

**ROTARY BOARD MEETING**  
**August 17, 2005**  
**DRAFT #2**

**PRESENT: Michael Kealy, President; Brent Hagen, Treasurer; David Stern, Sergeant at Arms; Vern Chase, Membership; Kathy Dahlstrom, Vocational; Jane Bloom, Secretary; Elizabeth Crouch, Past President; Don Henderson, Club Services; Pam Halson, Rotary Member; Carol Kinney, International; Rod Norman, Community Services**

**Guests: Warren Bradbury; Sally Hyde; Bill Moran; Larry Thronsdon; Llwanga Lwanga**

**Call to Order: Michael Kealy. Stated those present.**

**Agenda: Requested additions: Times of Rotary Meeting; Port weather station; Puget Drive signs; Discussion on 2005 Auction Final Financial Report**

**Minutes of Last Meeting, July 20, 2005: Rod Moved; Vern seconded; approval.**

**Treasurer Report: Separated reports between Foundation and Club.**

**Clubs Financial Statement: Presented Balance Sheet Accounts as of June 30 and July 1. \$135,000 then down to \$111,000 in July. Some receivables for quarterly lunch and membership dues. Half have been collected as of August. End of July \$6400 in unpaid bills.**

Income and Expenses for July. Billed out \$5800 in dues and there is a net profit of \$3700 as that is a quarterly dues month. \$300 in Happy Bucks. Similar chart of accounts as of last year and only things with numbers show up on account. Club and community services are the only ones where bills were offered for July. There is a detailed listing offered as to where things have been accounted to.

No lease has been located for yacht club and Brent has made up new remittances for the yacht club. Sally said she may have a copy of the lease. There were three days we did not use the club and adjustments will be made.

The scholarship payments went out to all the schools in August for recipients and Brent wrote them out of Club account. Needs to be reimbursed to club by Foundation and Brent will look after that.

**FOUNDATION REPORT:** Brent is working through process of what purposes funds are held for. For July 31, \$29,000 in assets; end of June had \$38,000. Collected \$88 and took care of matching funds for matching grants and direct club aide to Shoran Corn club. Spent \$10,000 of Tsunami money. Assets will drop by \$16,200 for funding scholarships.

**NEW ITEM TO AGENDA: Auction Report,** BILL MORAN. MOVED UP ON AGENDA BECAUSE BRENT HAS TO LEAVE. Bill Moran was told yesterday that the auction only made \$14,000. Bill says he objects to that report. Bill shared report on auction from Libby \$19,504 shown as profit. Pat Thorpe had stated that the auction only made \$14,000. Information going around that \$19,000 profit was not made on auction but there was over \$25,000 turned over to Mike Meeks. Brent offered to do a comparison to see where records are different. Also needs to show another \$1,000 from Pat Shields to Karen Wiggins for rental bought from auction. No money allocated to the Community College out of scholarship funds and Bill has concerns because we get a reduced rate for using the college because we contribute to scholarships. Bill requested that \$2,000 be contributed to scholarship funds at the college. Warren said we do not do it every year but we present a budget to community service which then goes to board and the board approves overall expenditure of the funds and then gives the scholarship committee the amount they can spend. Last year was the first time money did not go to the college. \$26,800 in scholarship fund and last year no contribution was made to the college, except in 1991-1995-the college has received about \$2,000. There was discussion over if the college was even considered as a recipient last year. Last year, \$1,000 was approved for the college

Elizabeth spoke to the scholarship issue and said the committee gave 14 scholarships at \$1200 which left \$2200 left. Dave Stern stated we should not be adding scholarships if we cannot pay for what we have commitments to now.

Mike K.- Mike suggested we set the number of scholarships each year and depend on the auction for those funds; and also reconcile with the college if there is money left from last year. If the auction raises more than designated, we could use the money for other purposes that could fall under the umbrella of scholarships, such as literacy projects. We need to ensure that money only goes to education.

Bill M. Wants a check for the scholarship for the college as he is in process of booking the college for the auction. Last year it was only \$300 for the use of the facility.

## **COMMITTEE REPORTS**

**VOCATIONAL:** The picnic was very successful. Our club and the Daybreakers each gave \$50 for the park and we owe money to the band.

**INTERNATIONAL:** Carol gave another proposed budget. India added -\$1300 for water and \$1,000 for literacy. \$2500 for computers for the world. Carol asked if we know any corporations who would be changing out computers for upgrades, minimum Pentium 3. \$2500 for Llwanga for Uganda; computer literacy in the Philippines asked for \$1638.

Mike stated that having a budget is not approval to spend it as we may need to do cuts. The issue of when funds can be expended was debated. Concern that cannot spend the entire budget before income is generated. We spend money this year that we made last year. A few years ago an administrative decision was made to empower committees to spend their budgets.

Elizabeth said everyone knows they have fiduciary responsibility; want to give away money; do not want to over commit ourselves; all want to keep fundraising; we make a prudent budget proposal. Example, Carol's proposal is only a proposal-we should go to committee report and then back to budgets.

Sally Hyde had talked to Carol about something she wanted in International budget or scholarships. Sally talked about Mohammed Juwara from Gambia/Africa who we have helped with scholarships. He has a special waiver for a work visa for translation at UW hospital as he speaks five languages. He has been accepted at UW and he has to pay \$6,000 quarter as an out of state student. Sally is asking for \$1,000 for Mohammed for his tuition-could come from International or scholarship.

Mike said that normally that type of request should go to Committee chairs as they have control over their budgets.

**COMMUNITY SERVICE REPORT:** Lots of people want money including Edmonds Elementary Playground project. Last year gave \$2500 to Edmonds Arts; half way committed to \$5,000 to get our name on something. We did commit to \$5,000 for a seat. Some question on if there is a commitment last year of \$2500 for two years of contributions to Edmonds Arts. Do we have a commitment this year for Arts?

**CLUB SERVICE:** Don H. did not have much to report; trying to get more entertaining programs. Carol Kinney's Celtic music band will perform on October 18<sup>th</sup>.

**MEMBERSHIP:** Vern Chase. Said he sent out minutes to all board minutes from Membership meeting. Going to have a process for new member prospective where new members can be tracked. Recommendation for Christine Sparling, Edmonds Bank of Washington, Branch Manager as a new member. Motion to approve her as a potential member; Don H. seconded. Approved.

Need to assign someone or group of people to be the follow up; someone who is friendly with her or knows her. A potential choice would be Jeanne Hansen.

**WATERFRONT COMMITTEE:** No report. Meetings of the committee will begin in September. Proposed date is weekend before Memorial Day.

**MEETING TIMES:** Vern says some people who he is meeting with, along with Don Schmutz who is a doctor, are saying an hour is enough for the Rotary meeting for the official meeting. Michael wants to send out a survey regarding times of the meeting. We might be able to attract more professional members if it was an hour for the official meeting. There was no opposition to the suggestion of a survey.

**PUGET DRIVE SIGNS:** Signs are all gone. Could have been removed.

**PORT WEATHER STATION:** Our Rotary Club had set aside \$5,000 and is in account waiting to be spent. It will now be an educational facility with technology. Rotary plaque will still be put up; meeting in September. What language do we want plaque to say?

**NEW PROPOSED BUDGET:** The budget more accurately reflects the 2004 actuals. Last page has weather station and Trinity Place. Discussion regarding how much money for Centennial project, to a maximum of \$50,000 so checks could be written against it. Vern suggested we work with Bill T. to get 15 year project budget. Fencing and play equipment are up coming costs and we need to get a price. There is a District grant that could be applied for- a District Simplified Grants but committee sub chairs need to apply for it.

Mike K proposed that Committee Chairs send Mike email regarding budget issues and concerns, with as much details, and Mike will try and put it back into a form that is easily understood with suggested changes.

**MEETING ADJOURNED:** 9:00 AM