

**SCM Finance Committee Minutes
March 9, 2021**

Via Teleconference

Attendees

Present

Duane Gillman

Greg Harmon

Lauren Van Tussenbroek

Dennis Regan

Robert Leroux

Jim Karras

John Schippert

Chairman

Vice Chairman

Treasurer

Member

Member

Guests

Phil Crapo

John Davis

Donna Eads

Karen Sennes

Greg Hernandez

Clint Warrell

SCM General Manager

Facility Director

Board of Directors

Merrill Lynch

Accountant - Seabreeze

Vice President, Large-Scale
Communities – Seabreeze

Absent

Larry Sanders

The meeting was called to order by Duane Gillman March 9, 2021 at 9:00 a.m. Pacific time. The following actions were taken:

1. The minutes of the February 9, 2021 SCM Finance Committee were reviewed. Duane Gillman made a motion to approve the minutes. Dennis Regan seconded. Vote was unanimous.

2. **Reserve Investments – Karen Sennes (Merrill Lynch)**

Merrill Lynch will advise their recommendations at the April meeting. It appears that the Federal Reserve is not interested in raising rates for about a year. SCM will be able to use the funds that were earmarked for the upgrades to the recreational area while still being able to meet its regular expenses.

3. **Trends**

The committee noted that there was nothing to add to Jim Hier's trends report. Greg Hernandez advised that the excess payroll in the January P & L report was due to transitioning payroll from a bimonthly to a biweekly payroll. Discrepancies will be noted on the 2020 audit adjustment.

Jim Karras gave an updated report on improvements to the outside recreation areas.

4. **Capital Expenditures – Phil Crapo**

- A. **Sealing Roads**

Duane Gillman made a motion to approve up to \$139,185 of Reserve expenditures for asphalt improvements. Bob Laroux seconded. The vote was unanimous.

- B. **Termination of TDS Contract – May 11, 2022 – 30 Day Notice**

Duane Gillman made a recommendation to send the termination letter for the TDS Contract ending May 11, 2022 no sooner than necessary (30-day notice). Due to the number of issues with TDS, he also recommended that, prior to notifying TDS of the decision, attorney Matt Grode, thoroughly review all terms of the contract termination and take the appropriate steps to exit the contract. He would also like to ensure

that everyone associated with TDS has a clear understanding that the contract will not be renewed and that Sun City Mesquite has no further obligation to them.

C. AMM – Waterfall #11 Lighting Reserve Expense

Duane Gillman made a motion to approve the waterfall lighting at Hole #11 in the amount of \$4,950.00 as a Reserve expenditure. Greg Harmon seconded. Vote was unanimous.

D. SCM – One Additional Shade Covering for Pool Area – Capital Expense

Duane Gillman made a motion to approve 2 additional outdoor umbrellas plus their related construction and installation in the amount of \$10,814.52 as a capital expense. Dennis Regan seconded. Vote was unanimous.

5. Other

Phil Crapo noted that he will be getting in touch with landscaping committee to discuss the reserve finances.

Next Meeting

The next Finance Committee meeting is scheduled for Wednesday, April 13, 2021 at 9:00 a.m. (Pacific time)

Adjournment

Duane Gillman made a motion to adjourn the meeting at 10:07 a.m. Greg Harmon seconded. Vote was unanimous.

Respectfully submitted,

Barbara Rechcygiel