be held up until September 2nd with the prices being the same as the last six years, there will be no oiling of private driveways as there was not enough time to organize, the retention site for the Silt Management Project is 85 - 90% completed with about 12" to go, straw bales are stacked and ready for use, safety fence has been purchased for a good price and is ready to be installed when needed.

Under Sanitation, Shoreline & Boat Docks, Ken Phillips reported on examining 42 rip rapping jobs, 35 sanitation systems and 19 boat docks throughout the year, attended the Illinois Lake Management Asso. annual meeting in April and was able to view the Decatur sludge removal project site plus meetings on rip rapping shorelines, it was very worthwhile to attend, also discussed the association's new rule which stated sanitation septic systems should meet Macoupin County's recommendation.

Under Water Quality, Soil Conservation & Restoration, Ray Reardon reported on receiving free water sampling kit through the EPA Dept., it only cost us postage to mail in the samples, this is the third year for the IL. Volunteer Water Monitoring with Ward Walker, Paul Erley and Lou Long great at volunteering to do this project, the test show very good results on our water quality, the EPA gave W. Walker and P. Erley plaques showing their appreciation in volunteering. Also Reardon has brochures here available for members to read about the problems zebra mussels can cause in lakes and some preventive measures one can take to help prevent them from interfering our lake.

Under Questions and Answers, a question about when the dredging program would be started.

H. Sutton stated that a perspective contractor has showed interest in working on our lake with plans to start dredging in late spring. J. Earley stated that it is best to wait and start next year due to the need to start green vegetation on the berm of the retention site.

Jim Rice, #219, asked questions concerning the yearly salary of the Patrolman on the proposed 1995 Budget, he seemed to think this amount was too low for all of the work that is required of the Patrol/Maintenance Man.

After some discussion, a motion was made by Jim Rice, #219, and seconded by Ward Walker #152 to increase the 1995 budgeted Patrolman's Salary to the amount of \$20,000 a year plus increase the 1995 budgeted Secretary's Salary to \$8,000 a year. Motion carried by voice vote.

After some refiguring on Budget totals, a motion was made by Jim Perry #26 and seconded by Lois Fish #110 to change the general assessment total by assessing \$173.65 per lot in order to cover the increases on salaries. Motion carried by voice vote.

Under Election of Officers, F. Gibbons opened the floor for nominations.

A motion was made by Bob Slagle #55,#57, and seconded by Lou Long, #223, to nominate Sharon Lindsay. Motion carried.

A motion was made by Bruce Davis, #157, and seconded by Bob Slagle #55,#57, to nominate Al Tretter. Motion carried.

A motion was made by Clem Charles to nominate Gene Roseberry, but was dropped due to Roseberry declining.

A motion was made by Gene James, #19, to nominate Bob Slagle, but was dropped due to Slagle declining.

A motion was made by Bob Slagle #55,#57 to nominate Gene James, but was dropped due to James declining.

A motion was made by Frank Gibbons #113, and seconded by Lois Fish #110 to nominate Lou Long. Motion carried.

A motion was made by Bob Slagle #55,#57, and seconded by Clem Charles to close the nominations. Motion carried.

A motion was made by John Earley #8, and seconded by Henry Sutton #195, to elect all of the nominations by acclamation. Motion carried.

A motion was made by Clem Charles #6,#7 and seconded by Shirley Erley #89 to adjourn the meeting. Motion carried.

Adjournment at 9:15 p.m.

Glenda M. Sutton
Secretary

SUNSET LAKE ASSOCIATION

ALPHABETICAL LIST OF MEMBERSHIP

SPECIAL MEMBERSHIP MEETING - MAY 19, 1994

		MEM"SHIPS	PRESENT	PROXY
Alderson, Robert & Delores	188,189	2	2	2
Aneloski, Raymond & Marvella	212A,213	2	2	
Appelbaum, Stewart & Karen	59A			
Archer, Era Marie	35			
Avart, Rosalee	24		1	1
Babicky, Stephen & Marian	200		1	
Babicky, Thomas & Mariam	201		-	
Barnes, Darren & Michele	215A			
Barnes, Gary & Becky	175			
Bell, Marshall & Bonnie	87,87A	2	2	
Berk, Robert & Laura	85,86,88	3		
Berry, Dalphia Tom	245			
Berryman, Brett	239		1	
Bettis, Eldon & Hilda	141			
*Blair, Hobart D.	91,92,94			
Blankenship, Lester & Susan	203			
Blankenship, Mike & DiDonato, Mike	115,116			
Bodnar, Mary	180		-	
Boyd, Kenneth & Janis	270			
Boyle, Robert & Zummo, Anthony	198		-	
Brant, Dr. Jerry D.	45			
Bristow, Earl	81			
Bristow, Melvin & Pearl	178			
Brockmeyer, Don, Yvonne & Patty	179			
Brooks, Lester & Phyllis	228			
*Bunchman, Don	49C			
Burg, Edward & Bernadine	101,101A	2	2	1
Burgess, Donald & Millie	229,230		1	
Burton, Robert & Patricia	269			
Busby, Charles & Nancy	172		-	
Camp, Dennis & Trula	287			
Carroll, Michael & Laura	71,72	2		
Charles, Clement & Terri	6,7	2	2	1
*Cheek, John & Carol	109			
Clark, Charles & Jeanette	117			
Clark, Frances M.	254,254A		-	
Codron, Adolphe & Margaret	2A			
Colvin, George & Mary	119			
Coultas, James & Don	78			
Cox, Brad	103			
Crawford, Mary	148			
Crocks, John & Shelby	104			
*Cully, Thomas & Leslie	270A			
Daugherty, Peggy	169			
Daugherty, Jack	170			
*Davidson, Stephen & Carol	60			
Davis, Bruce O.	157		1	
Davis, Clarence & Anna	183			
*Day, Keith	21,22,22A			
Donato, Roy & Cheryl	264			
Donato, Mike & Blankenship, Mike	115,116		1	1
Dodge, Charles & Donna	70A,70B			
Dopp, Mary	108			
Drake, Sam	111			
*DuBois, James & Emma	163			
			16	6

LAKE ASSOCIATION
 MEMBERSHIP LIST

DATE 1-1993

- Dullenty, Maurice & Janice
- Earley, John & Jeanette
- Erley, Paul & Shirley
- Ess, Mae C.
- Farnam, Edna
- Fickas, Raymond, Eva
- Finney, Dr. Phillip & Karen
- Fish, Robert & Lois
- Fitzgerald, John & Mary
- Ford, Glenn
- Foster, Robert & Carole
- Galvan', Gabriel & Marilyn
- Garbin, Charles
- Gates, Fred & Charlene
- Gibbons, Frank & Shirley
- Glatz, Frank & Dorothy
- Gordon, John & Sandra
- Gray, Warren & Dorothy
- * Gray, William & Suzanne
- Grider, Darrel & Collette
- Groesch, Robert & Stevens, Shelly
- Hagen, Fred & Shirley
- Hall, Joe & Ethel
- Hallberg, Ronald & Rhona
- Hammond, Gary & Janet
- Hanauer, Robert & Annamae
- Harmon, Laurie
- Harmison, Berniece
- Harris, William & Emma
- Hart, June
- Hartley, James & JoAnn
- Harvey, LaVern & Kimble, Laura
- Haynes, Earl K.
- Hedrick, Dr. W. O. & Helen
- Heinz, Margaret
- Hendricks, Elinor
- Higginson, James & Leona
- * Higginson, Michael & Gayle
- Hill, Robert & Patricia
- * Hines, Olyn & Lorraine
- Hohimer, Bill & Maxine
- Holcomb, ~~Ada~~ Joy
- * Homer, Mark & Brenda
- Hott, Eileen
- Howington, R. Jr. & Hawley, Joyce
- Hughes, Thomas & Susan
- Humphrey, Martha
- Hyatt, James & Yvonne
- Jacober, Walter
- Jacoby, Russell & Eva Lucille
- James, Loyd & Donna
- Jenkins, Bradley & Sherry
- Jenkins, Donald & Donna
- Jennings, Florence
- Jennings, Roger & Judy

MEM'SHIPS	PRESENT	PROXY
166B		
8	/	/
89	/	/
128	/	
150,150A		
167,167A	2	
162	/	/
110		
37		
156		
194		
122,123	2	2
274	/	/
158	/	/
113	/	
248,260		
36,36A	2	
209		
226		
41,41A		
126		
65,65A		
159		
275		
46		
50		
77		
30		
105,106		
133,134		
192		
242	/	/
28		
30A		
174		
251		
67		
143		
161		
68	/	/
155		
258,259		
96,96A		
73,74	2	
271		
48		
121,121A	/	/
124		
81,79,80	3	4
184,185,186,187	4	
19	/	
118	/	
100,100A		
207		
205,206	2	
	18	9

ETICAL LIST

2 -

- Paisley, Carol
- Parscenski, Paul & Patricia
- *Payne, Joyce & Chuck
- Perry, James & Marcia
- Pharris, Mrs. Kenneth
- ~~Phillips, James & Nancy~~
- Phillips, Kenneth & Sandra
- Pickett, James & Mary
- Pietsek, Carl & Arlene
- Pintar, John
- Pitchford, Roscoe
- Power, James & Patricia
- ~~Pratt, Robert~~
- Prentice, Helen
- Ramsey, Charles & Mildred
- Reardon, Raymond & Lori
- Reilly, Joseph & Rosemary
- Rice, James & Lorna
- Rice, Ronald & Jeanie
- *Robbins, Robert & Rebecca
- Roberts Jr., Mark
- Robson, George Richard & Patty
- Rogers, Jay & Diane
- Roseberry, Gene
- Rule, Lee & Juanita
- Ruzic, Robert & Zelma
- Sandidge, Lorraine
- Scharfenberg, Dan & Elaine
- Schwandner, John & Carol
- Scott, Clyde & Gladys
- Scott, Edith
- *Secrist, William & Sharon
- Seman Jr., Lester
- Shackleford, Henry & Janet
- Shaffer, Robert & Brenda
- Shewmaker, Clara
- Slagle, Robert & Doris
- Slagle, Scott & Kim
- Smith, Andrew & Marie
- Smith, Charles & Norine
- Smith, David & Nancy
- Smith, Edwards & Donna
- Smith, Henry & Peggy
- Smith, Kevin
- Smith, Ronald & Mary
- Smith, Steve
- Smith, Vernon L. & Linda
- Snell, Ed & Delores
- Spence, James & Carol
- Spence, Lester & Helen
- Standen, Nancy
- Stankoven, Steve & Mary
- Stansberry, Ray & Karen
- Stead, Mary
- ~~Stevens, Shelly & Groesch, Robert~~
- Stewart, L. Jane
- Strutz, George & Marie

	MEM'SHIPS	PRESENT	PROXY
153		/	
166A			
145,146	2		
26			
168			
249		/	/
190		/	
59			
93			
44			
160		/	
256		/	
13			
252			
164		2	2
256A,257	2	/	/
211		/	/
219			
237,237A			
142			
224			
154,154A	2		
135,135A		/	/
33		/	
222			
171			
147			
240		/	/
125		/	/
84		/	
112,112A			
212			
16			
151,151A,151B	2	2	/
61			
246A		2	
55,57	2	/	/
23			
202			
32			
42,43	2		
54		/	/
130			
99			
246			
99A			
211A		/	/
286			
176,177,177A	2	2	/
262,262A			
53		/	/
173A		/	/
265		/	/
107			
128			
64		/	
140			
		27	16

		MEM"SHIPS	PRESENT	PROXY
Tavernor, William, Toni	276			
Sons, Robert & Teresa	277		—	
Michelich, John & Helen	254, 254A	2		
Strutz, Victor	225		/	/
Sunset Lake Asso.	82, 83			
Sutton, Henry & Karen	195		/	/
Swift, Vi	174			
Sykes, Rachel C.	69			
Szyski, Donald & Margaret	16A		/	
Talla, Geraldine	244		—	
Thomas, Francis & Rita	181			
Thomas, Paul & Lucille	17		/	
Thompson, Robert & Jean	220		—	
Tomazic, Sharon	173			
*Trapp, Robert	97			
Tretter, Albert & Geraldine	34		/	/
Tucker, Larry	9B			
Turnbull, Thomas & Betty	138, 139	2		/
Turner, Ardell & Ruth	25		/	
VanDyke, Verlyn & Viola	191		/	
VanHuss, Carl & Pauline	38			
Volz Jr., Floyd	232, 233		/	/
Walker, Ward & Loudene	152		/	/
Waughop, Allen & Susan	236			
Weller, Bruce	247			
Weller, Elvin & Darlene	223A			
Weller, Ronald & Evelyn	241			
Werry, David	217			
Westendorf, Mark	56			
Whitlow, Regina & Wingo, Marven	51		/	
Wilkin, Patrick & Debra	10		/	
Williams, Drury	167B			
*Williams, James W.	95			
Williams, Bill & Carolyn	75, 76, 76A			
Williamson, Daryll & Nancy	18			
Wilson, Carl & Julia	196			
Wonaroski, Marcella	218		—	
Woodrum, Billy & Patricia	47			
Woods, Lewis & Jacqueline	204		/	
*Wooten, Charles & Mary	231		—	
*Wyatt, James & Cynthia	1			
Yaris, Gary & Patty	214			
Young, Hing & Bertha	266			
Zellmer, Jeff & Clarice	49A			
Zernate, Vincent & Nell Jean	253			
Zummo, Anthony & Boyle, Robert	198			
Ford, Nancy, Croteau, Robert	180		/	
Volz, Ken & Peggy	9B		/	
Hansen, Ingrid	29			
Dunham, Robert & Shirley	39, 40	2	2	
Divjack, Gerald & Mary	239			
Kehrer, Denis & Judith	9			
Grothaus, Robert & Cynthia	249			
Baker, Wayne & Janice	62		—	
(more) Devine, Kissindra	144		—	
Green, C. B. & Norma	238		/	
Zummo, Anthony	197		—	
Toomey, Patrick & Cynthia	38			
			17	5

(more)


RESOLUTION OF SUNSET LAKE ASSOCIATION
APPROVING SILT MANAGEMENT PROGRAM
ADOPTED BY BOARD, AND PROVIDING FINANCING

Be it resolved by the Membership of Sunset Lake Association, at a special meeting called on May 19, 1994 on due notice as required by the bylaws, a quorum being present:

That the silt management program adopted by the Board of Directors of the Association on May 3, 1994, be approved;

That the Board of Directors is empowered to establish a line of credit, and borrow sufficient funds to complete said project not to exceed One Hundred Thirty-five Thousand Dollars (\$135,000.00) and provide collateral therefore, including placing a mortgage on the Association's unleased land, and assignment of future assessments approved by this Resolution, and any other reasonable conditions which the Board approves;


That the Board of Directors is empowered to include in each successive annual budget, an assessment of each lot of the Association not to exceed One Hundred Dollars (\$100.00) annually starting in 1995 for six (6) years specifically for this project;

That the Board of Directors may devote any funds accumulated by any special assessments for this purpose previously collected, and the Board may use the funds remaining in the Dam Repair Fund to this purpose;

That the Board of Directors may also borrow Forty Thousand Dollars (\$40,000.00) to aid in the purchase of a dredge, at least the equivalent of a Mudcat SR810 and pipe and parts, and sell the same upon completion of the project to pay said loan. The Board may use project funds for the difference between the purchase price

and the loan value of said dredge and associated parts and pipe. At the conclusion of the project, said dredge parts and pipe may be sold to repay the loan. Any profit shall be devoted to the project cost, and any shortage shall be charged to the Association's line of credit.

Adopted at a special meeting of the members of Sunset Lake Association this 19th day of May, 1994 by a vote of 104 ayes, 40 nays, 5 abstentions.



Glenda Sutton, Secretary

RESOLUTION APPROVING EARLY PAYMENT OF
SPECIAL ASSESSMENT APPROVED MAY 19, 1994

Be it resolved by the Membership of Sunset Lake Association, at a special meeting called on May 19, 1994 on due notice as required by the bylaws, a quorum being present, that lot owners be permitted to prepay the Silt Management Program Assessment approved this date of six (6) consecutive annual assessments of One Hundred Dollars (\$100.00) per lot commencing in the first quarter of 1995, and thereafter in the first quarter of 1996, 1997, 1998, 1999 and 2000, respectively, by payment of two (2) installments in 1994, the first on or before June 30, 1994 in the amount of Two Hundred Thirty Dollars (\$230.00) and the second on or before September 30, 1994 in the amount of Two Hundred Twenty-five Dollars (\$225.00).

Adopted at a special meeting of the members of Sunset Lake Association this 19th day of May, 1994 by a vote of 118 ayes, 18 nays, 4 abstentions.



Glenda Sutton, Secretary

SUNSET LAKE ASSOCIATION
PROPOSED 1994 BUDGET

REVENUE:

General Assessments	\$ 50,750.00
Building Permits	800.00
Fines & Penalties	300.00
Farm Income	6,000.00
Interest	1,200.00
Transfer & Lease Fees	5,500.00
Boat Permits (Year 2 of 2 yr. period)	600.00
RV Permits	35.00
Cablevision	1,400.00
Earned by Maintenance Man	850.00
Other Receipts	<u>2,800.00</u>
Total Revenue	<u>\$ 70,235.00</u>

EXPENDITURES:

Patrol & Maintenance Man's Salary	\$ 17,565.00
Secretary's Salary	6,407.50
Legal & Accounting Fees	4,000.00
Office Rent	1,200.00
Postage, Printing & Office Expense	2,000.00
Maintenance: Lake	3,100.00
Roads	8,000.00
Grounds	1,000.00
Shoreline	1,200.00
Equipment	1,800.00
Conervation & Watershed	2,000.00
Gas & Oil	1,800.00
Maintenance Expense & Supplies	200.50
Farm Expense	3,000.00
Fish Stocking	1,000.00
Utilities	3,000.00
Insurance	5,500.00
Employment Taxes	1,962.00
Property Taxes	2,500.00
Miscellaneous, Interest, Mileage & Etc.	500.00
Equipment Reserve	<u>2,500.00</u>
Total Expenditures	<u>\$ 70,235.00</u>

PROXY

Know all men by these present that I the undersigned member of Sunset Lake Association, a corporation organized under the laws of the State of Illinois, do hereby make, constitute, and appoint _____ my true and lawful attorney and agent to vote my proxy at the annual meeting of members of Sunset Lake Association to be held on Friday, August 20, 1993 at 7:30 p.m. at the St. Patrick's Church Meeting Hall, West Center & Eighth Streets, Girard, IL. or such other time, place and day at the meeting may thereafter be held by adjournment, hereby granting to my said agent full power and authority to act for me and in my name at the said meeting in the transaction of such business which may come before the meeting, as fully as I could do if personally, with full power of substitution.

Witness my hand and seal this _____ day of _____, 1993.

Signature of Member Lot# _____

PROXY

Know all men by these present that I the undersigned member of Sunset Lake Association, a corporation organized under the laws of the State of Illinois, do hereby make, constitute, and appoint _____ my true and lawful attorney and agent to vote my proxy at the annual meeting of members of Sunset Lake Association to be held on Friday, August 20, 1993 at 7:30 p.m. at the St. Patrick's Church Meeting Hall, West Center & Eighth Streets, Girard, IL. or such other time, place and day at the meeting may thereafter be held by adjournment, hereby granting to my said agent full power and authority to act for me and in my name at the said meeting in the transaction of such business which may come before the meeting, as fully as I could do if personally, with full power of substitution.

Witness my hand and seal this _____ day of _____, 1993.

Signature of Member Lot # _____

RESOLUTION ADOPTING SILT MANAGEMENT PROGRAM

Be it resolved by the Board of Directors of Sunset Lake Association, that it adopts the silt management program recommended by Cochran & Wilken Consulting Engineers, and publish this adoption resolution approving said program with the Membership of the Association at a special meeting on May 19, 1994, together with a resolution requesting the Membership to approve the necessary financing arrangements to accomplish the program, by the end of 1995.

A description of the program is attached to this Resolution as Item 1. A copy of plans and specifications detailing the program shall remain on file in the Association office for the inspection by Members during the life of the project.

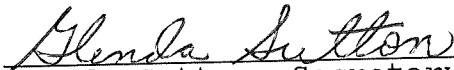
The estimated cost to accomplish the program is attached hereto as Item 2.

The Membership shall be asked:

1. To extend the annual special assessment per lot which ends in 1997, for three (3) additional years, at the same rate of One Hundred Dollars (\$100.00) per lot per year.
2. To establish a line of credit against which sufficient funds may be borrowed to complete the project, not to exceed One Hundred Thirty-five ^{Thousand} *Dollars (\$135,000.00), and to provide the lender with collateral (including a mortgage on Association property other than leased lots), and a pledge of future project assessments.
3. To devote previously collected special assessments and the remaining dam repair fund to this project.

4. To approve the purchase of a dredge, Mudcat Model SP810 or equivalent with associated parts and pipe. For this purpose, the Association will borrow an additional Forty Thousand Dollars (\$40,000.00) on a short term basis to provide as much of the purchase price as possible, using this equipment as collateral. Proceeds from the sale of this equipment at the conclusion of the project will be used to repay this specific loan; any additional amounts received will be applied to reduce the line of credit; any shortage will be paid from project assessments as part of the line of credit.

Adopted at a regular meeting of the Board of Directors of Sunset Lake Association this 3rd day of May, 1994 by a vote of 6 ayes 0 nays.



Glenda Sutton, Secretary

RESOLUTION SEEKING MEMBER APPROVAL FOR SILT
REMOVAL PROGRAM AND FINANCING FOR SUNSET LAKE

Be it resolved by the Board of Directors of Sunset Lake Association, that the silt removal plan of May 3, 1994, submitted by Peter Berrini of Cochran & Wilken Consulting Engineers, adopted by the Board of Sunset Lake Association, be submitted to the Membership on May 19, 1994 for approval and financing, according to the estimate of costs associated with the project and the resources available to the Association and its members.

A copy of this Resolution, the Resolution approving the plan, and its attachments shall be submitted to the members with the Notice of Special Meeting to be held May 19, 1994, for the purpose of membership approval.

Adopted at a regular meeting of the Board of Directors of Sunset Lake Association this 3rd day of May, 1994 by a vote of 6 ayes, 0 nays, 0 abstentions.



Glenda Sutton, Secretary

SUNSET LAKE SEDIMENT REMOVAL PROJECT

Sunset Lake, which is owned and managed by the Sunset Lake Association in Macoupin County, Illinois is planning on undertaking a sediment removal project to restore lake resources lost to sedimentation. This project has required a bathymetric sediment survey of existing conditions, a soils investigation for constructing a confined dredged material retention facility, sediment sampling and analysis for Illinois EPA 401 water quality certification requirements, and application for required construction and operating permits from IEPA, IDOT Division of Water Resources, and the Army Corps of Engineers. Approximately 45,000 cubic yards of accumulated sediment will be removed from the upper arms of the the lake and from the coves situated around the perimeter. The dredging operation will remove the accumulated sediment until the hard original bottom is reached. The dredging limits were determined by utilizing water depth and sediment thickness information obtained from the sediment survey in order to restore original water depths out to a point where the minimum depth to the hard original bottom would be between 7 and 8 feet. The accumulated sediment will be removed using an Ellicot Mudcat hydraulic dredge and pumped to a 12 acre sediment retention site to be constructed on a site adjacent to and north of the lake, west of North Lake Drive. The sediment and water slurry will be pumped into the south of the site, which will be constructed of compacted earthen dikes. This retention site will provide sufficient hydraulic retention time for the sediment to settle within the site and for the clarified effluent water to return to the lake to the north. The completed project will provide improved water quality, fishing habitat and recreational boating access throughout the lake for many years to come. After the project is completed, the sediment retention site will be regraded and reclaimed for use as prime agricultural land.

RESOLUTION APPROVING EARLY PAYMENT OF
SPECIAL ASSESSMENT APPROVED MAY 19, 1994

Be it resolved by the Membership of Sunset Lake Association, at a special meeting called on May 19, 1994 on due notice as required by the bylaws, a quorum being present, that lot owners be permitted to prepay the Silt Management Program Assessment approved this date of six (6) consecutive annual assessments of One Hundred Twenty Dollars (\$120.00) per lot commencing in the first quarter of 1995, and thereafter in the first quarter of 1996, 1997, 1998, 1999 and 2000, respectively, by payment of two (2) installments in 1994, the first on or before June 30, 1994 in the amount of Two Hundred Seventy-three Dollars (\$273.00) and the second on or before September 30, 1994 in the amount of Two Hundred Seventy-three Dollars (\$273.00).

Adopted at a special meeting of the members of Sunset Lake Association this 19th day of May, 1994 by a vote of 117 ayes, 18 nays, 9 abstentions.



Glenda Sutton, Secretary

SILT PROJECT FUNDING ANALYSIS

Engineer's Projected cost components of project (May 2, 1994)

Materials	\$ 13,925.00	
Labor	61,960.00	
Dredging	<u>159,350.00</u>	
Total cost of project		\$235,235.00

Collected '93-'94 Assessments voted 09/23/93 \$ 48,000.00

Dam Assessment balance \$ 15,000.00

Cash available for project \$ 63,000.00

Less cash (approximate total balances) \$ 63,000.00

Funding received \$172,235.00

Borrow for dredge purchase (dredge collateral) \$ 40,000.00

[Repaid out of sale
of dredge]

Unfunded estimated expenses of project,
including balance of cost of dredge \$132,235.00

Dredge loan	\$ 40,000.00
24 months int. @ 8.5%	<u>6,800.00</u>
	\$ 46,800.00

Projected sale of dredge	\$ <u>50,000.00</u>
Contingent loan service, bal. to apply on const. loan	\$ 3,200.00

Construction loan limit \$135,000.00

Annual cost of loan
6 years, 8.5% \$29,646.96

Total repayment \$177,881.76

Dredge loan interest \$ 6,800.00

Operations financing charges* \$ 42,881.76

Estimated loan charges \$ 49,681.76

* These loan charges are maximized. Assumed borrowing full \$135,000.00 construction loan. The first interest payment will be for less than a year, and charged only against money that is actually drawn. However, the bank will request that all construction loan funds be drawn more than 30 days prior to first loan payment on 05/01/95.

Cochran & Wilken, Inc.
 Consulting Engineers and Biologists
 3009 S. Sixth St.
 Springfield, IL. 62703

Project : Sunset Lake Association
 Phase : Sediment Removal Project
 By: PB/HS Date : 5/2/94

REVISED COST ESTIMATE				
ITEM	NO. UNITS	UNIT MEAS.	COST PER UNIT	TOTAL COST
Materials:				
1. Seeding, Mulching & Fertilizer	16	Acre	60.00	960
2. Woven Wire Fence & Gate	3350	L.F.	2.00	6,700
3. Water Control Structure	1	L.S.	750.00	750
4. 12" CMP Outlet Conduit	40	L.F.	6.00	240
5. 15" CMP Return Water Conduit	280	L.F.	7.00	1,960
6. 24" Concrete Pipe Inlet	4	L.F.	20.00	80
7. 24" Cast Iron Grate	1	EA.	85.00	85
8. Riprap, RR-3	70	Tons	10.00	700
9. 12" CMP Road Underpass	200	L.F.	6.00	1,200
10. Wooden Walkway	1	EA.	250.00	250
11. Temporary Erosion Control Materials	1	L.S.	1000.00	1,000
Subtotal Materials				13,925
Labor:				
12. Engineering	1	L.S.	13500.00	13,500
13. Install Outlet Structure & Backfill	8	HRS.	100.00	800
14. Install Return Water Pipe with Inlet & Grate	20	HRS.	100.00	2,000
15. Excavate Return Water Ditch	250	C.Y.	2.00	500
16. Excavation & Dike Construction	22000	C.Y.	2.00	44,000
17. Place Riprap, Fence & Erosion Control	1	L.S.	N.A.	
18. Soil Compaction Testing During Construction	1	L.S.	1,000.00	1,000
19. Backhoe for Test Pits	1	L.S.	160.00	160
Subtotal Labor				61,960
DREDGING				
1. Dredge Purchase (8" Mudcat w/5,000 L.F. Pipeline)	1	L.S.	77,000.00	77,000
2. Training by Experienced Operator	1	L.S.	5,000.00	5,000
3. Booster Pump Rental	1	L.S.	5,000.00	5,000
4. Additional Pipeline (1,000 L.F.)	1	L.S.	5,000.00	5,000
5. Operating Costs:				
a) Fuel, Oil, Lubricants, etc. @ \$15 per Hour for 32 Weeks	1	L.S.	19,200.00	19,200
b) Wages for Operator & Laborer, plus FICA	1	L.S.	27,500.00	27,500
6. Insurance:				
a) Workman's Compensation @ 14%	1	L.S.	3,850.00	3,850
b) Equipment & Liability	1	L.S.	6,000.00	6,000
7. Contingency, Repairs, etc.	1	L.S.	10,000.00	10,000
8. IEPA Water Quality Testing During Dredging	1	L.S.	800.00	800
Subtotal Dredging				159,350
Minus Resale of Dredge & Pipe				50,000
Estimated Net Cost of Dredging				109,350
Total Estimated Cost of Sediment Removal Project				\$185,235



May 5, 1994

Glenda Sutton
Sunset Lake Association
119 West Madison
Girard, IL 62640

Dear Glenda:

We wanted to formally put the financing terms in writing concerning the Sunset Lake Sediment Removal Project. As per the meeting of May 3, 1994, the terms of our financing are:

We will make 2 loans totaling \$175,000.00.

1) \$40,000.00 Loan

Interest due 5-1-95 and 5-1-96.

Interest and Principal due 11-1-96.

(It is understood that this loan will be paid in full from the sale of the Dredge - if the sale proceeds do not cover the balance then the remaining principal will be paid from Special Assessments).

2) \$135,000.00 Loan

6 year note with payments of \$29,000.00 due May 1st of each year. Payments to include Interest and Principal. Balance of Principal and Interest due 5-1-2000. This would be a Line of Credit note with advances allowed anytime prior to the date of the first payment.

The collateral for both loans would consist of the following:

- 1) Mortgage on Association property other than leased lots. (It is understood that this would include 2 lots and the island and approximately 29 acres of land).
- 2) Dredge equipment.
- 3) Assignment of Special Assessment.

We will require as a condition of the financing that all Bank Accounts be moved to the Farmers and Merchants State Bank during the term of the loans.

We will require that all proper resolutions be adopted in connection with this financing arrangement.

Interest will be charged on the outstanding principal balances and there will be no penalty for prepayments.

The interest rate on these loans will be either of the following:

- 1) Fixed Rate of 8.50% for full term of both loans.

or

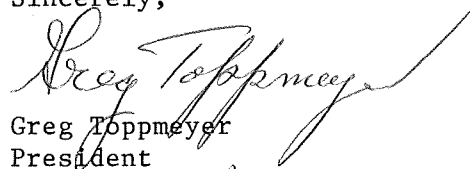
- 2) Floating Rate of 1% over 'Wall Street Prime' with 1.5% cap on rate increase during course of loan.

The board will need to decide which interest rate option it chooses. (We will need to know this at least one week before the loans are executed).

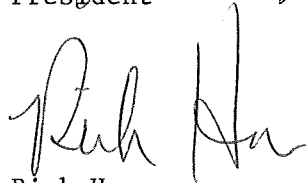
The Farmers and Merchants State Bank of Virden would like to thank you and all of the Sunset Lake Association board members and Attorney Dobbs for allowing us to work with you on this project.

If there are any questions concerning the financing terms please let us know.

Sincerely,



Greg Toppmeyer
President



Rick Ham
Vice President

GT/jkk
cc: file
Stuart Dobbs

SUNSET LAKE ASSOCIATION
SILT MANAGEMENT PROJECT
MAY 19, 1994

INCOME:

1993	\$ 20,080.00	
1994	<u>24,103.36</u>	
Total Income		\$ 44,183.36

EXPENSE:

1993	\$ 305.26	
1994	<u>11,780.31</u>	
Total Expenses		<u>\$(12,085.57)</u>
Total Balance		<u>\$ 32,097.79</u>

M E M O R A N D U M

TO: Board of Directors of Sunset Lake
FROM: Mr. Stuart Dobbs
DATE: May 19, 1994
RE: Sunset Lake Association, Lake Restoration Project

Bonding:

Changes in Program

Need:

Engineering:

Bid Documents
Frequent Inspections

Legal:

Bond Counsel help

1) Compliance:

Securities (State)
Sales (State)

2) Due Diligence:

Appropriate Board Action
Appropriate Membership Action
Appropriate Legal Protection for Land holders

3) Structure of Issue:

Length of Bonds - (repayment)
Interest Rate -
Costs

- a) Bond issue expenses; legal, engineering
- b) Project expenses; bid bond, performance bond

Cochran & Wilken, Inc.
 Consulting Engineers and Biologists
 3009 S. Sixth St.
 Springfield, IL. 62703

Project : Sunset Lake Association
 Phase : Sediment Removal Project
 By: PB/HS Date : 5/16/94

ESTIMATE OF PROBABLE COST

ITEM			COST PER UNIT	TOTAL COST
	NO. UNITS	UNIT MEAS.		
RETENTION SITE				
Materials:				
1. Seeding, Mulching & Fertilizer	16	Acre	60.00	960
2. Woven Wire Fence & Gate	3350	L.F.	2.00	6,700
3. Water Control Structure	1	L.S.	750.00	750
4. 12" CMP Outlet Conduit	40	L.F.	6.00	240
5. 15" CMP Return Water Conduit	280	L.F.	7.00	1,960
6. 24" Concrete Pipe Inlet	4	L.F.	20.00	80
7. 24" Cast Iron Grate	1	EA.	85.00	85
8. Riprap, RR-3	70	Tons	10.00	700
9. 12" CMP Road Underpass	200	L.F.	6.00	1,200
10. Wooden Walkway	1	EA.	250.00	250
11. Temporary Erosion Control Materials	1	L.S.	1000.00	1,000
Subtotal Materials				13,925
Labor:				
12. Engineering	1	L.S.	13500.00	13,500
13. Install Outlet Structure & Backfill	8	HRS.	100.00	800
14. Install Return Water Pipe with Inlet & Grate	20	HRS.	100.00	2,000
15. Excavate Return Water Ditch	250	C.Y.	2.00	500
16. Excavation & Dike Construction	22000	C.Y.	2.00	44,000
17. Place Riprap, Fence & Erosion Control	1	L.S.	N.A.	
18. Soil Compaction Testing During Construction	1	L.S.	1,000.00	1,000
19. Backhoe for Test Pits	1	L.S.	160.00	160
Subtotal Labor				61,960
DREDGING				
1. Dredging to be completed by Contractor	1	L.S.	150,000.00	150,000
2. IEPA Water Quality Testing During Dredging	1	L.S.	800.00	800
Estimated Net Cost of Dredging				150,800
Total Estimated Cost of Sediment Removal Project				226,685

Sunset Lake Association

P.O. BOX 61 • GIRARD, ILLINOIS 62640 • PHONE: [217] 627-3232

May 11, 1994

NOTICE TO MEMBERSHIP

Please note the following corrections on resolutions mailed to the membership for the Special Membership meeting to be held Thursday, May 19, 1994:

1. The Resolution Adopting Silt Management Program should be worded in #2 as "One Hundred Thirty-five Thousand Dollars".
2. The Resolution Seeking Member Approval for Silt Removal Program and Financing for Sunset Lake should show in the last paragraph - "6 ayes, 0 nays, 0 abstentions".

Thank you for your patients in correcting these resolutions.

Sincerely,

Glenda M. Sutton

Board of Directors
Glenda M. Sutton
Secretary

SSL/gms

SUNSET LAKE ASSOCIATION
SEPTEMBER 8, 1993

MEMO

The Board of Directors want to notify the membership that the lake level is slowly being dropped which will hopefully be down two (2) feet by the end of September. This opens the opportunity for members to work on their shorelines and boat docks. We ask for your patients if this is an inconvenience.

The following business transactions were completed at the Annual Meeting: The Cove Project was voted down; the 1994 Budget was approved and the following new Directors are: Ken Phillips, Lot #190, Robert Fish, Lot #110 and John Earley, Lot #8.

The Board would like to remind the members of the up coming annual wiener roast. It will be held Saturday, October 2, 1993 starting at 4:00 p.m. on the Association's ground adjacent to the maintenance shed on East Lake Drive.

All Association members and their guests are invited to attend and join in with the fun.

The Association will furnish an open fire, straw bales for some seating, condiments and restroom facilities. Feel free to bring your own hot dogs, buns, a covered dish, lawn chairs, roasting sticks, table service and beverages.

Hope you can come and have an enjoyable evening.

By Order of
Board of Directors
Glenda M. Sutton
Secretary

Sunset Lake Association

P.O. BOX 61 • GIRARD, ILLINOIS 62640 • PHONE: [217] 627-3232

NOTICE OF SPECIAL MEETING

SEPTEMBER 23, 1993

The special meeting of the membership of Sunset Lake Association will be held at the St. Patrick's Church (Meeting Hall), West Center and Eighth Streets, Girard, Illinois on Thursday, September 23, 1993 starting at 7:30 p.m. The meeting was called to discuss and to vote on amending the 1993 and 1994 Budgets by adding a silt management program proposed by Loyd James, Lot #19 at the regular annual meeting that is outlined on the back of this notice and to transact any other business that is associated with silt management program that may be properly presented at this meeting.

If you cannot attend the special meeting, a proxy form is enclosed in which you may execute a proxy in favor of a Class "A" Member who will be present. Please mail the executed proxy to the Secretary, Sunset Lake Asso., P. O. Box 61, Girard, IL. 62640 or the Class "A" member may bring your proxy to the special meeting. In accordance to the By Laws, a member can vote only one (1) proxy per each membership in addition to the member's own vote and each member must have all assessments, fines & etc. paid in full prior to special meeting before they are entitled to vote.

Registration for the meeting will start at 6:30 p.m. with the meeting starting promptly at 7:30 p.m. Hope to see you there.

Respectfully yours, ,

Glenda M. Sutton

Board of Directors
Glenda M. Sutton
Secretary

SSL/gms

Encl: Proxy form, Committee List
& Memo