

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

October 26, 2023

At the Board meeting called to order by President Fimmel at 9:00am on October 26, 2023 at Sundial Auditorium, the following took place:

PRESENT: Kat Fimmel, President; Karen McAdam, Vice President; John Fast, Treasurer; Jean Totten, Secretary and Directors John Nowakowski, Steve Collins, Denny Nichols, Jim Rough

ALSO PRESENT: Matthew D'Luzansky, General Manager; Brian Duthu, Director of Golf and Grounds; Michael Wiprud, Director of Buildings & Infrastructure; Kevin McCurdy, Director of Finance; Chris Herring, Director of Operations; Beth Lucas, SCVC & Marketing Manager; Joelyn Higgins Communications & RCSC Marketing Coordinator; Mike Dirmyer, Director of Bowling; Marcia Johnson, Corporate Executive Coordinator; Theresa Cirino, Director of Events & Entertainment; Allen Kleinhans and Doreen Rafferty, Audio/Video Engineers; 67 RCSC Cardholders and 0 member(s) of the press

ABSENT: Director Jeff Darbut

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

President Comments: President Fimmel explained the process for a Board meeting and how the Board conducts business. She introduced the Board, Staff and Board Candidates in attendance.

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

Approval of Agenda: Prior to approval of the agenda, Secretary Totten stated that she would like to request of my fellow Board Members' permission to tweak the Committee Recommendation portion of the agenda.

Could we please move the recommendation brought forth by Treasurer Fast and Vice President McAdam on behalf of the Finance and Budget Committee (F&B) to "approve the 2024 Operating and Capital Budget" from the third item on the list of Committee Recommendations to the first item?

I am asking for this change to allow our Director of Finance, Kevin McCurdy, plenty of time to promote his budget, answer our questions, and perhaps to comment on his vision for the next few years. Sitting in the F&B committee meetings throughout the summer and listening to these same topics aided me greatly in understanding the "money" part of RCSC and perhaps will help you understand it better.

However, on that same subject, and because it was very confusing to me, I would like to hear as he explained to me yesterday, how a budget that was already approved by its recommending committee can possibly be accepted now and then two recommendations later in this same meeting, can possibly be voted on with changes.

Approval of Minutes: Vice President McAdam asked to amend the Minutes to reflect that the Long-Range Planning Committee (LRP) not the Strategic Alternatives Committee (SAC) moved the dates of the Town Hall Meetings to November. The Minutes of the September 28, 2023 Board Meeting were approved as amended.

Treasurers Report: With questions answered on the Treasurers Report, the Treasurers Report was filed for audit.

Management Report: With questions answered in the Management Report, the Management Report has been accepted as presented.

Recreation Center update Report: General Manager D'Luzansky gave an update on the Centers with three topics discussed. The three topics were appreciation, the Sundial Paint job, and the 2024 Budget.

Director of Finance Kevin McCurdy gave a presentation on the 2024 Budget. The recommendation to approve the 2024 Budget, from the Finance & Budget Committee, is a motion on the agenda today.

President Fimmel stated that she wanted to speak about an incident that happened at last month's Board Meeting where she made a comment about Director Nichols and Technology. He was bothered by my comment and at the break he came over to me and resigned his position as Chair of the Technology Committee. The following morning with Director Nichols sitting next to me I asked the Audio-Visual engineers to edit out those 20 seconds of the film. I mistakenly believed that I was keeping Director Nichols from further embarrassment. Shortly thereafter I realized that some members might think that I moved the 20 seconds to protect myself. I have written enough about transparency and the members have said enough about transparency that it didn't take a second for me to realize that I needed to contact the Audio-Visual engineers to have them restore the recording. Please know with clarity that this is the first, last and only time that I have requested that a recording be edited. All of you who have followed the Board this past year know that we are focused on transparency, ownership and accountability. I am holding myself personally accountable for the decision I made in this matter. Nothing is more important to me than having your trust and respect, that is why I am addressing this issue in this manner today. Thank you for your time.

Announcements:

Secretary Totten, Liaison for Friends of the Library announced that they are seeking additional Board Members. If anyone has an interest you can reach her at the RCSC email address which is jtotten@suncityaz.org.

Secretary Totten, Liaison for the Sun City Homeowner Association Roads and Safety (SCHOA). Reported that residents commented once again about the problem of speeders in our city. The motorcycle unit from the sheriff's office is not yet in operation, but they do have new "stealth" undercover cars catching speeders throughout. They reported that most of the tickets issued are to Sun City residents.

The November SCHOA Roads and Safety meeting is cancelled due to the Maricopa County's Attorney Office Safety and Fraud Summit being held on November 15th from 9:00am – 12:00pm in the Sundial Auditorium. Maricopa County Attorney Rachel Mitchell and Sheriff Paul Penzone will be speaking as well as Captain Brian Stutsman and Coordinator Joan Campbell. This is a free event for all residents of Sun City to keep you safe at home and free from scammers.

Secretary Totten also reported on the Sun City Homeowner Associations (SCHOA) monthly meeting. The annual election for their Board members starts next week. If you are a member of SCHOA, you can vote in person or by accessing their website. SCHOA is our Homeowners Association (HOA) in Sun City for all 17,500 single-family homes; their membership is up over 900 from last year but still lacking. If you are not a member, you should consider joining. The fee to join is \$25 per year.

They are also holding their Lifestyle Senior Expo on November 1st from 9:00am – 1:00pm at the Sundial auditorium. This event will give their business partners a chance to showcase their business. There will be food vendors available, plenty of gift baskets, drawings, and staff will be there to answer questions.

Secretary Totten, Co-Chair of the Clubs Organization Committee (COC) reported that the volunteer members of this committee, along with the Chair and Co-Chair, have begun the process of reworking Board Policy #12 and creating a SOP (Standard of Operating Procedures) to guide both COC Committee members, new clubs, and clubs that have been in existence for years. Clubs should be examining their own Rules and Regulations and updating yearly.

Director Collins, Chair of the Clubs Organization Committee (COC) announced that last month the Stitchers club at Bell, the Silversmiths club at both Bell and Sundial and the Crafters Club at Sundial all asked for the temple to redo their Clubs Rules and Regulations.

Vice President McAdam announced that the Annual Membership Meeting is on November 29, 2023 at 6:00pm in the Sundial Auditorium and that on the back table is a document with the dates for submitting motions.

Vice President McAdam also announced that the Proxy Form and procedure was revised and will be posted on the website shortly.

Director Nichols, Liaison of the for Sun City Community Assistance Network (SCCAN) reported that they are coming into their Season of Donations. One thing I would like to share is if you pay Arizona Income Tax, you can get up to an \$800 tax credit with a donation to SCCAN. Please consider it, they do an excellent job and help people in need. He explained what SCCAN stood for and what they offered Sun City Residents.

Committee Recommendations:

1. **Finance and Budget Committee – Treasurer Fast & Vice President McAdam** – I move that the 2024 Operating and Capital Budget is approved as recommended by the Finance & Budget Committee. After discussion, the vote was taken, and the motion passes its first reading unanimously.
2. **Golf Advisory Committee - Director Collins** – On behalf of the Golf Advisory Committee, I move to retain the non-resident pass at a cost of \$3,250 without a cart and no surcharge, capped at 250 passes. Previously sold passes will be honored until their expiration date. After discussion, the vote was taken, and the motion passes its first reading 7 to 1 with Secretary Totten opposed.
3. **Golf Advisory Committee – Director Collins** – At the recommendation of the Golf Advisory Committee, I move to accept RCSC Managements 2024 Budget proposal for Golf. The vote was taken, and the motion passes its first reading 7 to 1 with Secretary Totten abstaining.

Director Collins moved to waive the second reading of this motion. Seconded by Treasurer Fast, the motion to waive passes unanimously.

4. **Finance and Budget Committee – Vice President McAdam** – On behalf of the Finance & Budget Committee, I move that a separate fee of \$1,000 be attached to all property transfers under the jurisdiction of RCSC. This fee shall be in addition to the current PIF fee attending property transfers and designated for major capital improvements that do not qualify for PIF funding.

Prior to the vote, Treasurer Fast moved to amend the motion and after discussion withdrew his motion to amend.

The vote was taken on the original motion, and it passes 7 to 1 with Treasurer Fast abstained.

President Fimmel called for a ten-minute break at 10:52am.

At 11:05am the meeting reconvened and Treasurer Fast did not return to the meeting.

Motions Second Reading:

1. **Director Rough** – On behalf of the Bowling Committee, I move to amend Board Policy #18 titled Bowling, sections titled Use of Bowling Centers, Instruction Classes, and Bowling Tournaments. The vote was taken, and the motion passes its second reading unanimously.
2. **Director Rough** – I move to amend Bylaws section titled Definition for Bylaws by adding the following definition for “Business Affairs of the Corporation.”

A. “Business Affairs of the Corporation” is defined as all matters conducted by the Corporation, excluding amendment of Bylaws, that are not in violation of its Corporate Documents or The Arizona Nonprofit Corporation Act in effect at the time the matter is conducted.

The vote was taken, and the motion passes its second reading unanimously.

3. **Director Collins** – I move to amend Board Policy#12, Section 17 titled Club Member Discipline as follows:

1. CLUB MEMBER DISCIPLINE

Club members should comply with RCSC and club rules and regulations and conduct themselves in a manner so as not to jeopardize the rights and privileges of other club members. If a club member fails to comply or conduct themselves in an appropriate manner, it may be reported on a Club Member Conduct Report (FORM BP:12-14) which will follow the process as outlined in the club's rules and regulations or as determined by the club's

Executive Board if no club rules and regulations have been established for such. All Club Member Conduct Reports (FORM BP:12-14) must be completed and submitted within thirty (30) days of the infraction/incident.

Any club member disciplined by the club's Executive Board may submit a written request for an appeal to the Board which will follow the appeal hearing process in the Bylaws.

If a Board Member is the accused party in a Conduct Report, the Clubs Executive Board must not address the issue. The report should be forwarded to the club's COC for action. If a Board Member is the accused party, further actions by the Board are not applicable and the COC shall ensure due process including any right to appeal.

The vote was taken, and the motion passes its second reading unanimously.

4. **Secretary Totten** – Using the 5 C's of communication (clear, correct, complete, concise, and compassionate), I move to recommend that the Outreach & Communications Committee be re-established through an amendment to BP#27 titled Standing Committees, with the committee's purpose listed as follows:

Outreach & Communications Committee:

The purpose of the Outreach and Communication Committee is to ensure that we increase our visibility, help re-establish a sense of community, identify key messages, connect with our Members, Board of Directors and our RCSC Staff; while recommending avenues for an exchange of information, encouraging active participation, and serving as a link with our community partners to promote quality messages as we all serve the same people.

The vote was taken, and the motion passes its second reading 6 to 1 with Director Nichols abstaining.

New Business:

1. **Director Collins** – I move that we increase the PIF budget for the Softball Club project to \$1,380,000. The vote was taken, and the motion passes 6 to 1 with Director Nichols abstaining.

Director Collins moved to waive the second reading of the motion. Seconded by Vice President McAdam, the motion to waive passes 5 to 2 with Director Nichols and Secretary Totten opposed.

Next Meeting: President Fimmel reported that the next meeting will be The Exchange on Monday, November 6, 2023 at 9:00am in the Sundial Auditorium. She also noted that the next Regular Board Meeting is Thursday November 16, 2023 at 9:00am in the Sundial Auditorium and the Annual Membership Meeting is Wednesday, November 29, 2023 at 6:00pm in the Sundial Auditorium.

Adjournment: President Fimmel stated that with no further business, the meeting will be adjourned. The meeting was adjourned at 11:43pm.

Respectfully submitted,

Jean Totten, Secretary