

EXECUTIVE BOARD MEETING MINUTES

A special meeting of the Executive Board of the Family Motor Coach Association was held on Thursday, May 5, 2022. The National President and Secretary were both present. National President Rett Porter called the meeting to order at 11:03 a.m.

Members present:

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| Rett Porter | National President |
| Gary Milner | National Senior Vice President |
| Kathie Balogh | National Secretary |
| Barbara Smith | National Treasurer |
| Jamie Erickson | National Vice President, Rocky Mountain Area |
| Bob Golk | National Vice President, Western Area |
| Paul Mitchell | National Vice President, International Area |
| Herman Mullins | National Vice President, South Central Area |
| Don Schleuse | National Vice President, Northwest Area |
| Patricia Voyna | National Vice President, Southeast Area |
| Gaye Young | National Vice President, Eastern Area |
| Jon Walker | Immediate Past National President (non-voting member) |

Members not present:

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| Ken Lewis | National Vice President, Great Lakes Area |
| John Traphagen | National Vice President, Northeast Area |

Staff present:

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| Chris Smith | Chief Executive Officer (non-voting advisor) |
| Anne Baumgartner | Director of Marketing |
| Penny Gortemiller | Director of Chapters and Governance |
| Pamela Kay | Director of Communications |
| Sherry Light | Project Manager |
| Larry Pennington | IT Manager |
| Danielle Powell | Chapter Services Coordinator |
| Doug Uhlenbrock | Director of Events |
| Aaron White | Director of Membership |

The purpose of this special meeting was to discuss moving the Tech Connect program from Family Motor Coach Association to Family Motor Coaching Inc.

National President Rett Porter explained that for the organization to comply with requirements related to the nonprofit status we must keep the unrelated business income below 35% of the budget. National Treasurer Barbara Smith and FMCA auditor Mary Lou Kurtz discovered the Tech Connect program is near the 35% threshold during the audit. A question has been raised regarding whether the Tech Connect program meets the definition of related business income. It is recommended to move the program immediately to Family Motor Coaching Inc. For this to be completed, there will be an increased cost to members for this program.

Barbara Smith moved to recommend to the Executive Board to approve the transfer of the Tech Connect program and its expenses from Family Motor Coach Association to Family Motor Coaching Inc. The motion was seconded, and discussion followed.

National President Rett Porter noted that it took time to study the information, and we needed to discuss the figures with a tax attorney from Manley Burke for a second opinion. Per the tax attorney, the Tech Connect program will need to be moved to Family Motor Coaching Inc. because it is unrelated income and will need to be monitored.

A roll call vote was taken.

Herman Mullins voted yes.
Barbara Smith voted yes.
Don Schleuse voted yes.
Patricia Voyna voted yes.
Gaye Young voted yes.
Kathie Balogh voted yes.
Jamie Erickson voted yes.
Bob Golk voted yes.
Gary Milner voted yes.
Paul Mitchell voted yes.

The motion carried unanimously.

Discussion followed on the pricing for the plan offered to our members. Rett reported that there are three different options, including the current rate of \$49.99 per month. If there is no change, FMCA can expect an operating loss. The alternate prices are \$54.99 and \$59.99. Both the staff and National Treasurer Barbara Smith recommended the \$54.99 plan. Their rationale is that with the current cost of \$49.99, this would be only a small increase for members. CEO Chris Smith noted members will receive a thirty-day notice before the price increase takes effect. Chris also mentioned that FMCA's price from the provider has changed, but we will not be passing on the full increase to the members. It should also be mentioned that members who are already participating in this service and are being moved to the for-profit plan, will not be charged the increased one-time device rental fee.

Jamie Erickson moved to recommend to the Executive Board to approve the Tech Connect plan option of \$54.99. The motion was seconded, and discussion followed.

A question was raised whether there is a price guarantee. Chris mentioned the contract is good for one year, but there is never a guarantee that the price we have been given for the year will not increase at renewal. Prices have been consistent since the program began five years ago, however.

A roll call vote was taken.

Barbara Smith voted yes.
Don Schleuse voted yes.
Patricia Voyna voted yes.
Gaye Young voted yes.
Kathie Balogh voted yes.

Jamie Erickson voted yes.
Bob Golk voted yes.
Gary Milner voted yes.
Paul Mitchell voted yes.
Herman Mullins voted yes.

The motion carried unanimously.

Herman Mullins moved to approve a budget item for the next fiscal year of up to \$30,000 to be spent for the attorney to prepare a case to go to the IRS presenting that we will move everyone back to the non-profit side and get an IRS opinion for us to do that or not and have us stable as to where we need to be so we can move forward on that.

A roll call vote was taken.

Don Schleuse voted yes.
Patricia Voyna voted yes.
Gaye Young voted yes.
Kathie Balogh voted yes.
Jamie Erickson voted yes.
Bob Golk voted yes.
Gary Milner voted yes.
Paul Mitchell voted yes.
Herman Mullins voted yes.
Barbara Smith voted yes.

The motion carried unanimously.

The meeting adjourned at 11:51 a.m.



Kathie Balogh
National Secretary



Rett Porter
National President