

Stuart Sailfish Club, Inc.

Fiscal Policies

Adopted August 21, 2007

I. The Stuart Sailfish Club was incorporated January of 1941. It is one of the oldest sportfishing clubs in the United States, formed for the purpose of promoting the conservation of gamefish and encouraging visitors and residents alike to fish in Martin County waters. To this day, these objectives remain our primary goals. We sponsor offshore fishing tournaments and then donate a part of the proceeds to worthy local charitable organizations and conservation programs.

II. The primary fiscal policy of the SSC is to operate a fiscally responsible organization. The Board of Directors (BOD) is responsible to the membership for budgeting, financial reporting, internal controls, money management and any other function that may be deemed proper and necessary. The BOD may delegate certain functions to the Treasurer, Finance Committee and/or Executive Committee.

III. Operational Fiscal Policies:

1. The BOD shall establish a Working Capital Reserve Fund to provide reserves for the operation of the SSC in the event that natural occurrences shall cause losses beyond the control of the BOD. This fund shall be equal to the past three years fixed expenses (three years is being used to cover two years operating expenses and the loss of one major tournament) without any income offset against the expenses. This shall be an approximate goal and approximate limit. It may take a period of years to reach this goal currently or in the future if a natural disaster were to occur. If the Working Capital Reserve Fund shall become ten percent (10%) greater than or ten percent (10%) less than the balance as defined in this policy then the BOD shall take action to bring the fund back into proper balance.

2. Financial Statements consisting of a Balance Sheet and Profit and Loss Statement(s) shall be prepared monthly and presented to the BOD. These financial statements shall be prepared on the Income Tax Basis-Cash Method.

3. At least once a year the financial records shall be reviewed by a committee appointed by the President and approved by the BOD. If there is any doubt about the validity of the financial records the BOD shall appoint a Certified Public Accountant to review the records.

4. The budgets of each tournament shall be approved by the Executive Committee.

5. The BOD shall operate under a working budget that provides the budget for any function or category shall be that of the previous year. An expected increase in total expenditures for the entire event and/or increases in event entrance fees of more than Ten Percent (10%) shall require specified BOD approval.

6. The chairperson of each tournament shall suggest to the Executive Committee the benefactor(s) for the charitable proceeds portion of the net revenues of each tournament. The Executive Committee shall then make the final determination of Benefactor(s) and the amounts of donations. This recommendation shall be brought to the BOD for final approval.

IV. Other Fiscal Policies:

1. The BOD may establish an Asset Capital Reserve Fund if the Club ever purchases real property or has real property donated the club.

2. The BOD may establish a Stuart Sailfish Club Foundation if the need ever arises. The Foundation would allow for tax deductible donations to the Foundation. The minimum amount to start the Foundation should be approximately \$100,000.00 from one or more sources and may be in the form of actual contributions or pledged amounts. The Foundation would not spend any of the original contributions but would use the income to support any qualifying activity or charitable organization consistent with the Club's objectives. Any operating expenses of the Foundation shall be paid by the Stuart Sailfish Club, Inc. The Foundation would be governed by the same BOD and Executive Committee as the Stuart Sailfish Club, Inc.

V. These policies may be amended at any time by a majority vote of the Board of Directors at a duly called meeting of the Board of Directors.

VI. If for any reason the SSC shall discontinue in existence with no reasonable hope of revival all proper bills shall be paid and any remaining balance of funds shall be transferred after a reasonable amount of time to a non profit charity designated by the BOD.