

Unapproved Summary of Motions

December 11, 2017



ApHC Board of Directors

Special Meeting, Conference Call

These motions are in draft form (unapproved) and will be finalized, published and distributed in accordance with Article IV, Section 9 of the Bylaws of the Appaloosa Horse Club and ApHC Rule 70.

Those Board members in attendance for all or part of the Board of Directors regular meeting December 11, 2017 were Ray Burchett, Leslie Foxvog, Lesli Glen, Jim Jirkovsky, Wiebe Lise, Todd Michael, Mary Ann Page, Dena Raggio, Lynette Thompson, Terie Clark, David Johnson, Sean Schembri, Paula Gatewood, Billy Ready, Ken Johnson, Tom Hodges, Megan Disselkoe, and Lora Schuster. ApHC officers, staff present in person for all or part of this meeting were CEO, Steve Taylor; Finance Officer, Keith Ranisate; Performance Department Supervisor, Keri Leforce; Executive Assistant, Lauren McCleary; and ApHC Attorney, Ron Landeck.

BOD Motion 01-12-17: The 2017 ApHC Board Directors moves to approve the proposed Appaloosa Breeders' Halter Futurity, seen in **Attachment #1**, with clarification on judging procedures to follow.

Motion made by Billy Ready, seconded by Ray Burchett
Motion passed unanimously

The Appaloosa Breeders' Halter Futurity will begin in 2018 as approved by BOD Motion 01-12-17.

BOD Motion 02-11-17: The 2017 ApHC Board of Directors moves to allow the 2017 ApHC Board

President to create a non-voting Transition Advisory Committee comprised of 3-4 past ApHC Board Members.

Intent: The Transition Advisory Committee will be available to provide support and historical ApHC Board activity information as the Board transitions from 19 seated Directors to 13 in 2018.

Motion made by Leslie Foxvog, seconded by Billy Ready
Motion passed unanimously

Territory V Director Vacancy Vote: The 2017 ApHC Board of Directors elected ApHC member,

Kevin Griner, to fill the vacant seat in Territory V for the year of 2018.

Kevin Griner will be sworn in during the January, 2018 ApHC Board of Directors Conference Call.

Attachment 1

The Appaloosa CE Halter Futurity Proposal

Intention: The Appaloosa Breeders' Halter Futurity is being created by Appaloosa halter horse enthusiasts to promote the Appaloosa halter horse industry and marketplace. The intention is to provide stallion owners, breeders, owners and exhibitors with a futurity to show their foals that will generate excitement for breeding and showing halter horses as well as create a marketplace for halter horses.

Benefit to Appaloosa Horse Club: There are three direct benefits to the ApHC: (i) increased breeding and registration of foals as this program will promote breeding Appaloosa halter horses; and (ii) the futurity will compensate the ApHC for use of its facilities and staff during the ApHC World Show by providing a portion of each entry fee to the ApHC in exchange for allowing the futurity classes to be held in the Watt Arena at the beginning of the ApHC World Show each year – during a period when the Watt Arena is not otherwise in use for the show; and (iii) the inclusion of the futurity will increase the number of weanlings and yearlings participating at the ApHC World Show by providing additional events for their participation resulting in increased stall and entry revenue.

Summary of Program:

Stallion Owners:

The program will be based upon Stallion Owners each year contributing \$2,500.00 to nominate their Stallion to the Futurity. Payments will be made in two installments of \$1,250.00 each, payable on December 15th and January 15th prior to the breeding season, and all foals resulting from the breeding season will be eligible for nomination into the Futurity.

Late nominations from Stallion Owners, i.e., nominations not paid per the schedule, will be accepted until May 15th for the payment of \$3,000.00.

Payments for the 2018 breeding season (the initial year of the program) will be due in two installments of \$1,250.00 each on February 1st and March 1st. Enrollment for the 2018 breeding season will result in the 2018 foals and 2019 foals being eligible to participate in the Futurity events.

Initially there will be 20 slots available for Stallions to be enrolled into the Futurity. In the event that 20 Stallions are nominated an additional 10 slots will be made available for an annual enrollment fee of \$3,500.00 for these 10 slots. Stallion Owners, by majority vote, may elect to open additional slots at any time.

Nomination of Foals:

Only registered Appaloosa foals who both (i) are sired by a nominated Stallion; and (ii) pay a nominate fee, may participate in Futurity Classes. Mare Owners may nominate their foals to participate in the Futurity as follows:

Within 60 days of being born the nomination fee will be \$100.00, increasing by \$50.00 each 60 days thereafter, for a maximum nomination fee of \$500.00

Futurity Classes:

At the Appaloosa World Championship Show the following classes the day prior to the start of the Appaloosa Halter Events, in the Watt Arena. Each Class will have an entry fee of \$275.00. The proposal is that all nominated foals will be eligible for the following classes:

Weanling Year:

- Non-Pro Weanling Fillies
- Non-Pro Weanling Colts & Geldings
- Open Weanling Fillies
- Open Weanling Colts & Geldings

Yearling Year:

- Non-Pro Yearling Fillies
- Non-Pro Yearling Colts & Geldings
- Open Yearling Fillies
- Open Yearling Colts & Geldings

****Note:** The winners of the Weanling classes are not eligible to participate as Yearlings**

In order to maintain the momentum and excitement for this program, we would like to commence the classes at the 2018 World Show for foals that are sired by nominated Stallions in 2018, including both Weanling classes at the 2018 World Show and Yearling classes at the 2019 World Show.

Summary of Funds; Projected Payouts.

The projections are as follows:

- 20 Nominated Stallions @ \$2,500.00 = \$50,000.00

To be paid out as follows:

Weanling Classes	\$25,000.00, or \$5,000.00 per class	
	1 st place	\$2,500
	2 nd place	\$1,500
	3 rd place	\$1,000
	4 th place	\$500
Yearling Classes	\$25,000.00, or \$5,000.00 per class	
	1 st place	\$2,500
	2 nd place	\$1,500
	3 rd place	\$1,000

4th place \$500

To the extent sponsorships are obtained these amounts will be increased as we would like to make payments down to 5th and 6th place as funds are available.

- Nomination Fees 30 per year @ average of \$200.00 = \$6,000.00

It is anticipated that these amounts will be used to fund administration expenses and to pay a part-time assistant to manage the nominations, etc. These services have been donated for the first year of the program (2018)

- Entry Fees per class of \$275.00, with a late entry fee of \$325.00. Assuming 8 entries per class x 4 classes = \$8,800.00. From these funds we will pay for the use of the Arena and staff at a negotiated rate per entry with the ApHC, and we will hire judges and purchase awards with these funds. In addition, because the Futurity will be held at an ApHC sanctioned event, drug testing is required by the ApHC.

Governance of Program. The intention is to have the Program controlled and managed by the Stallion Owners who contribute to the Program. For each Stallion nominated to the Program there will be a Board seat/vote allocated to that Stallion Owner. On May 15th of each year the Board will vote to elect the Executive Committee consisting of 5 people that will manage and oversee the Program until a new Executive Committee is elected the following year. In addition, an assistant/secretary will be engaged to assist in managing the day-to-day operations of the Futurity. Shelia McKenzie has volunteered to serve as the assistant/secretary during the initial year of the program, as she has experience in managing futurity programs, and then we will engage a paid assistant in year #2. The Executive Committee to begin the Futurity during the start up phase, which will serve until May 15th, 2019 when the first election will be held shall be Sean Schembri, Dena Raggio, Monte Horn, Linda Gordon and Tom Hodges.

Selection of Judges. The Judges will be selected by the Stallion Owners under the following system:

- Prior to May 15th each Stallion Owner will submit 2 names
- Prior to June 1st the Secretary will provide a list of all names submitted to the Stallion Owners
- Prior to June 15th the Stallion Owners will each return a ranking of the judges list provided
- The Secretary will then tally results and begin contacting judges to make arrangements for their services at the World Show Futurity

NOTE: For the 2018 Classes many judges have volunteered to judge the events for no charge, only their travel expenses. We will make an effort to use one or more of these judges if they are approved by the Stallion Owners to judge the Futurity.

Structure. The Appaloosa Breeders' Halter Futurity will be formed as an IRS 501©(6) organization with a Board of Directors elected annually by the Stallion Owners contributing to the Futurity. It will not be a member organization or an association.