

SPECIAL MEETING OF THE CORPORATE MEMBERS  
OF THE GOLDEN RAIN FOUNDATION OF LAGUNA WOODS  
A CALIFORNIA NON-PROFIT MUTUAL BENEFIT CORPORATION

July 23, 2007

The Special Meeting of the Corporate Members of the Golden Rain Foundation of Laguna Woods, a California non-profit mutual benefit corporation, met on Monday, July 23, 2007 at 9:30 A.M. at 24351 El Toro Road, Laguna Woods, California.

The purpose of the meeting was to discuss the 2008 Business Plan – Version 2.

The meeting was open and the following members were present:

United Laguna Hills Mutual:	Beth O'Brien Ken Hammer Linda Wilson Maxine McIntosh	Jan McLaughlin Mary Stone John Dalis Jim McNulty
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<i>United Mutual Members Absent:</i>	Bevan Strom Marty Rubin	Burns Nugent
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Third Laguna Hills Mutual:	Jim Matson Larry Souza Richard Haskell John Paulus Richard Moos	Bob Hatch Isabel Muennichow Gunter Vogt Dominic Burrasca Raymond Gros (arrived at 10:35 A.M.)
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<i>Third Mutual Members Absent:</i>	Carol Moore	
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Laguna Woods Mutual 50:	None.	
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<i>Mutual 50 Members Absent:</i>	Richard Wurzel Janet Schwartz Tom Jackson	Ruth Mervis Robert L. Lutz
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Golden Rain Foundation:	George Portlock Bea McArthur Bob Miller Joseph Heller Don Tibbets	Ruth May Noel Hatch Cynthia Chyba Mark Schneider
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<i>GRF Members Absent:</i>	Jack Bassler	Erwin Stuller
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Others Present:	Lindsey Baguio – Laguna Woods Globe	
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Staff Present: Janet Price, Betty Parker, Kurt Rahn, Jerry Rathje, Brad Antoine, Marci Mednick

### **CALL TO ORDER**

George Portlock, Chair of the Committee, declared that the meeting had been properly noticed, stated that a quorum was present, and called the meeting to order at 9:30 A.M.

### **ACKNOWLEDGEMENT OF PRESS**

The Press was acknowledged in the form of Lindsey Baguio from the Laguna Woods Globe, arriving at 9:35 A.M.

### **REVIEW PROPOSED 2008 BUSINESS PLAN – VERSION 2**

Janet Price, Finance & Administration Director, introduced the proposed 2008 Business Plan – Version 2 and noted a summary of changes from Version 1, including a proposed surplus recovery of \$650,000 in operations and a proposed transfer of surplus to reserves of \$1,000,000. Ms. Price noted that the inflation rate for the projected reserve expenditures has been changed to 3.5% in Version 2 from 4% in Version 1, as requested by the Committee.

Mr. Noel Hatch asked if Staff could estimate the impact of changing the non-union wage increase assumption from 5% to 4%. Discussion ensued.

A motion was made, seconded and carried by a vote of four in favor and two opposed (O'Brien, Miller) to recommend that the Board change the assumption for the merit wage increase for non-union employees from 5% to 4%.

Mr. Noel Hatch commented on Other Operating Expenditures and requested to meet with Ms. Price for further detail of expenditures related to Staff Support.

Mr. Moos commented on the costs of recruiting and retention of employees.

Ms. Price stated that Version 3 will show an increase in Landscape adding 118 hours for the centralized irrigation program.

Mr. Matson questioned what comprises the total costs for Broadband Services and Ms. Price informed him that they include operating and capital costs as presented in the proposed Business Plan.

Ms. O'Brien expressed concern about sharing costs on a basis other than per manor per month, such as per occupant or per square foot due to the complexity in administering such a plan.

Ms. Price reviewed each item proposed in the 2008 Capital Plan and noted that two items were not included in the Proposed Capital Plan presented with Version 1. These items, the Riding Spray Rig and the Power Sand Rake have been reviewed and recommended for approval by the Landscape Committee. By consensus, the Committee accepted the Riding Spray Rig and the Power Sand Rake capital items.

A motion was made to recommend that the Board add \$1,500,000 to the Facilities Fund for security gate beautification. The motion failed for lack of a second.

Ms. Price discussed the Replacement Reserves 30-Year Funding Plan and the proposed \$1,000,000 transfer from operating surplus. She stated that this contribution will allow for lower reserve contributions in 2008 and future years.

A motion was made, seconded and carried unanimously to recommend the 2008 Business Plan as amended.

**ADJOURNMENT**

There being no further business to come before the meeting, the meeting was adjourned at 11:55 A.M.

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George Portlock, President  
Golden Rain Foundation of Laguna Woods