

## **Long Range Planning and Finance Committee**

*The Long Range Planning and Finance Committee met on September 13 and discussed the following financial matters.*

- 1. The 2013 reserve funding schedule for social, golf, community association and the sewer plant.*
- 2. The time line for the completion of the 2013 budgeting process. The process will include a membership meeting to review the preliminary budget and reserve schedule – probably the week of November 12<sup>th</sup>.*
- 3. A proposed letter to the Board recommending an incremental early payment schedule for the sewer plant loan that would pay the loan off one year early.*
- 4. The notion that we may have excessive amounts of operating surplus. At first glance, the current amounts might seem high, but when the amounts required for future payments for the sewer loan, both regular and early (if approved), are factored in, we feel that the current surplus is necessary. We try to keep in mind that our members vote every year to “not fully fund” our reserves. Having reasonable surplus operating funds gives the Board the ability to augment future reserve fund requirements, if needed.*

*So far this year, our incentive program to add new equity golf members has resulted in the addition of 5 new members at \$19,000 each and 2 new members at \$22,000. That will add a total of \$139,000 to our golf reserves, and will leave one membership still available at \$22,000 – then the membership price will go to \$25,000.*

**Jim Zimmer, Chairperson**

