

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

January 28, 2021

At the Board meeting called to order by President Wilson at 9am on January 28, 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, Mike Kennedy, Darla Akins, Karen McAdam

ALSO PRESENT: Jan Ek, General Manager; Bill Cook, Director of Finance; Chris Herring, Director of Operations; Brian Duthu, Director of Golf; Joelyn Higgins, RCSC Communication & Marketing Coordinator; Marcia Johnson, Corporate Executive Coordinator; Allen Kleinhans, James Moore & Mike Dvorak RCSC Audio/Video Technicians; 19 RCSC Cardholders and 1 member(s) of the press

ABSENT: Michael Wiprud, Director of Buildings & Infrastructure

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 Director Akins to approve the Agenda as written, seconded by Treasurer Rooney. The Agenda was unanimously approved.

Minutes: Motion by Secretary Lehrer to accept Minutes as written, seconded by Director Collins. The Minutes of the January 11, 2021 Board Meeting were unanimously approved.

Treasurers Report: Motion by Secretary Lehrer to approve the Treasurers Report, seconded by Vice President Ege. The Treasurers Report was unanimously approved.

Management Report: Motion by Director Akins to approve the Management Report, seconded by Treasurer Rooney. The Management Report was unanimously approved.

Committee Recommendations: None

Motions – Second Reading:

1. **Second Reading Motion #1 by Vice President Ege** – I move to amend the Corporate Bylaws, Article X titled Committees, Section 1 titled Standing Committees, Letter I titled Communications through Technology’s Committee as follows, seconded by Director Hoffer.

Communications through Technology Committee: The purpose of the Communications through Technology Committee is to coordinate and produce a video

news magazine. The video magazine will highlight RCSC's current events, special events, recreation centers, golf courses, clubs, members and any other activities deemed of interest to current and potential RCSC Members. The intent of the video news magazine is to inform, and educate those who may have an interest, or seek information regarding the community of Sun City AZ, or the events and activities within the RCSC. The purpose of the Communication through Technology Committee is to recommend avenues for improving ways to reach out and interact with Cardholders to facilitate communication and exchange of information; and to recommend information of interest and value to be provided to Cardholders and potential Sun City, Arizona residents.

Prior to the vote, motion by Vice President Ege to amend the motion to include the following in the first sentence, seconded by Director Collins. The Amendment passed 8-1 with Director McAdams opposed.

for approval by the Communications & RCSC Marketing Coordinator and a Sr. Manager prior to publication.

Vote was taken on the amended motion and passed 8-1 with Director McAdams opposed.

Motions – Third Reading: None

Consent Agenda Items: None

Agenda Items:

1. GM Ek recommends an amendment to Board Policy 10 titled RCSC Rules and Regulations as follows: Motion by Secretary Lehrer to accept managements proposed changes to Board Policy 10. Seconded by Vice President Ege, motion passed unanimously.

Section titled Smoking (page 3)

Smoking, including electronic cigarettes and vaping devices, shall be prohibited and banned inside all RCSC buildings. Smoking, including electronic cigarettes and vaping devices **but excluding marijuana products**, is allowed in designated smoking areas only and per federal, state and local laws.

Section titled Aquatic Facilities (Pools & Spas) (page 6)

3. Eating or drinking is not permitted in or within 4 feet of a pool or spa excluding clear water in ~~manufacturer's original plastic container with cap~~ **unbreakable plastic or metal beverage containers with cap**. Glass containers, chewing gum and alcoholic beverages are not permitted.

Section titled Boating (page 6) re-titled **Boating** **(also see Model Boats section in this policy)**

5. Model boat use (electric or wind-powered) allowed by RCSC Cardholders who ~~assume responsibility for keeping model boats clear of watercraft and those fishing.~~

New Section titled Model Boats (page 9)

1. Model boats are permitted only on Viewpoint Lake.
2. Only wind and electric powered remote-control model boats are permitted. Gas powered model boats, nitro-fueled “Glow plug,” internal combustion engines, or gasoline engines are prohibited.
3. Model boats may not:
 - a. obtain speed faster than 12mph,
 - b. submerge or dive while doing tricks and/or stunts,
 - c. create engine noise that causes disturbance to other RCSC Cardholders or homeowners adjacent to Viewpoint Lake,
 - d. be operated outside the view of the owner, or
 - e. be operated after dark.
4. No wading or swimming permitted in Viewpoint Lake to retrieve a model boat. Owner is responsible for retrieval of their model boat.
5. Cardholders assume the responsibility to keep model boats away from all other watercraft and those fishing.
6. Model boat owners are responsible for their personal safety and damages to their boat.

New Section titled Table Tennis (page 9)

1. Food nor beverages of any kind are allowed within the playing areas.
2. Rubber soled shoes with closed heels and toes are required.

Section titled Viewpoint Lake (also see *Boating and Fishing sections in this policy*)
re-titled **Viewpoint Lake** (also see *Boating, Fishing and Model Boats sections in this policy*)

2. GM Ek recommends an addition to Board Policy 12 titled Chartered Clubs by adding Section 31 titled Sponsorship as follows: Motion by Secretary Lehrer to accept managements proposed changes to add section 31 titled Sponsorship to Board Policy 12 titled Chartered Clubs. Seconded by Director Hoffer, motion passed unanimously.

RCSC’s Chartered Clubs are under the group tax exemption and most are exempt as social welfare organizations under Internal Revenue Code (“Code”) Section 501(c)(4). The Code and related regulations do not prohibit a Section 501(c)(4) organization from accepting sponsorship funds. It is important to remember, however, that the Code prohibits the net earnings of a social welfare organization from inuring to the private benefit of any members. In general, the private inurement prohibition is usually concerned with payments to insiders, other than as reasonable compensation for services actually rendered. The prohibition against private inurement is intended to ensure that the organization serves the community rather than a private interest. Therefore, any funds received from sponsorships need to be used for the purpose and objectives of the Chartered Club and not for the private benefit of any individual member.

If your club is not exempt under Code Section 501(c)(4), please see the Director of Operations prior to soliciting or receiving any sponsorship funding.

3. GM Ek requesting on behalf of inheritors for an exception of payment of the Preservation and Improvement Fee and the Transfer Fee of a Sun City property located at 10335 Willowcreek Circle. Those who inherit a property are given a year from the date of death to sell the home to avoid the payment of the Preservation and Improvement Fee and Transfer Fee. The inheritors claim they were unable to sell the house within the time frame given as they did not feel safe to travel due to COVID-19, no motion failed.

Member Comments: A member inquired about COVID-19 vaccines for Sun City Residents.

Board Comments: None

Next Meeting: President Wilson reported that the next Board Meeting is Monday, February 8, 2021 at 9:00am in the Sundial Auditorium.

Adjournment: Motion by Director Akins to adjourn the meeting. Seconded by Treasurer Rooney, motion passed unanimously. Meeting adjourned at 9:36am.

Respectfully submitted,

Dale Lehrer, Secretary