

RECREATION CENTERS OF SUN CITY INC.
FINANCE, BUDGET & AUDIT COMMITTEE
Meeting Summary – November 13, 2017

Co-Chair Carol Lawry called the meeting to order at 9:00am in the Lakeview Center Board Room.

PRESENT: Chair Dave Wieland, Co-Chair Carol Lawry and Committee Members Gene Westemeier, Les Bethany, Mary Pongracz, Mike O'Neill, Warren Clucker, David Vandernaalt

RCSC BOARD: President Rich Hoffer, Vice President Jerry DeLano, Secretary Stella Van Ness and Director Ida Eisert

RCSC STAFF: Jan Ek, RCSC General Manager and Angie Nelson, RCSC Controller

GUESTS: RCSC Board Candidates Sue Wilson, Dale Lehrer, Wes Waddle

Approval of Prior Meeting Summary: The Meeting Summary for June 6, 2017 was approved.

Presentation: Co-Chair Lawry turned the meeting over to Jan Ek, RCSC General Manager, for her report. Jan provided a third quarter financial review of income and expenses with comparison to budget. During this presentation she provided specific information on the issues RCSC is experiencing with untimely warranty replacement/repair of solar inverters, along with the reduced production of solar inverters at Lakeview Lanes that are not shaded from the sun.

Jan Ek then presented the proposed 2018 operating and capital budget for review and discussion. The budget does not propose any increases in the annual property assessments, golf fees, bowling fees or any other fees, excluding a forthcoming increase in the menu prices at the snack shop to meet the increased costs. The budget represents a \$0.50/hour increase in minimum wage per Proposition 206, which affects numerous pay categories other than just those which are just paid minimum wage. In addition, Proposition 206 allows for 40 hours of sick pay per year for all part-time employees. RCSC employs 230 part-time employees, which is an additional cost of more than \$96,600 per year for part-time wages. The committee did not raise any objections and recommended approval of the budget to the Board.

Adjournment: The meeting adjourned at approximately 11:15am.

Next Meeting: To be determined

Respectfully submitted,

Gene Westemeier, Secretary