

RECREATION CENTERS OF SUN CITY, INC.
MINUTES REGULAR BOARD MEETING
October 27, 2016

At the Regular Monthly Board Meeting called to order by President Schroeder at 6:30pm on October 27, 2016, at Fairway AZ Rooms 1 & 2, the following took place:

PRESENT: Dan Schroeder, President; Rich Hoffer, Vice President; Michael Kennedy, Treasurer; Carol Lawry, Secretary; and Directors; Ida Eisert, Ron Smith, Peter Lee, Ron Jesse and Jerry Walczak

ALSO PRESENT: Jan Ek, General Manager; Linda Menna, Executive Assistant to AGM; Brian Duthu, Director of Golf; Joelyn Higgins, RCSC Communication & Marketing Coordinator Marcia Johnson, Corporate Executive Coordinator; Allen Kleinhans RCSC Audio/Video Technicians; 29 RCSC Cardholders and 1 member of the press

ABSENT: Jim Wellman, Assistant General Manager

Pledge of Allegiance: Everyone stood for the Pledge of Allegiance.

Board Quorum: Secretary Lawry verified that a Board Quorum was present.

President Comments: President Schroeder explained the process for a Regular Board Meeting and how the Board conducts business. He introduced the Directors and members of the Management team.

Introduction of Board Candidates: Vice President Hoffer introduced the 2016 RCSC Board Candidates in attendance.

Minutes: On Motion by Director Lee and seconded by Treasurer Kennedy, the Minutes of the September 29, 2016 Regular Board Meeting were unanimously approved.

Treasurer's Report: Treasurer Kennedy presented the Treasurer's Report. On Motion by Secretary Lawry and seconded by Director Lee, the Report was unanimously approved. The monthly Treasurer's Report is available at www.sunaz.com, along with the monthly financials.

Management Reports: Jan Ek, General Manager; and Brian Duthu, Director of Golf presented their Management Reports. Jim Wellman; Assistant General Manager was not in attendance and in his absence; his report was presented by his Executive Assistant; Linda Menna. All the management reports are available at www.sunaz.com.

Committee Reports: The Directors reported on Committees as follows:

Bowling Committee: Chair Carol Lawry reported that RCSC Director of Bowling, Randy Johnson informed the committee that all leagues are going well and revenue is \$41,000 over budget. A list of up-coming tournaments was presented and is posted on our website with entry forms available at both Bell and Lakeview Lanes. The next meeting is November 3, 2016 at 9:00am.

Club Organization (COC): Chair Dan Schroeder reported that Member Services Coordinator, Myrna DeBruyne informed the Committee that beginning November 1, 2016 reserved seating tickets will go on sale to RCSC Cardholders only. She also noted that there is a new Chartered Club being voted on tonight. The COC's reported on their respective clubs with discussions following. If you are interested in joining the COC Committee, you can contact our corporate office for information. The next meeting is November 9, 2016 at 1:00pm.

Elections: Chair Rich Hoffer reported that there are two candidate forums scheduled next month:

- November 3rd at Fairway, AZ rooms #1-2 -- social time at 1:30pm and the forum will begin at 2:00pm.
- November 15th at Marinette -- social time at 6:30pm and the forum will begin at 7:00pm.

The forums are a great way to meet and chat informally with the five (5) candidates, and to ask them questions. We encourage everyone to attend one or both forums.

- On line voting will begin November 7th and will continue through Election Day which is December 13th.
- Absentee ballots will be available starting November 7th. Call the Corporate office and we can mail one out to you or you can stop by and pick one up between 7:30am and 4:00pm Monday thru Friday.
- Walk-in voting will be December 13th from 8:00am to 4:00pm at Lakeview – Social Hall #2.

All the details about the election are on the blue flyer on the back table, along with RCSC's flyer of all the candidate's information. The next meeting is November 22, 2016 at 1:00pm.

Entertainment: Chair Ida Eisert reported that the Entertainment Committee will be reviewing the May, June, July and September entertainment groups at their October meeting since their last meeting was in April. The entertainment line-up is already scheduled and booked for 2017 and there will be a video presentation of the line up at the October meeting. The next meeting is October 31, 2016 at 1:30pm.

Finance & Budget: Chair Mike Kennedy reported that the Committee will meet on November 4th to briefly review 3rd quarter financials as well as having Jan provide the Committee with the proposed 2017 budget for review and approval.

Golf Advisory: Chair Jerry Walczak reported the Committee heard the monthly report from Brian Duthu and representatives from the courses who were present. Pro Shop Manager Chris Linam discussed Merchandise for sale at the Pro shops and that they are ahead of budget. Chris also discussed the need for more Rangers. If you are interested in volunteering and becoming a ranger please call us at 623-876-8419. The next meeting is scheduled for November 10, 2016 at 8:30am.

Insurance Committee: Co-Chair Mike Kennedy stated that there was nothing to report since no meeting has been held since March and nothing is currently scheduled.

Lawn Bowling: Chair Carol Lawry reported that the Grounds Supervisor, Robert Ortiz informed the Committee that the crews are mowing and watering three (3) times a week with a 25% reduction in water. Efforts continue to restore rink performance at Bell and Lakeview. Dollar Monday bowling started at Lakeview October 17 at 1:00pm. The next meeting is scheduled for November 8, 2016 at 1:00pm.

Outreach & Communication: Chair Ron Smith stated that Surveys are still being completed by new members and the Committee reviewed the year-to-date statistics. There was discussion on how to make the recreations centers more inviting and comfortable. If you are interested in joining the Committee, you can contact our corporate office for information. The next meeting is scheduled for November 8, 2016 at 9:30am.

Properties: Chair Peter Lee stated that there is nothing to report other than inspections will continue through November 11th and then the Committee will meet to go over the inspection reports. The Committee reported that there are currently 24 inspectors performing all the inspections and there is a need for additional volunteers. If anyone is interested, you can see me or my Co-Chair, Ida Eisert, after the meeting; or, you can call the Board office at 623-561-4620 for more information. The next meeting is November 29, 2016 at 9:00am.

AD Hoc Long Range Planning Committee: Chair Rich Hoffer reported that the Committee met for the first time on Tuesday, October 25, 2016. The Committee discussed guidelines for how we were going to select occupants for the new property at Grand Ave. Ten clubs have asked to be considered for space at the new facility and the Committee members were each assigned to interview one of those clubs. Future meeting dates have been set as well as a Committee tour of the property. The Committee also discussed holding three town hall meetings so that the cardholders could make suggestions as to the use of the property. Our next meeting will be held on Friday November 18, 2016 at 11:00am.

SC Foundation: Chair Peter Lee stated that there is going to be a fund raiser at the Beat the Pros tournament on December 8, 2016. There will also be calendars for sale at the Fall Festival and a portion of the sale will benefit the SC Foundation.

Other reports:

Sun City Home Owners Association (SCHOA): Mike Kennedy, liaison to SCHOA, reported at this month's meeting the director of the Banner Health facility was there and that they are a highly rated non-profit organization. Banner Health does a lot for Sun City and is a reason some people choose to move to Sun City.

SC Posse: Ron Smith, liaison to the Posse, reported that the Posse is doing well and most of the road blocks for new recruits have been eased. They had seven (7) new officers hit the road last month and have another seven (7) in training. If you would like to volunteer please contact the Posse for more information.

Friends of the Library: Ida Eisert, liaison to Friends of the Library, reported that the Friends last meeting was October 13, 2016. The Friends Fairway book sale is being held on Friday November 18, 2016 from 8:00am to 2:00pm and Saturday, November 19, 2016 from 8:00am to 11:30am at the Fairway Library located at the Fairway Recreation Center. The Friends have a volunteer "Book Buddy Program" that will deliver library materials to the homebound free of charge. If you know of anyone that cannot get to the library, please call the Friends at 602-651-2014. The Friends web site is www.suncitylibraryfriends.org and their next meeting will be November 10, 2016 at 9:30am at the Bell Recreation Center.

NOTE: Unless otherwise stated above, all Committee meetings are held in the Lakeview Board Room (upper level) of Lakeview Center. Committee meeting dates can change so be sure to check the RCSC website at www.sunaz.com for the most up to date report on dates and times for meetings.

Member Comments: A Member asked the Board to consider video- taping Board Meetings and Member Exchanges for those that aren't able to attend the meetings. Another member discussed proposition 206 and the impact it could have on The RCSC and Cardholders.

Motions: The following Motions were presented:

#1 BP12: Chartered Clubs: Secretary Lawry moved that Board Policy Resolution No. 12, titled Chartered Clubs, Section 2 titled Club Membership, be approved as amended and replace previous Board Policy Resolution No. 12, titled Chartered Clubs, Section 21 titled Equipment, Furniture & Fixtures. All other provisions of Board Policy Resolution No. 12 shall remain unchanged. Seconded by Director Lee, the Motion was unanimously approved.

#2 BP10: Code of Conduct: Director Lee moved that Board Policy Resolution No. 10, titled Code of Conduct, RCSC Rules and Regulations, Section General Rules and Regulations, Paragraph One, be approved as amended and replace previous Board Policy Resolution No. 10, titled Code of Conduct, RCSC Rules and Regulations, Section General Rules and Regulations, Paragraph One. All other provisions of Board Policy Resolution No. 10 shall remain unchanged. Seconded by Secretary Lawry, the Motion was unanimously approved

#3 BP33: Investments: Prior to reading the Motion, Director Lee noted a change to the motion where it states "1. RCSC Membership, should read, 2. RCSC Membership." Director Lee moved that Board Policy Resolution No. 33, titled Investments, Section "Reporting" be approved as amended and replace previous Board Policy Resolution No. 33, titled Investments, Section "Reporting." All other provisions of Board Policy Resolution No. 33 shall remain unchanged. Seconded by Director Walczak, the Motion was unanimously approved.

#4 Sun City Hand and Foot Card Club - Charter: Director Eisert moved that a charter be granted to the Sun City Hand & Foot Card Club. Seconded by Vice President Hoffer, the Motion was unanimously approved.

#5 BP1: Conflict of Interest: Vice President Hoffer moved that Board Policy Resolution No. 1, titled Conflict of Interest, as amended, be approved in its entirety and replace previous Board Policy Resolution No. 1 titled the same. Seconded by Secretary Lawry, the Motion was unanimously approved.

#6 BP2: Board of Directors, Management & Commissions: Secretary Lawry moved that Board Policy Resolution No. 2, titled Board of Directors, Management & Commissions, as amended, be approved in its entirety and replace previous Board Policy Resolution No. 2 titled the same. Seconded by Director Lee, the Motion was unanimously approved.

#7 BP3: Corporate Records: Director Walczak moved that Board Policy Resolution No. 3, titled Corporate Records, as amended, be approved in its entirety and replace previous Board Policy Resolution No. 3 titled the same. Seconded by Director Smith, the Motion was unanimously approved.

#8 BP8: Privilege Cardholders: Director Smith moved that Board Policy Resolution No. 8, titled Privilege Cardholders, as amended, be approved in its entirety and replace previous Board Policy Resolution No. 8 titled the same. Seconded by Secretary Lawry, the Motion was unanimously approved.

#9 BP16: Budget & Financial Reporting: Vice President Hoffer moved that Board Policy Resolution No. 16, titled Budget & Financial Reporting, as amended, be approved in its entirety and replace previous Board Policy Resolution No. 16 titled the same. Seconded by Director Jesse, the Motion was approved with Director Eisert apposed.

#10 BP17: Golf: Director Jesse moved that Board Policy Resolution No. 17, titled Golf, as amended, be approved in its entirety and replace previous Board Policy Resolution No. 17 titled the same.

I WOULD LIKE TO AMEND THE ORIGINAL MOTION TO ADD THE FOLLOWING:

FUTHERMORE I MOVE THAT Board Policy No. 17, Section Green Committee, first paragraph, first sentence be amended as follows:

RCSC Green Committees are a subsidiary committee under the Golf Advisory Committee. Each golf course shall have one Green Committee composed of up to three (3) male **golfers** and three (3) female **golfer** members.

FUTHERMORE I MOVE THAT Board Policy No. 17, Section Green Committee, second paragraph, first sentence be amended as follows:

Each Green Committee may select two members, one male **golfer** and one female **golfer**, to represent the golf course on the Golf Advisory Committee, a standing committee to the RCSC Board of Directors. Seconded by Treasurer Kennedy, both the Motion and the amendment were unanimously approved.

#11 BP27: Standing Committees: Director Walczak moved that Board Policy Resolution No. 27, titled Standing Committees, Section Entertainment Committee, be approved as amended and replace previous Board Policy Resolution No. 27, titled Standing Committee, Section Entertainment Committee. All other provisions of Board Policy Resolution No. 27 shall remain unchanged. Seconded by Vice President Hoffer, the Motion was unanimously approved.

#12 BP5: Initiative, Referendum & Recall Petitions: Director Smith moved that Board Policy Resolution No. 5, titled Initiative, Referendum & Recall Petitions, as amended, be approved in its entirety and replace previous Board Policy Resolution No. 5 titled the same. Seconded by Director Walczak, the Motion was unanimously approved.

#13 BP6: Corporate Privacy Policy: Director Jesse moved that Board Policy Resolution No. 6, titled Corporate Privacy Policy, as amended, be approved in its entirety and replace previous Board Policy Resolution No. 6 titled the same. Seconded by Treasurer Kennedy, the Motion was unanimously approved.

#14 BP23: Firearms & Deadly Weapons: Vice President Hoffer moved that Board Policy Resolution No. 23, titled Firearms & Deadly Weapons, as amended, be approved in its entirety and replace previous Board Policy Resolution No. 23 titled the same. Seconded by Director Lee, the Motion was unanimously approved.

#15 BP31: Risk Management Policy: Director Walczak moved that Board Policy Resolution No. 31, titled Risk Management Policy, as amended, be approved in its entirety and replace previous Board Policy Resolution No. 31 titled the same. Seconded by Secretary Lawry, the Motion was unanimously approved.

Next Meetings: President Schroeder reported that the next Board/Member Exchange, with Agenda, is Monday, November 7, 2016 at 9:00am in Social Hall #3 at Lakeview Center. The next Regular Board Meeting is Thursday, November 17, 2016 at 9:00am in the Sundial Auditorium

Adjournment: The meeting adjourned at 7:35pm.

Respectfully submitted,

Carol Lawry, Secretary