

Hanover Seaside Club



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Board of Directors Meeting

February 8, 2016

The regular monthly meeting of the Board of Directors of the Hanover Seaside Club was held on February 8, 2016 at 4:30pm at the Hanover Seaside Club. The meeting was called to order by President John Cockrum.

Board Members present included:

President John Cockrum

Vice President Elise Beall

Secretary/Treasurer Linda Tinga

Board Members: Francie Godwin

Bo Wessell

Duncan McFadyen

Ken Johnson

Jim Morgan

Board Member absent: Jake Wessell

Eleven Regular Members/non Board Members in attendance.

Agenda—Motion to approve agenda by John Cockrum, seconded by Elise Beall. Motion passed.

Minutes—There were no changes to the minutes from January 25, 2016. Therefore, the minutes stand approved as distributed.

Volleyball on Beach

Susan Collins, a member of the Parks and Rec Board of Wrightsville Beach, discussed that the Wrightsville Beach Foundation has offered the Hanover Seaside Club post and nets for beach volleyball. The Facilities Committee discussed this earlier at their Committee Meeting and voted not to have the volleyball court placed on our property. According to Bo Wessel, Facilities Chairman, "we have a small beach and too many nonmembers using our facilities."

Report from Grady Windham

Grady Windham had been asked by the BOD to address various issues that were raised by Jan Sheppard's report on "HSC Financial Irregularities as of 6-7-15."

Grady distributed a spreadsheet with the irregularities, Jan Sheppard's comments, Wilson Horton's comments and Windham & Henderson's comments. Grady went over a few of these comments and stated that some of these irregularities could not be verified because of no minutes found or no documentation found. Boundaries were overstepped. Grady stated that there was not a formal set of double entry books as is required by Generally Accepted Accounting Principles (GAAP) and many issues were not documented as being approved by the Board. Therefore, many issues still cannot be verified.

Grady also stated that we should thank Jan Sheppard for bringing many questions and issues to the Board's attention. Many of these issues that were raised have been of service to the Hanover Seaside Club in that we now have a GAAP set of books, accounting transparency and accountability. Grady Windham does not see any benefit to expanding or performing additional work at this time.

Reports of Officers:

President's Report—John Cockrum

John reported that the construction on the Dining Room and Kitchen is about finished—just minor electrical work is needed to finish the job.

Vice-President's Report—Elise Beall

Elise announced that there would be a workday Wednesday, February 10, 2016 at 10 am to hang pictures in the new Dining Room and move furniture around in the parlor. Henrietta Godwin, Jan Warren, Bob Morton, Bo Wessell and Rusty and Elise Beall will be in charge of this work.

On Sunday, February 14, 2016, the Club will officially open for members again since closing at Christmas for the renovation project.

Secretary/Treasurer's Report—Linda Tinga

Linda Tinga gave the Cash Position of the Club as of February 8, 2016.

Unrestricted Funds	\$217,369.96
Cash Drawer	100.00
Petty Cash	155.88
Restricted Funds	\$200,250.28
Total Assets	\$417,876.12

New Business

Annual Meeting will be held February 20, 2016 at the Northeast Library on Military Cutoff at 2:00pm. Grady Windham, CPA will distribute the ballots assisted by three tellers---Bob Morton, Jan Warren and Robert Orrell.

Duncan McFadyen made a motion that we go into Executive Session, France Godwin seconded. Motion passed.

Executive Session

In Executive Session the following motions were passed:

1. The Board has reviewed the Windham and Henderson report dated February 8, 2016 and verbal comments made by Grady Windham, CPA, this date on the financial inconsistencies at the Hanover Seaside Club. As suggested by Windham and Henderson, no further investigative activity is warranted: therefore, the Board accepts this conclusion and moves to terminate the investigation.
2. The Board wishes to thank Jan Sheppard for bringing to the attention of the Board financial irregularities. Her questions prompted the Board to adopt new financial policies and procedures and to improve transparency in all Board actions.
3. The Finance Committee will begin looking for a new bookkeeper within 30 days of organizing its new committee. Linda Tinga has agreed to stay on as Secretary/Treasurer for 30 days if Steve Lee is elected Secretary/Treasurer.

The meeting was adjourned at 6:58pm

Respectfully submitted,

Linda Tinga, Secretary/Treasurer