

RECREATION CENTERS OF SUN CITY, INC.

MINUTES OF THE REGULAR BOARD MEETING

Thursday, October 30, 2008

PRESENT: Denny Nichols, **President**; Jon Braemer, **Vice President**; Bill Johnson, **Treasurer**; Warren Hoffmann, **Secretary**; Craig Brown, Shirley Humphrey, Sue Painter, Don Schordje and Gene Westemeier, **Directors**.

ALSO PRESENT: Jan Ek, **General Manager**; John Snyder, **Director of Golf & Grounds**; Marion Krell, **Director of Human Resources**; Chris Herring, **IT Director**; Bill Collier, **Director of Finance**; Randy Johnson, **Bowling Manager**; Deanna Szentmiklosi, **Executive Assistant to GM**; Linda Menna, **Executive Assistant to AGM**; Tim Gallen, **Communications**; Helen Thiel, **Executive Coordinator**, 79 RCSC cardholders and two members of the press.

President Nichols convened the meeting at 9:00 a.m.

Board Quorum: Secretary Hoffmann verified a Board Quorum was present.

Approval of Minutes: The minutes of the Regular Board Meetings of September 25, 2008 were approved.

MANAGEMENT REPORTS:

Management reports were given by each member of the Management Team. These reports are available monthly on the RCSC website at www.sunaz.com.

DIRECTORS REPORTS:

Lawn Bowling: Director Westemeier reported that the new committee will meet on Nov. 5th at 11:00 a.m. at Talisman Hall.

Club Organization: The committee will meet on Wednesday, November 12th at 8:30 a.m., Director Painter advised.

Bid: Director Schordje reported that four bids were approved since the last Board meeting. 1) The bid for Phase I of the Fairway Center renovation was approved at \$10,685,581. The general contractor is Weitz Company. 2) Repaving of the East Parking Lot at Mountain View Center came in at \$71,044.33. 3) Cost of reroofing the Bell Library building was \$41,695.00. 4) Equipment purchased for the North Golf Course came to \$14,372.97.

Bowling: Director Schordje reported that the committee meeting has been scheduled for Thursday, Nov. 6th at 9:00 a.m.

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Election: The Board of Directors has four openings to fill at the next election, Director Schordje advised. He explained that even though there are only four candidates running for four positions, it was still important to vote to determine which candidate would fill the one-year slot. The four candidates were then introduced. They are Tom Loegering, Ann Ullman, Diane Worth and Gene Westemeier.

Fire Flow: Secretary Hoffmann reported that the Fire Flow issue is still in the courts regarding funding of new hydrants for Youngtown.

Posse: The Posse will be holding its annual election in December, Secretary Hoffmann advised. He noted that more posse members are needed to patrol and perform administrative duties in the office.

Legal: The committee meets on an as-needed basis, Secretary Hoffmann reported.

Long Range Planning: The next committee meeting is scheduled for Thursday, November 13, 2008 at 1:00 p.m., Treasurer Johnson reported.

Golf: Vice President Braemer advised that the next meeting will be on Thursday, November 13, 2008 at 8:30 a.m., in the Board room at Lakeview Center.

MEMBER COMMENTS:

Erv Hill, 100094: Complained that he was not allowed to go swimming with a 3-oz. piece of Styrofoam. GM Ek advised that they were not allowed now because bits of Styrofoam get into the filter system. She will take the topic of kickboards to the Board.

Dawn Russo, 104844: As an investor has bought eight houses in Sun City and remodeled them. Now, because of the economy, she is unable to sell them so she has rented them out. Asked for a different fee for month-to-month renters. Explained that her renters have chosen to not purchase the privilege card because the fee is too high. Stated that if the fee was lower more renters would buy the privilege card and the RCSC would come out ahead. President Nichols stated that the Board and management has been exploring this possibility but believe it will create an administrative nightmare. To date, no solution has been found.

Miles Sagen, 16781: Complimented GM Ek on the fantastic job she has done in cutting expenses.

Jim Powell, 19806: Stated that he sent the Board e-mails regarding problems at the bowling alleys at Bell and Lakeview. He hopes that the Board will take the bowlers recommendations seriously regarding replacement of 18-year old bowling lanes. The sideboards are original and have worn out their usefulness. The carpets at Bell are very old. Carpets at Lakeview are an embarrassment, he said, and are extremely stained and worn. He asked if replacement is not in

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the budget next year, then they should be cleaned. He had several other recommendations that President Nichols said the Board and management will review.

Dorothy Kellar, 87277: Advised that the Kiefer Swimming catalog has kickboards which are covered and will not disintegrate in the water. She promoted the Senior Olympics Relay on November 22nd and invited swimmers to try out.

Paul Herrmann, 25390: Asked if sketches of the Fairway project could be posted on the RCSC website.

Jim Bishop, 29906: Advised that the Golf Handicap & Etiquette Committee will meet at 2:00 p.m. on November 14th at Riverview to write up rules and regulations.

Willard Johnson, 17143: Suggested monthly workshops for pickleball and tennis. Stated that the facilities are very good and he is trying to promote more activity in these sports. He complimented management on the condition of the tennis courts at Bell and Lakeview, stating they were getting better and better.

V. Sellars, 53274: Asked what the basis was for altering the annual fee. Believes it is discrimination for one individual to pay the same as two people. Asked if this would be reversed as it will discourage people from moving here. President Nichols explained that the fee was set in 2003 to enable the Board and management to budget more accurately. He pointed out that Sun City has the lowest fee of all the Sun Cities and only one other Sun City has the per person assessment. He did not think the fee would be reversed.

MOTIONS:

#1 – Karaoke Club Charter: Moved by Director Painter and seconded by Vice President Braemer, the Board unanimously approved granting a charter to the Karaoke Club.

#2- Board Policy Resolution BP #5 – Initiative, Referendum & Recall Petitions: Board Policy Resolution #BP 5 – Initiative, Referendum & Recall Petitions, was approved in its entirety by unanimous vote. It replaces BP #5 titled Initiative, Referendum & Recall Petitions. The motion was presented by Treasurer Johnson and seconded by Director Westemeier. .

#3 – Board Policy Resolution BP #7 – Bid Procedures: Director Schordje moved that Board Policy Resolution #7 – Bid Procedures - be adopted in its entirety. It replaces previous Board Policy #7. The motion was unanimously approved following a second by Treasurer Johnson.

#4 – Board Policy Resolution BP #9 – Cardholder Guests & Host Punch Cards: The Board unanimously approved a motion by Director Westemeier to an adopt amendment to Board Policy Resolution BP #9, Section A.5 as follows: “5. All guests, including immediate family, must be signed in by a RCSC Cardholder. The RCSC Cardholder must accompany guests who are under age 19 at all times while on RCSC property.” The motion was seconded by Director Humphrey

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#5 – Board Policy Resolution BP #10 – Code of Conduct & RCSC Rules & Regulations: Amendments to Board Policy Resolution #10 – Code of Conduct & RCSC Rules and Regulation, regarding age of children allowed inside fenced and/or walled pool areas and bowling dress code were unanimously approved. The motion was made by Secretary Painter and seconded by Director Westemeier.

Before the motion was voted on three members had questions regarding the dress code and explained that it may be very difficult to enforce the dress code in the cafés and on the patio.

#6 – Board Policy Resolution BP #17 – Golf: Vice President Braemer moved that BP Resolution BP #17 be approved in its entirety to replace previous BP #17, titled Golf Rules & Regulations. Previous Board Policy BP #10, titled Golf Tournament & Event Policy, had been moved into Board Policy #17 in a motion approved on May 29, 2008. The motion received unanimous approval following a second by Director Brown.

#7 – Board Policy Resolution BP #18 – Bowling: The Board unanimously approved Board Policy Resolution #BP17 in its entirety to replace previous Board Policy BP #18, titled Bowling and Board Policy BP #10A. The motion was presented by Director Brown, seconded by Director Humphrey.

#8 - Board Policy Resolution BP #29 – Hearing Procedures & Cardholder Suspensions - Board Policy Resolution #29 – Hearing Procedures & Cardholder Suspensions - was unanimously approved, in its entirety, and replaces previous BP #29, titled Conduct Hearing Procedures. The motion was made by Secretary Hoffmann and seconded by Director Painter.

#9 – Board Policy Resolution BP #30 – Incident Reports – Treasurer Johnson moved that the Board approve Board Policy Resolution BP #30 – Incident Reports – in its entirety. The motion, seconded by Vice President Braemer, was unanimously approved.

#10 – Board Policy Resolution BP #31 – Board’s Executive Coordinator: The Board unanimously approved Board Policy Resolution BP #31 – Board’s Executive Coordinator – in its entirety. The motion was made by Director Schordje, seconded by Director Westemeier.

#11 – Board Policy Resolution BP #32 – General Manager – Unanimous approval was given to the adoption of Board Policy Resolution BP #32 – General Manager – in its entirety. The motion was presented by Director Schordje and seconded by Director Painter.

Before each motion was voted on, the Directors and Cardholders were given the opportunity to speak.

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Meeting adjourned at 10:58 a.m.

The next meeting is scheduled for Thursday, November 20, 2008 in the Sundial Auditorium at following the Quarterly Membership meeting at 9:00 a.m.

Submitted by:

Warren Hoffmann

Warren Hoffmann, Secretary
RCSC Board of Directors.