



FOREST LAKE SPORTSMEN'S CLUB, INC. POLICY

TIMELY PAYMENT OF DUES AND ASSESSMENTS

Adopted: October 6, 2008

Updated: January 13, 2026

SECTION I. REASON FOR POLICY

The Forest Lake Sportsmen's Club, Inc. (FLSC, Inc.) is incorporated as a nonprofit organization that owns a substantial shooting facility supporting extensive shooting and educational programs. Members are required to pay annual dues (a portion of which may be worked off by participating in club work projects) as a major source of the financial support necessary to sustain our facilities and activities. In very rare and extenuating circumstances, the board may determine that special assessments are also necessary to support the club. For the club to function successfully, it is necessary that all dues and special assessments be paid when they are due. This policy exists to establish specific requirements for timely payment of dues and special assessments and to establish procedures and penalties when this is not done.

SECTION II. GUIDING PRINCIPLES

The following principles shall guide the FLSC, Inc.'s expectations regarding payment of dues and/or special assessments:

- (a) The FLSC, Inc. values an active and participatory shareholder membership.
- (b) The FLSC, Inc. has an approved long-range plan with one of its major goals being: Achieve and maintain financial stability.
- (c) Shareholder dues and participation in work projects provide the essential bases to support our facilities and club programs. Very rarely, special assessments may also be necessary.
- (d) Club programs are dependent on and require timely payment of member dues and special assessments.

SECTION III. IMPLEMENTATION.

The FLSC, Inc. requires timely payment of dues and special assessments. The following guidelines will apply:

1. Because a portion of dues for a particular calendar year may be worked off by shareholders, dues accounts are settled early in the succeeding calendar year after work projects are completed. Members will be notified of the work credit they have earned, if any, and the amount of dues outstanding before the club's annual meeting that is normally held in February.
2. Any special assessments will be made with an announced deadline for payment. There will be at least 60 days after the special assessment is announced before payment is due.

3. Annual dues are expected to be paid by the time of the annual meeting. Payments may be made at the annual meeting. Members who are thus in good standing are encouraged to participate in the annual meeting and vote on club business.
4. Members who have not settled their dues (and any special assessments that are due) prior to or at the annual meeting are not in good standing, may not attend the annual meeting, will not receive membership cards or gate combinations, and may not use club facilities.
5. Thirty days after the due date for annual dues or any special assessment, shareholders will be sent a statement by certified mail and email, again asking them to settle their club account. This letter will present what our records show is due, and ask members to settle their account or terminate the share for its remaining value within 30 additional days. If there is no reply to the certified letter within 30 days, the share becomes the property of FLSC, Inc. An example of such a letter that might be used for the annual dues is shown as Appendix I.
6. The legal value of a share is the price originally paid by the shareholder, regardless of the price of shares currently being sold to new members.
7. The remaining value of the terminated share is the original price (the legal value) of this particular share less dues and/or special assessments owed, and less the expense of the certified mailing and any related recovery expenses. If the calculated remaining value is negative, the assigned value will be zero.
8. When a share is terminated for its remaining value, the shareholder will be paid when the share is sold to a new member through the club's recruitment efforts.
9. In carrying out this policy, it is important to note that our bylaws provide that no transfer of shares shall be made unless the certificate representing such share is surrendered to FLSC, Inc. Shareholders may not sell their shares directly to another person. New members must apply to and be approved by the board. Upon approval, they will receive a new share certificate signed by board officers.