

**RECREATION CENTERS OF SUN CITY, INC.
BOARD MEETING MINUTES**

June 14, 2021

At the Board meeting called to order by President Wilson at 9:00am on June 14, 2021 at Sundial Auditorium the following took place:

PRESENT: Sue Wilson, President; Mike Ege, Vice President; Sheila Rooney, Treasurer; Dale Lehrer, Secretary; Directors Rich Hoffer, Steve Collins, Dan Schroeder, Darla Akins, Karen McAdam

ALSO PRESENT: Bill Cook, General Manager; Jan Ek, Retiring General Manager; Kevin McCurdy, Director of Finance; Chris Herring, Director of Operations; Mike Wiprud, Director of Buildings & Infrastructure; Brian Duthu Director of Golf & Grounds; Joelyn Higgins, Communications & RCSC Marketing Coordinator; Marcia Johnson, Corporate Executive Coordinator; Theresa Cirino, Director of Events & Entertainment; Allen Kleinhans & Mike Dvorak RCSC Audio/Video Technicians; 110 RCSC Cardholders and 1 member(s) of the press

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

Board Quorum: Secretary Lehrer verified that a Board quorum was present.

President Comments: President Wilson explained the process for a Board meeting and how the Board conducts business. She introduced the Board and staff members present.

Agenda: Motion by Secretary Lehrer to amend the Agenda and remove Agenda Item #3. Seconded by Director Collins, the amended agenda was unanimously approved.

Minutes: Motion by Director Akins to approve Minutes as written, seconded by Secretary Lehrer. The Minutes of the May 27, 2021 Board Meeting were unanimously approved.

Committee Recommendations: None

Presidents Statement: I would like to thank the Board of Directors and our Senior Management Team for sticking with things over the last few days even though we have been bombarded by emails and threats. All of us on the Board understand that pickleball is one of the fastest growing sports in America and we realize that you have 694 members in your Pickleball Club that support your position on the rumor that pickleball courts are being eliminated at Mountain View. It is unfortunate that such a rumor has caused all of us such stress.

We are going to be looking at two options today for redoing Mountain View. No matter which option we choose to go with, there will be a disruption in pickleball while construction is taking place. This Board along with our Senior Management Team will look at solutions for this.

If you attended or watched the planning session following our last Board Meeting you know that we have ADWR restrictions coming down in 2023 and 2025 that will have a profound effect on us. What with the ADWR forthcoming restrictions and suggestions from our members and Board on the Mountain View plan in the May meeting, our architects tried to come up with a

workable solution. We know that with Option #1, which is doing all of Mountain View at once, we could possibly have to push it back to deal with the state regulations on water. In going with Option #2, which is doing Mountain View in phases, we could possibly do parts of Mountain View and at the same time work on the ADWR restrictions.

Please understand that Mountain View was not just a new idea that popped up. Mountain View has been on the PIF plan for years and has been pushed back because of other projects. Our Players Club with 206 members along with our various performance groups have waited 27 years for a performing arts building. In 2017 our Long-Range Planning Committee held two town hall meetings to hear what our cardholders wanted to see at Mountain View. These meetings were very well attended, and we knew without a doubt that the biggest items that were wanted were a performing arts center, a resort style pool, and a gym. In 2020 an Ad Hoc Committee was formed to give management a prioritized list of what should go at Mountain View. I was a part of that Ad Hoc Committee and we stressed that not everything on the list would happen but hopefully as much as possible.

We know from other projects how long it takes to get all of the permits through Maricopa County, and we haven't even started that. Our first chore is to decide on the plan and then begin the process of filing for permits which will take months.

Would all of our pickleball players who are in the crowd please stand. We applaud you for having the passion for your 694-member club. Please understand that as a Board we have to make sound decisions for the 39,000 members or potential members. As the Board President, I am sorry that a rumor of us trying to eliminate pickleball has caused so much stress. Our intention is not to take away a popular activity but please understand that there will be a disruption. We will work to find a solution for this and appreciate your patience as we work to accommodate all of our RCSC Members.

Motions – Second Reading:

Second Reading Motion #1 by Director Akins - I move that we set a three (3) minute time limit on Member Comments and Board Comments. Seconded by Secretary Lehrer, prior to vote Director McAdam moved to amend the motion to remove “and Board Comments” from the motion. Amendment seconded by Director Collins, motion to amend failed 3 to 6 with Director McAdam, Director Collins and Secretary Lehrer in favor and remaining 6 opposed. Vote was taken on original motion and passes 7 to 2 with Director McAdam and Director Collins opposed. Motion by Treasurer Rooney to waive the 3rd reading. Seconded by Secretary Lehrer, motion to waive 3rd reading passes 7 to 2 with Director McAdam and Director Collins opposed.

Second Reading Motion #2 by Secretary Lehrer – I move to accept the recommendation by Director of Operations Chris Herring to amend Board Policy No. 10 titled RCSC Rules & Regulations, Section titled Aquatic Facilities (pools & spas) item numbers 4 & 12 as follows. Seconded by Director Collins, motion passes 8 to 1 with Director McAdam opposed.

Aquatic Facilities (Pools and Spas)

4. Showers are required directly before entering all aquatic facilities. Showering after using aquatic facilities is highly recommended to remove any residual chemicals and minerals. **Use of shampoos and soaps are not permitted in outdoor shower areas.**

12. Swimming pool gear, including floatation devices, may not extend more than two (2) feet from the swimmer and must be within the control of the swimmer at all times. Items that are not permitted include, but are not limited to; balls, Frisbees, rafts or other items that allow reclining or lying, inflatable items except arm floats, water guns and any metallic items. Flotation devices must be made from solid materials and items filled with loose materials are not permitted. Swimmers may be asked to remove swimming gear from the pool area if their use of such negatively affects other users or RCSC Facilities.

Second Reading Motion #3 by Secretary Lehrer - I move to accept the recommendation by Director of Operations Chris Herring to amend Board Policy Resolution No. 10 titled RCSC Rules & Regulations, section titled Miniature Golf, item number 2 as follows. Seconded by Vice President Ege, motion passes 8 to 1 with Director McAdam opposed.

Miniature Golf

1. **Players may play only one ball when others are waiting.**

Motions – Third Reading:

Third Reading Motion #1 by Treasurer Rooney – I move, based on the Insurance Committee’s and RCSC’s Insurance Broker’s recommendations, to approve the 2021/2022 insurance renewal proposal for the Recreation Centers of Sun City, Inc. The renewal proposal includes the same insurance coverages, carriers, and terms/conditions per RCSC’s expiring coverage, with a slight increase in annual premium (1.7%). Due to market tightening and escalation of insurance premiums seen by most commercial and municipality / recreational insurance clients, RCSC is very fortunate to see such minimal increase. RCSC Insurance Broker, Lockton Companies, indicates our carriers regard RCSC as a prestigious risk as well as Best in Class. Seconded by Director Akins, motion passes unanimously.

Third Reading Motion #2 by Treasurer Rooney – Furthermore I move, also based on the Insurance Committee’s and RCSC’s Insurance Broker’s recommendation, that RCSC decline Terrorism Risk Insurance. The terrorism related coverage is optional for commercial property and casualty coverages except Workers Compensation. Terrorism Risk Insurance Act (TRIA) was initially created by the federal government after the 9/11/2001 attack on American soil. The act allows the federal government to share monetary losses with insurers on commercial property and casualty losses due to a terrorist attack sponsored by foreign interests. For TRIA coverage to apply, a terrorist event would have to be declared by the Secretary of Treasury in concurrence with the Secretary of State and the Attorney General of the United States. There has never been a declaration in the United States since this Act was passed by Congress in 2002. The TRIA charge is significant and the exposure to RCSC is very incidental, if at all. RCSC has rejected TRIA on applicable coverages during the past several years. Seconded by Vice President Ege, motion passes unanimously.

Consent Agenda Items: None

Agenda Items:

Prior to the presentation by CCBG Architects several members addressed their concerns and questions on Option #2 of the Mountain View Center Master Plan.

1. **Director of Buildings & Infrastructure Mike Wiprud** – Presentation by CCBG Architects of Mountain View Center Master Plan Option 1A and Option 2. Motion by Secretary Lehrer to approve Option #2 of the Mountain View Center Master Plan and move forward with the project. Seconded by Director Schroeder, after discussion vote was taken and the motion passes 8 to 1 with Director McAdam opposed.
2. **Prior to reading of Agenda Item #2 Director Steve Collins withdrew the motion:** I move that a moratorium be placed on the Mountain View construction project until January 2022 and a rebid be initiated if the bids exceed the PIF Budget estimate of \$17.5 million dollars by more than 10% - Director Collins withdrew the motion from the agenda.

Member Comments: The majority of the members had comments/requests/concerns in reference to the presentation by CCBG Architects regarding the renovation of the Mountain View Center.

Board Comments: Director Collins commented on upcoming projects that could have an impact on the Mountain View Center renovation. Director McAdam asked questions of RCSC Management regarding who meets with the architects and the whole process. Director McAdam also asked for a schedule for the project prior to second reading and inquired if pickleball was being eliminated.

Next Meeting: President Wilson reported that the next Board Meeting is Thursday June 24, 2021 at 9:00am in the Sundial Auditorium.

Adjournment: Motion by Secretary Lehrer to adjourn the meeting. Seconded by Director Collins, motion passes unanimously. Meeting adjourned at 12:05am.

Respectfully submitted,

Dale Lehrer, Secretary