

RECREATION CENTERS OF SUN CITY, INC.

MINUTES OF THE REGULAR BOARD MEETING

Thursday, September 25, 2008

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

ABSENT: Shirley Humphrey, **Director**

ALSO PRESENT: Jan Ek, **General Manager**; Jim Wellman, **Assistant 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**, 35 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 June 26, 2008 and Aug. 28, 2008 were approved.

MANAGEMENT REPORTS:

Management reports were given by each member of the Management Team. In the very near future, these reports will be available monthly on the RCSC website at www.sunaz.com.

After Jim Wellman's report, President Nichols thanked the Board of Directors and the management team for completing the Sundial Project. He noted that it took some sacrifice but RCSC got the job done without any additional assessment. Mr. Wellman pointed out that getting a project started and finished is always a big task and he was proud of the way the RCSC management and staff got the project completed.

PRESIDENT'S REPORT: President Nichols promoted the Candidate Night on Wednesday, October 8th at 6:30 p.m., pointing out that this was an educational forum to give the Sun City voters a chance to become acquainted with the various candidates running for office in District 9 and for the Corporation Commission. This forum is being sponsored by the Recreation Centers of Sun City, Inc., The Sun City Homeowners Association, The Sun City Taxpayers Association, The Sun City Condominium Association and the Sun City Visitors Center. It will be moderated by The League of Women Voters.

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DIRECTORS REPORTS:

Bid: Director Schordje reported that five bids were approved. \$83,088 paid to E-Z-Go for golf cart lease; \$23,280.00 for re-roofing of lower roof at Sundial, paid to Specialty Roofing; \$11,367.35 to Aero Rental, Inc. for two used turf vacuums; \$38,226.00 for asbestos abatement at Fairway Center to Spray Systems Environmental; and \$109,051.00 to Dickens for phase 1 demolition of Fairway Center.

Election: Director Schordje told the members that the RCSC needs people to serve on the Board who are willing to give time to their community. He added that serving on the Board gives members the opportunity to really discover how the corporation runs. Secretary Hoffmann expressed his regret that Director Schordje will be leaving the Board on January 1st. He added that serving on the Board is very enlightening and a privilege.

Posse: Posse members are being trained to use hand held radar units in an effort to control speeders, Secretary Hoffmann advised. The Posse members will forward license numbers to the Sheriff's Department who will issue warnings on the first offense and a ticket for a second offense.

Fire Flow: Secretary Hoffmann reported that Youngtown has started legal action against the water company to put into effect the rate increase to pay for additional fire hydrants in Youngtown.

RISE: Brochures listing fall classes at Rio Salado College are available on the back tables, Secretary Hoffmann advised. Sun City residents can take advantage of life long learning classes and a minimal cost.

Legal: The committee will meet at 9:00 a.m. on Tuesday, September 30th in the Board Room, Secretary Hoffmann advised.

Entertainment: Director Painter invited the members to come to the Sun Bowl for the fall concert series which started September 21st. She noted that The Platters will be performing on Sunday, Sept. 28.

MEMBER COMMENTS:

David Mussaf, 100430: He believes that the time has come to take drastic action to make sure that the annual assessments do not rise. He stated that Sundial and other centers do not need to be showcases. In order to reduce costs one golf course could be sold to a developer to build additional homes. He also feels that assessments for individuals who do not use the recreational facilities should be reduced. President Nichols informed Mr. Mussaf that Sun City is a very reasonably priced place to live and the RCSC has its responsibilities in the upkeep of the centers and golf courses. Treasurer Johnson pointed out that the agreement set up by Del Webb with the RCSC prohibits the sale of any golf course.

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Ken Fold, 68315: Commended Jan Ek and Jim Wellman for acting promptly on a complaint from a member.

Jerry Swintek, 28580: Opposes the merger of Sun City Library with Maricopa County Library stating that RCSC has not taken a dime from the government in the past and he does not want to see government intervention in Sun City. He believes the age limit will not be enforced in the library and people from surrounding areas will be able to use it. He stated that the ACLU has prevented many libraries from blocking objectionable materials on the computer and asked if that will happen here? President Nichols assured him that the library will be operated in the same manner as it was in the past and objectionable materials will be blocked.

President Nichols reminded everyone of the Grand Re-opening of Sundial on Saturday, September 27th from 12:00 noon until 3:00 p.m.

MOTIONS:

#1 – Leasing additional golf carts: The Board unanimously approved a motion to lease 20 golf carts and to market Willowcreek Golf Course to the public on GolfNow.com. The motion was made by Vice President Braemer and seconded by Secretary Hoffmann.

#2- Adoption of a Lawn Bowling Advisory Committee and Addition to BP #27 – Standing Committees: Director Westemeier moved that approval be given to the development of a Lawn Bowling Advisory Committee as a standing committee and that the purpose of the committee be added to Board Policy #27 – Standing Committees. After a second by Vice President Braemer, the motion was unanimously approved.

#3 – Facilities Rental Schedules: The Board unanimously approved amended Facilities Rental Schedule for RCSC Cardholders and Facilities Rental Schedule for RCSC Business/Non-Cardholders. The motion was presented by Director Painter, seconded by Treasurer Johnson.

#4 – Lifelong Learning Club Charter: At the recommendation of the Club Organization Committee, Director Painter moved that a charter be granted to the Lifelong Learning Club. Seconded by Director Brown, the motion received unanimous approval.

#5 – Use & Rental of RCSC Facilities & Property – BP #11: Moved by Secretary Hoffmann, seconded by Director Westemeier, the Board unanimously Board Policy Resolution #11 – Use & Rental of RCSC Facilities & Properties in its entirety, and it replaces previous Board Policy #11, titled Shared Use of Recreation Center Facilities.

#6 – Project Management & Contracts - BP #15: The Board unanimously approved Board Policy Resolution #15, titled Project Management & Contracts in its entirety. It replaces previous Board Policy #15 titled Project Management. The motion was made by Director Schordje and seconded by Director Brown.

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#7 – Budget & Financial Reporting - BP #16: Moved by Treasurer Johnson and seconded by Director Painter, the Board unanimously approved Board Policy Resolution #16, titled Budget & Financial Reporting in its entirety. It replaces previous Board Policy #16, titled Finance/Budget Statement.

#8 – Press & Media – BP #19: Board Policy Resolution #19 titled Press & Media was unanimously approved in its entirety to replace previous Board Policy #19, title Miscellaneous. The motion was made by Director Westemeier and seconded by Treasurer Johnson.

#9 – Election Polling Sites: Director Schordje moved that the Board approve three polling location for the December election of Directors in lieu of the four now specified. Locations will be determined by the Election Committee. Seconded by Director Painter, the motion was unanimously approved.

#10 – Golf Fee Increase: Director Brown moved that the following golf proposal and fees be approved effective October 1, 2008. ~ Increase daily green fees 4%. ~ Increase annual golf passes/permits 6%. ~ Allow annual golf passes/permits to be paid by credit card, with a 2% discount for cash. ~ Do not remove the overseeding program of the green surrounds, the par three fairways or the street fronts. ~ Remove the tree trimmings on the course designated for 2008. The motion was seconded by Director Westemeier and was unanimously approved.

#11 – Sun City Library Support: In her motion Director Painter stated that the Board resolves that it will support the Sun City Library Board in its decision to merge with the Maricopa County Library District. This will benefit all the residents of Sun City. Seconded by Secretary Hoffmann, the motion received unanimous approval.

Directors and cardholders were given an opportunity to speak on each motion before the Directors voted on it.

Meeting adjourned at 10:55 a.m.

The next meeting is scheduled for Thursday, October 30, 2008 in the Sundial Auditorium at 9:00 a.m.

Submitted by:

Warren Hoffmann

Warren Hoffmann, Secretary
RCSC Board of Directors.