

RLI Proxy Ballot – Fall 2011 Meeting

Per section 4.01 of our RLI Bylaws, "All proxy and/or ballot submissions must be received by a Board member before commencement of a meeting, or via RLI PO Box forty-eight (48) hours prior to commencement of a meeting, to be counted." Details of the proposals can be found on the website Bylaws page, or contact an RLI Trustee.

You may provide this completed proxy to any RLI Board member or mail it to: **Runyan Lake Inc.
P.O. Box 105
Fenton, MI 48430**

Proposal #1: As a result of the state of Michigan notifying us they had on file a perpetual corporation amendment to our articles of incorporation, we need to amend the recitals section of our bylaws to read:

" **Whereas**, on November 29, 1979, an election was held, in accordance to subsection (2) of Section 122, Act 327, Public Acts of 1931, as amended, during which the Articles of Incorporation were amended to change the corporate term to Perpetual, and said amendment was duly filed by the Michigan Department of Commerce on December 7, 1979. The Members voted in all respects to maintain the authority of the corporation over the lands described above which are in and about Runyan Lake."

- Yes, change bylaws to reflect proposal 1*
- No, do not change bylaws to reflect proposal 1*

Proposal #2: In an effort to avoid costly auditing fees, as discussed during the Spring General Meeting, it is proposed Section 2.05.(c) be amended to allow the membership to select a 3 person committee to review RLI's financial records and report to the membership if they believe a further audit is required.

Revise Section 2.05.(c) to read: "At the end of the fiscal year, if approved by the Membership during a General Membership Meeting as set forth in Section 3.05, the Treasurer shall be responsible for securing the services of a state certified public accountant, or auditor, to issue a letter of opinion regarding RLI financial report conformity with generally accepted accounting practices. This can be in the form of an audit or lesser review."

New Section 3.05 to read: "Audit of Corporate Finances

The finances of the Corporation shall be reviewed annually as directed by majority vote of the Membership during a General Membership Meeting. The Membership shall vote to select one of the following financial review methods:

- (a) The Membership shall appoint a 3 person Financial Committee made up of Members in good standing, with no two (2) committee members being related, to review the financial records of the Corporation, with support from the Treasurer. The committee shall report its findings during the next General Membership Meeting. The Membership shall at that time either accept the findings of the Financial Committee or direct the Board, by majority vote of the Membership, to perform a financial review as specified in Section 3.05.(b); OR
- (b) The Treasurer shall secure the services of a state certified public accountant, or auditor, to issue a letter of opinion regarding RLI financial report conformity with generally accepted accounting practices. This can be in the form of an audit or lesser review."

- Yes, change bylaws to reflect proposal 2*
- No, do not change the bylaws to reflect proposal 2*

Trustee Elections (check the box to vote for the candidate, only one vote per Area please)

- Area 1: Norm Bacon Dave Verbeke _____ (other)
- Area 2: Andy Nester _____ (other)
- Area 3: Pat Maynard _____ (other)
- Area 4: Dan Cypher _____ (other)
- Area 5: Ivan Quinn _____ (other)

Proxy submitted by: _____ (printed name) _____ (signature)

(RLI property address)