Lake of the Woods Association, Inc.
Administrative Resolution 2014-9
Adoption of the Replacement Reserve Annual Update

WHEREAS, on October 26, 2013, the Board of Directors adopted Administrative Resolution 2013-9, which adopted for planning purposes the final Replacement Reserve Report prepared by Miller-Dodson Associates, Inc. dated September 28, 2013; and

WHEREAS, following Board direction and best practices, the General Manager and Finance Director worked with Miller-Dodson on an annual update to the Report in order to place the replacement capital components and related costs in the approximate year in which they are needed to then determine the Contribution to Reserves and the Capital Spending Plan for the Repair and Replacement Fund items for FY2015-2016; and

WHEREAS, revisions to the Replacement Reserve Report must be accomplished by written instructions approved by the Board.

THEREFORE, RESOLVED, the Board of Directors hereby agrees to the following:

SECTION I: OVERALL

The Replacement Reserve Analysis, prepared by Miller-Dodson Associates, Inc. dated December 9, 2014 is hereby adopted for planning purposes as the FY 2015 Update, in the amount of $1,331,511 using the cash flow method of calculating minimum annual funding, with revisions explained in Sections II and Section III.

SECTION II: DO NOT RESERVE

1. Delete and Do Not Reserve (DNR) funds for Projects #490, #491, #492, #493 related to the ECC Building, which is to be demolished in early 2015.

SECTION III: MODIFICATIONS

The modifications to the previous Board–adopted report are detailed in Section B of the FY 2015 Update.

By:

J. Michael Rugless, President

ATTEST:

I, as Secretary for Lake of the Woods Association, Inc., hereby attest that the foregoing Administrative Resolution 2014-9 was adopted by the Board of Directors at a duly-held and noticed Board of Directors meeting held on the 10th day of December 2014.

Louisa Rucker, Secretary