

NOTICE TO MEMBERS

The annual meeting of the membership has been called by the Board of Governors for the purpose of presenting information on the following topics described below. The Annual Meeting is scheduled for Wednesday, October 2, 2019 at 5:30 PM in the Lakeside Room.

A letter detailing the proposed changes described below and draft agenda will be mailed to Club members the week of September 16, 2019. Pursuant to the Constitution, the proposed amendments are being *posted* 20 days in advance of the Annual Meeting.

Constitution Amendments To Be Considered At Annual Meeting

Note: The items in underline reflect new language.

AMENDMENT TO CORRECT

In the pre-amble, item (3): The management of the Club shall be vested in a board of thirteen (13) directors (a/k/a Governors).

Explanation: a typo exists in the current constitution. This edit completes the sentence.

AMENDMENTS

A. Amend Article I, Section 4 as follows:

Only Regular, Diamond, Emeritus, Associate, Lifetime and qualifying Legacy Members shall be entitled to vote or hold office in this Club, except that a member or a member's spouse may be elected to the Board of Directors.

B. Amend Article II, Section 3 to delete the current Section 3 and replace with:

Section 3. An assessment may be levied against and collected from each member of any classification (except any non-paying dues class), payable at such time or times as the Board may determine, when in any given calendar year, the results of the Balanced Cash Flow Formula results in a negative amount.

For purposes of Article II, Section 3 only, the following definition will apply:

Balanced Cash Flow Formula - results of operations, reported by the Club, less annual debt service requirements (interest and principal payments on outstanding debt) and any nonoperating or nonrecurring cash expenses not paid from the capital improvement account.

In the event assessment is mandated, pursuant to the provisions of this Article II, Section 3, the Board shall provide sufficient notice to the membership prior to assessment. The assessment shall be in the amount necessary to bring the Balanced Cash Flow Formula to \$0.