

RECREATION CENTERS OF SUN CITY, INC.
MINUTES REGULAR BOARD MEETING
October 25, 2012

PRESENT: Vance Coleman, President; Dan Hill, Vice President; Cord Angier, Secretary; Treasurer Larry Klein; and Board Members Jim Brasher, Craig Brown, Linda Lindquist, Carole Martinez, and Bill Pearson

ALSO PRESENT: Jan Ek, General Manager; Jim Wellman, Assistant General Manager; Brian Duthu, Director of Golf; Linda Menna, Executive Assistant to AGM; Christy Kleinhans, RCSC Communication & Marketing Coordinator; Allen Kleinhans, RCSC Audio/Video Technician; Deanna Szentmiklosi, Executive Coordinator; John Snyder, National Golf Maintenance; 79 RCSC Cardholders and 1 member of the press

President Coleman called the meeting to order at 9:00am in the Sundial Auditorium.

- **Board Quorum:** Secretary Angier verified that a Board Quorum was present.
- **Minutes:** The Minutes of the September 27, 2012 Regular Board Meeting were unanimously approved.
- **Treasurer's Report:** Treasurer Klein presented the Treasurer's Report which was unanimously approved. The report is available on the RCSC website at www.sunaz.com.
- **Board Candidates:** President Coleman introduced W. James (Jim) Brasher and David Wieland, as Board Candidates. Ron Jesse, the other Board candidate, was not able to attend the meeting due to being out of state for a trip that had been arranged sometime before he knew he would be running for the Board. There are three candidates for three 3-year positions on the Board. The election is December 11, 2012.
- **Management Reports:** Management reports were given by Jan Ek, General Manager; Jim Wellman, Assistant General Manager; and Brian Duthu, Director of Golf. Management Reports are also available at www.sunaz.com.
- **Committee Reports:** The Directors reported on committees as follows:

Bowling: Chair Martinez reported that as a result of comments by bowlers at both centers, oil patterns are being adjusted. Randy Johnson, Director of Golf reported to the Committee that oil patterns vary from Lakeview Lanes to Bell Lanes due to environmental issues such as cooling and humidity, etc. and bowlers need to adjust to those types of conditions. The next meeting is November 1, 2012 at 9:00am.

Clubs Organization (COC): Chair Klein reported the Committee had more discussion about Board Policy 12. Each club president has been provided with a copy of the proposed Policy to get the clubs' comments. Representatives from each club are encouraged to attend a presentation on BP12 which is November 12 at 2:00pm at the Sundial Auditorium. As with any change, the Board recognizes it will take some time for everyone to get used to the Policy and as that happens, some revisions may still be needed. The Board has worked very hard to come up with a Policy that is more condensed, easier to follow, and one that will give each club

more ability to make decisions that work for them. The next meeting is November 14, 2012 at 8:30am.

Elections: Chair Lindquist reported there will be two Candidate Forums where Members can meet and ask questions of the three Board candidates: November 1 at 7pm at Marinette and November 7 at 2pm at Fairway, AZ Room #3. There are flyers in the back with information on the candidates and the forum dates are also included. The election is December 11th. Absentee ballots will become available in November and the date will be announced once we confirm when the ballots will be delivered by Maricopa County. The next meeting is November 14, 2012 at 1:00pm.

Entertainment: Chair Martinez stated the Committee reviewed the last four performances and all were rated well. The shows had excellent attendance, over 1400 at each of the shows so the Committee is really happy so many Cardholders are attending the shows.

She further reported that three excellent shows are coming up: October 28, 2012 - Tribute to Frank Sinatra; November 4, 2012 – The Real Tones; and November 11, 2012 – Arizona Winds and we invite everyone to attend. Chair Martinez reminded everyone to bring your own chairs to enjoy the show. While there are some chairs down in the front, those are reserved as handicapped seating and for those who are transported from an assisted living facility. The next meeting is October 31, 2012 at 1:00pm.

Finance, Budget & Audit: Chair Klein reported the Committee will be reviewing 3rd quarter financials at their next meeting which is scheduled for October 30, 2012 at 9:00am.

Golf Advisory: Chair Angier reported the Committee had reports from Brian Duthu and John Snyder, National Golf Maintenance, as well as reports from the courses represented. They had continued discussion on the issue of straight sheets versus crossovers. The Committee has agreed to set up an ad hoc committee to further discuss this issue and hopefully come up with a recommendation to the Board that will be a good compromise. Anyone interested in serving on the ad hoc committee should contact Chair Angier. The next meeting is November 15, 2012 at 8:30am.

Government Affairs: Chair Brasher had nothing to report, except that when the election is over next month, the Committee will be watching legislative activities. The next meeting is December 6, 2012 at 1:00pm.

Insurance: Chair Brown reported the Committee will not be meeting again until after the first of the year when preparations will begin for the 2013 renewal process.

Lawn Bowling: Chair Hill reported Assistant General Manager Jim Wellman spoke on maintenance, lawn bowl conditions and upcoming projects. The Committee was scheduled to meet on October 16th but due to a lawn bowling tournament, the meeting was cancelled. The next meeting is November 13, 2012 at 11:00am.

Long Range Planning: Chair Klein reported the Board has spent considerable time recently reviewing the Committee's recommendation for a long range plan, along with financials and other data and input from Management. While the Board understands that it will never come up with a plan that everyone will agree with as to each part, the Board has finally put together a long range plan and PIF Budget which the Board believes addresses the needs of Members and

ensures that necessary maintenance and improvements are done to preserve RCSC assets. This planning is critical for management as they need to make decisions on repairs and maintenance based on what may be planned for a facility in the future. The next committee meeting is November 20, 2012 at 9:00am.

Marketing Committee: Chair Martinez reported the Committee discussed the upcoming RCSC Cardholders Annual Meeting to be held on January 26, 2013. A team is being formed of subject matter experts to guide the Marketing Committee in a creative direction in order to initiate interest in Sun City for the next generations to come. The marketing efforts are emphasizing that the original Sun City offering a lifestyle that is unique only to the original Sun City, yet with all the amenities that most retirees seek for the future. The next meeting is November 27, 2012 at 1:00pm.

Member Communication: Chair Pearson reported the Committee had continued discussion of the marketing website and general areas of expanding communication. The Committee has made a recommendation to the Board to have traveling exchanges with Board members visiting clubs, and having smaller town hall or similar type of gatherings so that Members can have other ways of communicating with Board members outside of the Board/Member Exchange or more formal Board Meeting. The Committee feels this type of exchange will be a benefit to Members who may want to express an opinion but feel uncomfortable doing so at an open, more formal meeting. The Board is continuing to discuss this recommendation and how it can be implemented. The next meeting is November 13, 2012 at 1:00pm.

Properties: Chair Angier reported the Committee had its last meeting of the year. Chair Angier complimented the group of inspectors who spend a great deal of time walking through facilities and buildings on the golf course. He also thanked the committee for their great work this year. The next inspection week is January 7-11, 2013. The next meeting is January 29, 2013 at 9:00am in Social Hall #2 at Lakeview Center.

NOTE: *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:** Members had questions or made comments as follows: 1) Comments were made about Motion #1, Bylaw revisions, with some Members objecting to the proposed revisions and other Members approving of the changes. *The Board explained that the changes are being made because of very poor attendance at meetings, and the Board looking for ways to make changes that will allow for more opportunities for Members to communicate with the Board.* 2) There was a question asking why not all expenditures are approved by Members and how much the purchase of solar would be. *The Board explained they are elected by Members to make financial decisions; that RCSC has no outstanding liability; and that the solar approved by the Board will be a lease of equipment, not a purchase, that will result in a savings to Members in overall utility costs.* 3) A complaint was made about there being no handicap accessible door at Oakmont Center. *The Member will talk to Assistant General Manager Jim Wellman regarding a solution.* 4) One Member expressed his frustration and disappointment with the Long Range Plan, Motion #2, because it does not include a new performing arts center. *The Board explained that the long range plan has been ongoing for several years with input from many sources, and revisions may be made, as it is a working plan. The Board confirmed that a performing arts center was not approved for the long range plan at this time, other than the improvements for Mountain View.*

- **MOTIONS:**

#1 Corporate Bylaws: Director Pearson moved that the Corporate Bylaws, as amended, be approved in its entirety and replaces any previous versions of the Corporate Bylaws. The Motion was unanimously approved.

#2 Long Range Plan: Treasurer Klein moved for approval of the Preservation & Improvement Fund – Long Range Plan & Budget. The Motion was approved 8 to 1, with Director Pearson opposing.

#3 BP22 – Refunds: Director Lindquist moved that Board Policy Resolution No. 22, titled Refunds, as amended, be approved in its entirety and replaces previous Board Policy Resolution No. 22 titled the same. The Motion was unanimously approved.

- **Upcoming Meetings:** The next Board/Member Exchange, with Agenda, will be Monday, November 19, 2012, at 9:00am in Social Hall #3 at Lakeview Center. The next Regular Board Meeting is Thursday, November 29, 2012 at 9:00am at Sundial Auditorium.
- **Adjournment:** The meeting adjourned at 10:20am.

Respectfully submitted,

Cord Angier, Secretary