

Member Prospectus

Introduction to the Association of Residential Communities (ARC)

The Association of Residential Communities (ARC) was established in 2008 to proactively support the volunteers/ members of Homeowners



Associations (HOAs) and Bodies Corporate, and their management teams in the achievement of their vision which is to establish, maintain and enhance the value of the properties as well as the lifestyles of their residents.

ARC's support services are aimed at all **organised residential communities** such as golf, lifestyle, wildlife, eco, equestrian, marina, retirement villages, leisure estates and cluster developments. ARC is a unique organisation which goes way beyond the traditional 'association' that is typically just a clearing house of information and a member listing, to one that **engages with members** on a practical level and offers a wide range of support services, dynamic networking opportunities, access to best practices and provision of policies, procedures, tools and templates for the effective management and leadership of the communities they serve.

Research shows that there are over 3000 registered Homeowners Associations and over 56000 Sectional Title Schemes containing around 2 million properties in South Africa. Each of these is represented by a Homeowners Association (HOA) or Body Corporate, consisting of elected volunteers who are members of the HOA. It is also the responsibility of the HOA to put in place a management team to manage the estate/community. ARC believes that since 80% of HOAs share similar issues and challenges there is a great opportunity for increasing efficiencies through sharing information and collective networking.

Directors and trustees are normally elected because of their passion, commitment and willingness to serve as volunteers and not necessarily because of their expertise in residential estate affairs. These directors and trustees are seldom fully aware of best practice and experiences outside of their community. This inevitably affects the performance and effectiveness of these office bearers who have a responsibility to fulfil not only their legal obligations, but also to meet their member's aspirations and objectives. ARC exists to provide the support required to provide good governance and effective management.

ARC is also the driving force for **common interest community research and development** and is committed to identifying trends in residential community living as well as to research and **identify best practices**. We aim to serve as the catalyst for positive change in the community association industry by making information available to our members.

ARC strives to adapt to change and we continually revisit our priorities, services and structure. We are **committed not only to benchmarking SA best practice but also to benchmarking internationally**. As ONE organisation, we strive to meet the needs of our members and the industry.



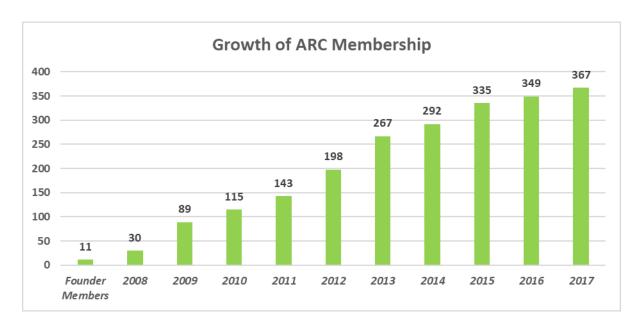
The Residential Community Industry

Industry research has shown that in South Africa:

- There are over 3 000 Homeowners Associations (HOAs)
- There are over 56 000 Sectional Title Schemes
- There are over 1.9 million homes in residential communities
- Over 5 million people currently reside in residential communities
- Organised communities take up around 9% of developed land
- Property value in residential communities makes up 27% of total residential property
- The industry has in excess of R 800 billion assets under management



"The establishment of ARC is a logical and necessary step in the development of the multi-billion-rand residential estate industry and represents it's coming of age. There is not a single estate in Southern Africa that will not substantially benefit from membership to ARC and their association's clear capacity to support every aspect of community living" Sean Wolfe Coote - past Chairperson, Eagle Canyon Golf Estate



Industry Partners

ARC's goal is to drive unification and representation of all Homeowners Associations and Bodies Corporate, as well as drive professionalism and best practice for all residential communities throughout South Africa. Through our services to members, project management, consulting services, professional memberships and with the partnerships we develop with our strategic business partners, ARC strives to create harmonious, safe, well maintained and financially sound communities that provide them with a quality of life that enhances their well-being and financial investment. Through the provision of strategic support and optimisation of estate leadership, ARC's mission is to enhance the lifestyle and property value of homeowners in organised residential communities.

ARC has established the following bodies to assist us in achieving our mission and objectives:

• The Residential Community Council (RCC), managed by ARC, is governed by a ratified constitution and functions through its network of regional working structures and a national decision-making forum. It has a set of defined objectives, functions and powers, aimed at establishing an effective consultative and representative industry body with the resources and mandate to act on the industry's behalf. The RCC will facilitate the process of industry consolidation and self-regulation in the ultimate interests of the individual HOA member.

Membership to the council is through a levy determined by ARC.

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• The Community Associations Institute of South Africa (CAISA), who provide training and development that culminates in qualifications and professional designations for community managers, service providers and directors who form part of the current membership. This is done through the Professional Management Development Programme (PMDP) and includes the Certified Manager of Community Associations (CMCA), Association Management Specialist (AMS) and Professional Community Association Manager (PCAM) qualifications, along with other designations.

ARC is represented on the following bodies:

- The World Congress of Community Association
 Management (TWCCAM), who brings an
 international focus to the profession of managing
 community associations, as well as establishing
 international standards of management excellence
 and developing international education criteria.
 Ultimately, TWCCAM provides a voice to universal
 ethical management values and is made up of
 members from the USA, Dubai, Australia and
 South Africa
- The International Foundation of Community
 Management Research (IRF) who conduct
 community management research across the
 globe and distribute the outcomes of this research
 to all members in each participating country.

ARC Business Partners

ARC understands that numerous industry trends exist that highlight the need to partner with best of breed service providers and to allow our members to have direct access to these business partners. These trends include:

- Community living continues to be a sought-after lifestyle
- Technology will continue to play a part in improving communication
- Energy management and associated issues will become more prevalent
- Communities are becoming eco-friendlier and socially aware

With the above being constantly top-of-mind, ARC offers best of breed companies to partner with us by providing ARC and the industry with education, best practice documents, publications and ongoing consultation to ARC and its members. In exchange for this, ARC allows its partners to attend and present at chapter meetings, sponsor our workshops and conferences as well as facilitate introductions with our members.

ARC either has partners or is seeking partners in the following areas of service provision:

- Legal, Compliance & Governance
- Telecommunications & FTTH

- Short-term Insurance
- Long-term Insurance
- Transactional Banking
- Security
- Landscaping
- Resource Management
- Maintenance & Infrastructure
- Sport, Recreation & Lifestyle
- Property Management, Administration and Resourcing
- Related Industry Associations

ARC understands that we cannot force our members to use the services of our business partners, but we do ask that members allow partners to develop a relationship with yourselves and the industry at large and are all given the opportunity to present or quote their products and services.

ARC Industry Initiatives

Legislation and Lobbying

ARC continuously monitors all new legislation and any applicable court judgments that impact on the Residential Community Industry, including those made by the Community Schemes Ombudsman Service. Where necessary, ARC will invite its members to make comment and will facilitate the required interventions in the best interests of the Industry.

Loyalty Programme

In partnership with Mahala, ARC has developed an affordable mobile solution to engage with home owners & tenants by bringing them rewards through existing service providers.

As an ARC member, you can access the platform for your estate. The loyalty & rewards platform is accessed by your members through an app/mobile platform or a physical card (the member's choice). The purpose of the project is to increase member spend within an estate through the estate's retailers & other services, thus creating a ecosystem that rewards and attracts loyal behaviour.

Industry Awards

This award covers three broad categories:

- Service
 determined by the members of the HOA
 through a review and rating programme
- Compliance determined by an 'audit' of all governing documents and estate best practices
- Innovation determined by a panel of industry experts.

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The benefits of becoming a member of ARC

By joining ARC, you will find a friendly, accessible organisation which is the ideal forum to develop relationships, increase your knowledge and help shape the future of the nation's residential communities.



We promise to optimise your community leadership by:

- Protecting your interests through our relationships with various regulatory bodies.
- Developing skills to govern your association successfully through training courses in a variety of formats for board members, managers and other professionals.
- Building relationships to help you succeed through our chapter meetings, training courses and national conference.
- Discovering resources to give you the answers you need through publishing a collection of best practice guides and resources on community association governance and management and also sourcing publications and research information.
- **Finding qualified professionals** through our business partners and service provider listings who specialise in community association services.
- Enhancing your knowledge through our publications and specialised newsletters which provide in-depth analysis of legislative trends and practical articles about all areas of community association management and leadership.
- Expanding your thinking through our research, with a body of knowledge and information on innovations and best practices in community association governance and management
- Optimising your community in areas such as governance, finance, administration, environment, construction, engineering, security and communication by facilitating audits and providing advice on gaps and action required.

ARC provides the following benefits for communities who become our members:

- Form part of a **regional chapter** where you can network with communities in your region
- Access and download a comprehensive set of tools and templates for implementation in residential communities as well as best practice documents covering all areas facing a residential community
- Opportunity to attend the national industry conference and workshops to learn from national and international industry experts on topics of particular importance to residential communities
- Have access to critical national and international data and industry related information and activities via regular publications and the website
- Member access to the website
 (www.hoasupport.co.za) and ARC portal where a
 total suite of data, publications, tips, resources
 and national news is available to directors,
 trustees and estate management
- Access to our panel of experts in various fields including telecommunications, security, landscaping, waste management, banking, financial management, legal, short term insurance, investments, legislation, engineering, architecture, project management, social upliftment, communications and PR
- Access to our helpline to address day-to-day queries and challenges faced by estate management, which will either be put to our panel of experts or sent out to other member communities for their input
- Access to our business partners who offer their expertise, products and services to your community



"I find the information that ARC provides about legislation, best practice, etc. very beneficial to the various HOA Boards that I serve on, and the ARC chapter meetings provide opportunities to network with other HOA members and specialist suppliers which is also very useful" Janssen Davies - Chairman, Berg-en-Dal

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Price Structure

By joining ARC today, you will immediately receive the following:

- Your community leadership starter pack
- An annual events calendar with dates of scheduled workshops, meetings and conferences
- Full access to the exclusive members portal accessed from our website
- The ARC member's icon for inclusion on your letterhead and email signatures
- Your membership certificate

ARC annual membership pricing is based on the size of the residential community, according to the number of stands:

Residential Community Size (number of units/ stands/ levy payers)	Annual Fee excl. VAT (single payment)		
o – 50 stands	R 2 800		
51 — 200 stands	R 4 900		
201 – 400 stands	R 6 900		
401 – 800 stands	R 9 900		
801+	R 11 500		

Additional Services

ARC also offers its members additional project management and consulting services:

Additional Service*	Once off fee excl. VAT			
Chairing an Annual General Meeting, Extraordinary General Meeting or Board Meeting	R 3 100			
Attending AGMs, EGMs and Board Meetings	R 1800			
3-hour HOA strategic planning session	R 8 500			
3-hour director induction	R 1 150 per person for a public session			
programme	R 8 500 for whole board, on-site session			
1-day community wellness audit	R 5 200			
Member satisfaction survey	R 2 100			

^{*}Further additional services are offered on request and pricing for these will be determined on application



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Membership Registration Form



Please fax to 086 659 3158 or email to sandy@hoasupport.co.za.

We guarantee that if you use the resources and actively participate in the structures of ARC your benefits will far exceed your membership fees. If you do this and are still not happy then you may cancel your membership. This information is strictly confidential and will not be passed onto other parties without your consent.

Name of Estate							
Residential Community Type (please tick)	Lifestyle	Golf	Eco		Equestrian	Wildlife/Nature	
	Marina	Retirement	Other (spe	o sift ()	Equestrian	Triidiii C/14dCore	
	Mailia	Retirement	Other (spe	ecity)			
Suburb				City			
Province							
Postal address						Postal Code	
Physical address						Postal Code	
Estate phone number							
Estate fax number							
Your name							
Your position (e.g. Estate Manager, Chairperson, Director, Managing Agent, etc.)							
Your cell phone number							
Your email address							
Managing Agent details (if applicable)							
Size of estate (number of units/ stands/ levy payers)							
VAT Registration No (if applicable)							
Invoicing details (if different from above)							
Comments							