

FEATHER RIVER RAIL SOCIETY – AGENDA REPORT

DATE: March 15, 2014
FROM: Tom Carter - Director
ITEM: Old Business Item
SUBJECT: **Equipment Storage**

Currently, we, once again, have members that are in arrears on the storage of their equipment at the museum. This back rent needs to be rectified ASAP. Back in April of 2013, I proposed late fees and penalties and was assured by several individuals that they were going to get their storage fees owed current and keep it that way. I am asking the Board to consider the following guidelines and resulting penalties for late and missed rent payments:

Storage fees are due on the 1st of each month. 10 Day grace period is proposed. Late charges of \$20 on the 10th, and \$5 per day additional tacked on, to late rent. If rent is not received for the current month by the last day of that month, an additional \$100 penalty will apply.

If rent goes past 30 days past due, that piece of equipment will have levied against it a 30 day notice to pay all rent, or either remove from property or surrender the equipment to FRRS ownership for disposal as the FRRS sees fit. This also includes a 30 day deadline for each owner in arrears to bring their back rent current or we present them with a 30 day notice to pay up, surrender the equipment, or remove from property. If your fees are 30 days or more late, the FRRS reserves the right to place a lien on your equipment and keep, sell or scrap it. Period.

I have conferred with our legal counsel who is all in favor of additional penalties and covering the organization with these late storage fees and failure to pay.

I have tried to be as lenient and fair as possible, however, my patience and generosity, as well as that of the FRRS have been taken for granted and will be no more. If you do not intend to pay your storage fees on time EVERY time, please, remove your property from ours. The rent is due the first of the month. Not AFTER the month is over, regardless of how many months you pay for at a time. If you wish to pay 3 months, or a year or whatever at a time, that's fine. HOWEVER, rent is due AS the month starts, sending it in afterward is unacceptable.

Also, at this time, I will need a copy of each owner's current insurance for their equipment stored at the museum and will require them on or before the April Board meeting. If this policy is adopted, new contracts will be forthcoming.

REQUESTED ACTION: Board discussion, vote and adopt new storage policy.