

The Friends of ArrowCreek February 2017 Update

The Friends of ArrowCreek "FOA" and The Club at ArrowCreek "TCAC" have worked diligently to fulfill our mission: making our Club the premier 36-hole golf and social venue in Northern Nevada.

We have enjoyed many successes, which include: an expanded and active membership, (561 golf and 137 social members); the improvement in the golf courses and clubhouse facilities; the significant expansion of social options and activities; and the improved dining experience. We have once again become "the place" to meet friends old and new in southwest Reno as well as offering the best value of any club in Northern Nevada.

The FOA Investors assumed nearly \$2,000,000 of taxes, water bills and Special Assessment District "SAD" obligations during the bankruptcy to save the country club and golf courses for the benefit of all those living in the ArrowCreek community. To date all of the pre-bankruptcy obligations have been satisfied with the exception of the final \$250,000 of SAD payments due this year. The funds received from the SAD bonds 19 years ago were used to build the sewer and reclaimed water facilities for the community. At the February 8th FOA Investor meeting, the Investors authorized additional equity investments to make the final two SAD payments without impacting current cash reserves.

At the February 8th meeting the FOA Investors also authorized an infusion of an additional \$250,000 to the already existing cash reserves of nearly \$400,000. As always, the expansion of social and golf activities are dependent on revenue from membership.

Membership dues for TCAC have been increased for all members and will be held at this level for two years without any interim increases. This membership increase brings the dues more in line with competing golf courses.

The authorization by the FOA Investors for the FOA board to reduce the number of holes to 18 was given only to allow the board authority to react

quickly to any disaster scenario that could happen in the future. The rumor that it is an intended action is false.

The FOA, TCAC and Arnold Palmer Golf Management continue to have discussions with developers outside the community, who do not have social facilities or golf courses, to bring additional members into The Club at ArrowCreek to reach what is considered to be full membership. These additional members will allow expansion of the Club facilities to enhance the experience for all families.

Our goal has always been to operate a 36-hole golf and social club. The 46 Friends of ArrowCreek are neighbors in the community. We purchased the Club out of bankruptcy to preserve and restore the club and to protect our property values in ArrowCreek.

We welcome all of our neighbors inside and outside of our community to come and experience The Club at ArrowCreek. We invite you to join and help us preserve this neighborhood the way it was intended and developed.

The Managing Members of the Friends of ArrowCreek.