



**Approved by Fiscal Affairs Committee
Thursday, September 24, 2015**

EXHIBIT
GVR Board of Directors
Tuesday, September 29, 2015

Transfer of Senior Games to GVR Foundation

Overview

The 2015 Senior Games presented by Green Valley Recreation, Inc. (GVR) lasted approximately three weeks and had 997 individual participants from 37 U.S. states, Canada and Mexico. In FY 2015, budgeted net income from the Senior Games was approximately \$2,000. The FY 2016 proposed budget projects approximately \$4,000 net income, largely due to an increase of \$2/per event entry.

The GVR Foundation (GVRF) proposes transferring responsibility for the annual Senior Games to the GVR Foundation, thereby allowing the following:

- Use of GVRF's IRC 501©3 tax status to allow tax-deductible contributions to the GVRF and potentially increase corporate sponsorships and donations. This is not possible through GVR.
- Use of GVRF's nonprofit tax status for mailing Senior Games materials to participants.
- Expand community education components which are consistent with the GVRF mission (but not GVR mission).
- Link the Senior Games to GVRF's goal of economic development and national marketing of GVR and the Greater Green Valley community
- Use net profits from Senior Games to help build GVRF general fund which over time may be used to enhance GVR programs and services or used to fund specialized equipment or facilities that benefit GVR members and the Greater Green Valley Community.

Once responsibility is officially transferred to the GVRF, the Senior Games will be known as: **GVR Foundation's Southern Arizona Senior Games, presented by Green Valley Recreation Inc.** Up to two additional presenting sponsors will be allowed for the Senior Games.

Recommendation

Transfer responsibility for the annual Senior Games from Green Valley Recreation, Inc. to the GVR Foundation, effective January 1, 2016, including associated FY 2016 operating budget revenue and expense projections.