

**MINUTES OF THE SPECIAL GENERAL MEETING OF THE SOUTHBROOM GOLF CLUB**  
**HELD AT SOUTHBROOM GOLF CLUB ON TUESDAY 18 JUNE 2019 AT 17h00**

Chairman: Chairman John Fox and 40 members in good standing as per attendance register.

**WELCOME:** John Fox welcomed all to the special AGM.

**APOLOGIES:** 12 APOLOGIES

**NOTICE:** Notice was sent out as per the constitution.

**QUORUM:** There being sufficient members to constitute a Quorum, the Chairman declared the meeting open.

**ITEM 1:** Acquisition of course equipment of a capital nature in the region of R500 000.

**Agenda Item 1:**

A Toro Workman in the region of R500 000 is required. The workman has 4 functions.

- Transporting ability
- Tows aerator machine (Planet Air which slits and aerates greens)
- Tows a greens, fairway and rough fertiliser
- Tows equipment which spreads sand on the greens

The existing Workman has exceeded 6 000 hours and was purchased in 2008. This machine has now broken down and unable to complete its tasks. We received a trade in price of R27 000 in 2017, so current trade in value might be significantly less.

The committee will look at various financing opportunities, which will be finalised if the resolution is passed. The current proposal is to finance the purchase over a 60 month period on a rental basis, but this may change.

The Workman will be purchased with a 2 year or 1 500 hour usage warranty.

In the case of a finance arrangement early settlement allowance will be demanded.

Ownership of the machine at a minimal cost will also be required in any agreement.

We have had indications of a cost of a rental agreement and at this present stage the cost of the rental agreement was in the order of 15 or 16%. The committee will not go for that level of interest and we have 2 other banking institutes that have advised us that the equipment will be leased to us at an interest rate of 10% per annum and both involve the eventual ownership at a cost of not more than a R1 000.00

The proposed resolution authorises the committee to finalise the terms and conditions of any financing arrangement.

**RESOLUTION:**

**It was resolved that the committee is hereby authorised to proceed with the acquisition of course equipment to the value of R500 000 on such terms and conditions as may be arranged.**

**ITEM 2:** Proposed R10 per 18 hole round playing levy to contribute to course equipment acquisition

**Agenda Item 2:**

Proposal for a R10 plus vat per round playing levy to contribute to the course equipment acquisition.

The committee will propose to the Annual General Meeting in December a change in the constitution to ring-fence the Equipment Capital Reserve Fund specific to course equipment only, which reserve should grow over the next 5 to 7 years.

Discussion from members followed on this topic and matters raised by members were agreed as follows:

The Chairman confirmed that the 18 Hole levy will be charged at R10 per round plus VAT, and the 9 Hole levy will be charged at R5 plus VAT.

APC members will pay the same rates per round for the remainder of this financial year and thereafter this annual levy will be based on the set number of rounds per annum on which the APC is based, which is currently 52 18 Hole rounds plus VAT.

**RESOLUTION:**

**It was resolved that the committee is hereby authorised to introduce a course equipment playing levy of R10 per 18 Hole round plus VAT and R5 per 9 Hole round plus VAT to facilitate the future purchase of course capital equipment. APC members will pay R10 per 18 Hole round plus VAT and R5 per 9 Hole round plus VAT for July and August 2019. From 1 September 2019 this levy will be charged annually to APC members on the basis of the number of rounds which the annual APC subscription is charged, currently 52 rounds, at R10 per round plus VAT.**

**The Meeting closed at 17:40**

**CHAIRMAN:** \_\_\_\_\_