

THE MOUNTAINEERS
MINUTES OF THE MEETING OF THE BOARD OF TRUSTEES
October 5, 2006

Board Members Present:

Officers:

Bill Deters, President
Scott Eby, VP of Recreational Properties
Don Heck, VP Publishing
Brad Gibson, Secretary
Ron Eng, Immediate Past President

Trustees At Large:

Steve Cox
Dale Flynn
Jim French
Ken Hahn
Eric Linxweiler
Mona West

Trustees from the Branches:

Steve Glenn, Bellingham
Rob Simonsen, Everett
Jimmy James, Kitsap
John Flanagan, Olympia
Steve Sears, Seattle
Mary Lynch, Foothills
Tom Shimko, Tacoma

Absent:

President Elect, vacant
Treasurer, vacant
Rick Anderson
Patti Polinsky

Others Present:

Michael Shurgot, Conservation Division
Paul Robisch, Foundation
Steve Costie, Executive Director
Brian Horstman, Controller
Leonard Russell, Member Services Manager
Brad Stacener, Mountaineers Magazine Editor
Eileen Allen, Mountaineers Accounting

Helen Cherullo, Publisher

Members of the Audience:

Approximately eight members attended the meeting.

- I. President Bill Deters called the meeting to order at 7:03 PM in the Pinnacle Room of the Mountaineers, 300 Third Avenue in Seattle WA.
- II. A motion to approve the agenda was made and seconded. The motion passed unanimously.
- III. A motion was made and seconded to approve the September 2006 meeting minutes as published. Several minor changes to the minutes were made. The minutes were approved as amended.
- IV. There was no Consent Agenda.
- V. Officer Reports
 - A. President's Report: Bill Deters submitted an oral and written report, including the information included in his "View From the Top," which will be published in the October, 2006, Mountaineer magazine.
 - B. Executive Director's Report :Steve Costie submitted a written and an oral report. The written report is attached to the minutes at the end of the minutes as Exhibit 1.
 - C. VP of Publishing's Report: Publisher Helen Cherullo submitted a written report on behalf of Don Heck. The written report is attached to the minutes at the end of the minutes as Exhibit 2.
 - D. VP of Rec. Properties' Report: Scott Eby reported that cleanup at the Snoqualmie site is almost complete. All that is left is to do is to get utility service restored to the property.
 - E. Secretary's Report: Brad Gibson briefly reported on the recent annual meeting and asked for volunteers to count votes at the upcoming club election.
 - F. Treasurer's Report: Brian Horstman submitted a written report, which is attached to the minutes at the end of the minutes as Exhibit 3. Mary Lynch requested that in the future the BoT be given full financial reports.

VI. Unfinished Business

A. Budget

1. Steve Sears made a motion that the \$100,000 Goodman gift be designated as Program Development Reserve funds upon receipt. The motion was seconded and, after much discussion, passed unanimously.
2. A motion was made and seconded that the \$75,000 in Goodman stipulated gifts be designated for use as follows:
 - a. \$5,000 to club operations;
 - b. \$10,000 to the Conservation Division operating budget for a full-time public policy position;
 - c. \$60,000 to Lodge Reserves;The motion passed unanimously.
3. Brad Gibson made a motion that the proceeds of the sale of the Seattle Clubhouse be placed in a Building Endowment Fund. Steve Cox seconded the motion. After much discussion, Mary Lynch voted against the amendment and all other trustees voted for it. The motion passed.
4. Steve Sears made a motion that interest earned on Program development Reserve Funds be retained in that reserve. The motion was seconded. All trustees voted for the motion except Steve Cox, who voted against it. The motion passed.
5. Steve Sears made the motion that \$106,000 of the Husband Bequest funds be moved to the Conservation Reserve. The motion was seconded and passed unanimously.
6. Eric Linxweiler made a motion that all interest accruing for each designated Reserve will be retained in that Reserve. Ken Hahn seconded, and the motion passed unanimously.
7. Don Heck made a motion that the compliance deadline for BP 423 be extended to March 31, 2007, and that a joint session of the Finance Committee and the Bylaws Committee be convened to clarify the language of BP 423. Steve Sears seconded, and the motion passed unanimously.
8. A motion was made that the administrative fee for all Outings be continued at 10% of gross revenue. The motion was seconded and passed with Mary Lynch being the only negative vote.

9. Dale Flynn made a motion that expenses and new program development for the Conservation Committee be funded from general funds. Jimmy James seconded. The question was called and failed. After much discussion, a vote was held, and the motion failed by a show of hands.
10. A motion was made to approve the 2007 Club Budget as presented. After a second, the motion passed by a show of hands. Two trustees voted against the motion.
11. Eric Linxweiler made a motion to approve the 2007 Capital Budget as presented. Don Heck seconded. The motion passed unanimously.

VII. New Business

- A. Steve Sears made a motion that board approve the expenditure of up to \$7,000.00 from Seattle Branch Reserves toward program development in the Seattle Branch Backcountry Ski and Snowboard Committee. The motion was seconded and passed on a show of hands.
- B. Steve Sears made a motion that board approve the transfer of \$20,000.00 from Seattle Branch Reserves to the Conservation Division operating budget in support of their efforts. The motion was seconded and passed unanimously on a show of hands.

VIII. Committee Reports

- A. New Facility Construction Committee
 1. The NFCC submitted a written report. Updates are accessible using a link from the main page of the Mountaineer's website. A copy of the report is attached to the minutes at the end of the minutes as Exhibit 4.

IX. Reports

- A. Seattle - Steve Sears made a motion, which is detailed above under New Business, item VII.A.
- B. Foothills reported that the annual mushroom weekend would be held October 27-29/2006 at Meany Lodge.

- C. Olympia Branch reported that the first year of using modular courses yielded a positive result, better than 2005.
 - D. Everett Branch reported that they recently had a successful salmon bake, everything else is fine.
 - E. Bellingham Branch reports all is well.
 - F. Tacoma Branch reports that committees are getting ready for next year's course.
 - G. The Foundation submitted a written report, which is attached to the minutes as Exhibit 5.
 - H. The Conservation Division submitted a written report, which is attached to the minutes as Exhibit 6.
- X. Executive Session
- A. The Board entered and exited executive session.
- XI. Good of the Order
- A. Steve Glenn mentioned that Bill Palek, who has been a good friend of the Mountaineers, will be retiring from the North Cascades National Parks Service.
- XII. The meeting was adjourned at 10:55 PM.

Respectfully,

Brad Gibson, BoT Secretary