

ness taxable income received by social clubs. This applies to income from nonmembers or the general public less allowable expenses directly connected with the production of the income. Based on information provided, the unrelated business taxable income of the Outrigger Canoe Club for the year ended December 31, 1972, does not result in an income tax liability.

The State of Hawaii exempts non-profit social clubs from income tax.

In conclusion, I would like to say that the splendid financial results of operations for the year 1972 are clearly attributable to our Club Manager, Mr. Norman Riede, and the excellent staff who assist him. He is certainly to be commended for his continuing high level of performance.

This report and copies of the auditor's 1972 Financial Statements are available in the Club office for your review if you so desire.

ROY C. KESNER, Treasurer

#### **Athletic Committee**

**Karl Heyer III**

**Chairman and Club Captain**

The year 1972 might best be described as a year of participation with more members participating in the athletic program than ever before. There were many highlights and a few disappointments during the year and I would like to try and briefly summarize them for you.

In canoeing we participated in all major regattas held in the State. During the peak summer period membership participation in the paddling program exceeded 100 members in all categories. The high light of the season was our close second place finish in the July 4 Macfarlane Day Regatta.

In surfing many of our members participated in the major surfing contests here and on the Mainland. Evie Black was once again chosen as the Hawaii Surfing Association's No. 1 Woman Surfer for the year and represented the Outrigger Canoe Club in the U.S.A. Championships held in San Diego. On Christmas Day the

Diamond Head Paddleboard race was completely dominated by Outrigger members, with Brant Ackerman finishing first in the stockboard class.

In sailing we tried to retain our well-rounded program by participating in Hobie-Cat Regattas and offering a Scorpion sailing program for our younger members. The Outrigger Canoe Club was represented in the Hobie-Cat Nationals and World's Championships, as well as the Kauai Yacht Club's Sunfish Invitational Regatta. As many of the members no doubt recall, the Club was the host facility for the first Hobie-Cat World Sailing Championships.

In volleyball we once again had a record turnout and fielded teams in the Masters, AAA, A, and B categories for both men and women. The AAA team took the State Championship and represented the Outrigger Canoe Club at the AAU and Nationals held in the spring. The Master's team placed second in the Nationals, which was our best performance in National competition.

We were able to field two mountain ball teams in the Suveyors League due to increased member interest participating. The Outrigger white team won the League with Outrigger red placing fourth. It might be of interest to note that the only loss that was suffered by the Outrigger white team was at the hands of the Outrigger red team.

The tennis program was rejuvenated with much enthusiasm, having approximately 150 members participating in the various Club tournaments. Interest has been running high and several of our members have received State ranking.

Two golf tournaments were held, and I understand a great time was had by all.

The summer lunch crowd will no doubt attest the fact that we once again had a very successful Junior Athletic Summer Program. Water sports and safety were stressed to 65 participating junior members.

The Outrigger Canoe Club was once again the co-sponsor of the Waikiki Rough Water Swim and provided financial aid for Dr. Huffaker's Molokai Channel Swim.