



Royal Geelong Yacht Club Inc.

ESTABLISHED 1859

NOTICE OF SPECIAL GENERAL MEETING

Notice is hereby given that pursuant to **Rule 30 (2)** of the Association a **Special General Meeting** of the Royal Geelong Yacht Club Incorporated will be held in the **RGYC Clubhouse** on **Thursday, 25 November 2021** at **6.30pm**.

BUSINESS

1. Notice of Motion

Consideration of motion proposed by the Board.

Motion:

That members eligible to vote approve increased RGYC funding to complete Stage 1 of the Geelong Waterfront Safe Harbour Precinct (GWSHP) project from \$3.0m to a capped \$4.75m, including maximum borrowings of \$4.5m.

Background to the Motion

- On 27 March 2017, at a Special General Meeting, members approved the RGYC contribution to Geelong Waterfront Safe Harbour Precinct project up to \$3.0m.
- Since that time the on-water elements of the project have been completed at a cost of \$11.264m and the on-land component, following completion of the tender process, has been costed at \$9.836m.
- Total funding partner contributions since that time have increased from \$10.5m to \$16.35m.

Explanatory notes to the motion

1. Following completion of the tender process to construct the on land components of the project, the total budget of Stage 1, including on land & on water components, is costed at \$21.1m.
2. Total funding partner's contribution is \$16.35m: Federal Government \$5.5m, Victorian State Government \$7.85m, Geelong City Council \$3m. RGYC is continuing to work with our funding partners to increase their funding contribution.
3. The increase of RGYC's funding contribution capped to \$4.75m will enable the completion of the on land component of the GWSHP project Stage 1 through entering into a construction contract with the preferred tenderer.
4. RGYC to replace the existing loan facility of \$3.0m with the Bendigo Bank (secured via mortgage of lease and right of entry agreement), with a new \$4.5m loan facility through the Victorian State Government Community Sports Infrastructure Loan Scheme. The new \$4.5m loan is secured by a mortgage of lease for a 15 year term. Proposed interest rates (subject to

change) are currently a variable interest only rate of 0.1325% during construction and 1.1% fixed interest rate for the balance of the remaining term of the 15 year loan period. The loan facility is managed by Treasury Corporation Victoria with a subsidised (50%) interest agreement funded by the Department of Jobs, Precincts and Regions.

5. RGYC to contribute up to \$0.43m from working capital representing philanthropic contributions (prior years), noting that the club currently holds \$1.4m in available cash.

By Order of the Board

Philip J Clohesy
Secretary

Dated: **11 November 2021**