

MINUTES OF THE REGULAR MEETING OF THE
BOARD OF DIRECTORS OF GOLDEN RAIN FOUNDATION OF LAGUNA WOODS
A CALIFORNIA NON-PROFIT MUTUAL BENEFIT CORPORATION

October 2, 2012

The Regular Meeting of the Golden Rain Foundation of Laguna Woods Board of Directors, a California non-profit mutual benefit corporation, was held on Tuesday, October 2, 2012, at 9:30 A.M., at 24351 El Toro Road, Laguna Woods, California.

Directors Present: Lloyd Foster, Ken Hammer, Don Tibbetts, Bevan Strom, Lynne Dvorak, Patrick Murphy, Linda Wilson, Marv Rosenhaft, Pat Feeney, Ray Gros, Maxine McIntosh

Directors Absent: None

Others Present: Jerry Storage, Patty Kurzet
Executive Session: Jerry Storage, Cris Robinson, Patty Kurzet

CALL TO ORDER

President Lloyd Foster served as Chair of the meeting and stated that it was a regular meeting held pursuant to notice duly given and that a quorum was present. The meeting was called to order at 9:30 A.M.

PLEDGE OF ALLEGIANCE TO THE FLAG

Director Rosenhaft led the membership in the Pledge of Allegiance to the Flag.

ACKNOWLEDGEMENT OF PRESS

A representative of the Laguna Woods Globe was present, and the Channel 6 Camera Crew, by way of remote cameras, was acknowledged as present.

APPROVAL OF AGENDA

The agenda was approved as submitted.

APPROVAL OF MINUTES

The Board reviewed and approved without objection the minutes of the Regular Meeting of September 4, 2012.

Mr. Chris Taylor, Investigator of the Orange County District Attorney's Office - Fraud Unit, gave a presentation on fraud prevention.

MEMBER COMMENTS

- Tony Dauer (96-C) spoke to ways of improving the Community.
- Pat English (558-B) spoke to RVs parked along Calle Aragon.
- Denny Welch (5517-1C) announced the next CCA meeting.
- Mary Wall (239-D) commented on the collection of money at the laundry rooms.
- Pamela Grundke (2214-B) thanked Directors Strom and Foster for their services on the Board.

- Bud Nesvig (2392-3H) passed out a document requesting a breakdown of costs charged to him.

The Directors briefly responded to Members' comments.

GENERAL MANAGER'S REPORT

Mr. Storage updated the membership on the ongoing GRF projects within the Community.

CHAIR'S REPORT

President Foster commented on the Board's work on analyzing the GRF Trust, and the need to amend the Bylaws to comport with the GRF Trust and continue the practice of allowing non-residents to use the GRF Facilities.

OLD BUSINESS

The Secretary of the Corporation, Director McIntosh, read the following proposed resolution approving the revised Recreational Division Policy, which was postponed from the previous meeting to conform to the 30-day notification requirement:

RESOLUTION 90-12-XX

WHEREAS, a recommendation has been made by the Community Activities Committee to streamline and reduce confusion regarding the Recreation Division Policy to accommodate the needs of the residents;

NOW THEREFORE BE IT RESOLVED, November 6, 2012, that the Board of Directors of this Corporation hereby adopts the attached new Recreation Division Policy; and

RESOLVED FURTHER, that Resolution 90-07-81 and Resolution 90-07-82 adopted November 6, 2007 are hereby superseded and cancelled; and

RESOLVED FURTHER, that Resolution 90-11-28, Resolution 90-08-15, and Resolution 90-08-44 (prior resolutions pertaining to grandfathered events - exceptions to the roll over reservation policy) are hereby superseded and cancelled; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh moved to approve the resolution. Director Hammer seconded the motion and discussion ensued.

Director Strom moved to table the resolution until the conflict between the GRF Trust and the GRF Bylaws regarding allowing non-residents to use the GRF facilities is resolved. Director Wilson seconded the motion. By a vote of 8-2-0 (Directors Rosenhaft and Dvorak opposed), the motion carried.

NEW BUSINESS

Ms. Pamela Bashline provided a brief summary of the GRF-sponsored Community tours that are currently conducted by volunteer residents for prospective residents; and indicated that a request was received by real estate agents who want to conduct the tours, and asked for Board direction.

Director McIntosh moved that the matter be referred to the Media and Communications Committee to establish decent guidelines for the tours. Director Dvorak seconded the motion and discussion ensued.

Members Kathryn Freshley (5490-N) and Ruth May (671-B) spoke to the motion.

By a vote of 6-3-1 (Directors Tibbetts, Wilson, and Hammer opposed and Director Rosenhaft abstained), the motion carried.

Director McIntosh read a proposed resolution authorizing unbudgeted expenditures for the 2013 and 2014 decal year stickers with mailing cards. Director McIntosh moved to approve the resolution. Director Rosenhaft seconded the motion and discussion ensued.

By a vote of 9-0-1 (Director Feeney abstained), the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-114

WHEREAS, GRF policy requires that all resident-owned motor vehicles are registered with the Golden Rain Foundation and display a Community decal, which is required to be updated annually; and

WHEREAS, the Community Access Department updates vehicle decals for residents on a yearly basis by way of a Community-wide mailing; and

WHEREAS, funds to purchase vehicle decal annual stickers for the 2013 year were not included in the 2012 budget; and

WHEREAS, funds to purchase mailing cards for vehicle decal annual stickers for the 2014 year were not included in the 2013 budget,

NOW THEREFORE BE IT RESOLVED, October 2, 2012, that the Board of Directors hereby authorizes \$8,300 to purchase vehicle decal annual stickers and mailing cards as an unbudgeted operating expense in 2012; and

RESOLVED FURTHER, that the Board of Directors hereby authorizes \$2,800 to purchase vehicle decal annual stickers and mailing cards as an unbudgeted operating expense in 2013, and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh read a proposed resolution authorizing a supplemental appropriation for the accelerated purchase of a plotter and scanner combination. Director Rosenhaft moved to approve the resolution. Director Dvorak seconded the motion and discussion ensued.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-115

WHEREAS, Capital Plan Item P13003 authorizes the replacement of the existing plotter with a plotter and scanner combination; and

WHEREAS, the existing plotter has broken-down and needs replacing this year;

NOW THEREFORE BE IT RESOLVED, October 2, 2012, that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$8,500 to be funded from the Equipment Fund for the accelerated purchase of the plotter and scanner combination; and

RESOLVED FURTHER, that Capital Plan Item P13003 is hereby rescinded; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh read a proposed resolution approving the Guidelines for Shared Costs and Fees:

RESOLUTION 90-12-XX

GUIDELINES FOR SHARED COSTS AND FEES

RESOLVED, November 6, 2012, that the following Guidelines for the sharing of costs and for the levying and collection of fees reflect the policies and practices which have developed over the history of Laguna Woods Village. The Guidelines are subject to change from time to time at the discretion of the Golden Rain Foundation Board of Directors (GRF).

A. General Principles and the Shared Cost Concept:

I. Shared costs are costs of furnishing, maintaining, or operating facilities and services which all Laguna Woods Village residents use or enjoy, or have the right to use or enjoy. They are costs budgeted as Golden Rain Foundation operating or reserve expenditures shared equally throughout Laguna Woods Village by manor. The monthly assessment by each manor ownership reflects an equal portion of these costs per the Amended Trust Agreement dated March 30, 1964, Paragraph 6: "Golden Rain costs shall be included in monthly assessment on a pro-rata basis to members of respective corporations."

II. Reasonable fees may be imposed pursuant to the Trust Agreement, as amended.

B. Exceptions to the Shared Cost Concept:

I. Utilization Control

In order to control crowding, to minimize over-usage, or to impose reasonable limitations on guests, fees may be imposed on users of a shared cost facility or service.

II. Financial Support of a Facility/Service

Reasonable fees may be imposed on the users of a new or existing shared cost facility or service if GRF determines that fees would be appropriate to help offset costs and reduce assessments.

III. Exclusive Use of Facility by Resident

Where only a small number of residents are allowed access to a facility, GRF may impose a fee to recover certain costs of operating that facility.

C. Special Facilities:

Since the inception of Laguna Woods Village, two facilities have consistently been declared to be free from the imposition of fees for use thereof by Laguna Woods Village residents.

I. The first of such special facilities is the aquatics and necessary related facilities. The special classification of aquatics derives from the view traditionally held by the Laguna Woods Village community that the "swimming pool" is an integral part of residential real property.

II. The second such special facility is the Laguna Woods Village Transportation System. Its special classification derives from assurances of the original developer that the community bus system would furnish certain fare-free bus transportation to Laguna Woods Village residents. Rendition of this free bus service has been endorsed and continued by the first and subsequently elected Golden Rain Foundation Boards of Directors.

Additionally, there are other facilities where it would be difficult to collect fees or where it may not prove to be cost effective.

D. Definition of Fees:

Inasmuch as GRF provides multipurpose facilities and services, a formula for determining fees shall be applied to each such facility or service separately in order to determine an appropriate fee amount. When establishing fees, GRF will review direct costs of operating the facility, reserve requirements for equipment and facility improvements, **and** utilization. ~~and where appropriate GRF may consider rates assessed for similar facilities or services outside of the Community.~~

I. Facilities Fee - A payment imposed on the user of a shared facility in order to control use or recover a portion of the facility costs. The fee should represent an equitable and reasonable division of cost between the user and the monthly assessment.

II. Administrative Service Fee - A payment imposed on the user of a service provided by administrative personnel of the Managing Agent or a contracted service provider.

III. Entertainment Fee - A fee assessed to individuals for a Recreation coordinated event.

IV. Additional Occupant Fee - A payment imposed for each additional occupant over two in a manor, whether owner or tenant, for the right to use community facilities or services.

V. Nonresident/Guest Fees - A payment imposed on a nonresident, including all non-Laguna Woods Village organizations, for use of a community facility or service.

In the event that the owner(s) of any manor shall lease said manor to a tenant or tenants, such tenant(s) shall be entitled to the use of all GRF facilities or services as aforesaid during the term of said lease and the owner(s) shall not be entitled to such use of said facilities or services.

RESOLVED FURTHER, that Resolution G-89-115 adopted November 7, 1989 is hereby superseded and cancelled; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh moved to approve the resolution. Director Dvorak seconded the motion.

Director Rosenhaft amended the resolution to remove: "and where appropriate GRF may consider rates assessed for similar facilities or services outside of the Community." Director Wilson seconded the motion and discussion ensued.

Member Marc Bayer (2402-1C) commented on the amendment.

The amendment carried unanimously.

Director Strom amended the resolution to add "A II – Reasonable fees may be imposed pursuant to the Trust Agreement, as amended." Director Rosenhaft seconded the motion and discussion ensued.

The amendment carried unanimously.

Members Mary Stone (356-C), Denny Welch (5517-1C), Marc Bayer (2402-1C), Mariann McNaughton (2366-C), and Tony Dauer (96-C) commented on the resolution.

Director Dvorak moved to postpone the motion as amended to November to satisfy the 30-day notification requirement. Director Rosenhaft seconded the motion and the motion carried unanimously.

CONSENT CALENDAR

Without objection the Consent Calendar was approved, and the Board approved the following actions:

- Approve UPS request to store a UPS trailer at Clubhouse One overflow parking lot during the Holiday Season.

RESOLUTION 90-12-116

RESOLVED, October 2, 2012, that the Board of Directors of this Corporation hereby accepts the donation of \$25 in memory of resident Bobby Oakes' 90th birthday to be used for Clubhouse Four general purposes and operation; and

RESOLVED FURTHER, that the donation to the Golden Rain Foundation shall not qualify as a tax-deductible charitable contribution; and

RESOLVED FURTHER, that the President of this Corporation is hereby authorized to advise said donor in writing and to express the thanks of the Corporation.

RESOLUTION 90-12-117

RESOLVED, October 2, 2012, that the Board of Directors of this Corporation hereby accepts the donation from the Saddle Club of a sofa, loveseat, coffee

table with two ottomans, lamps, and a locking cabinet valued at \$2,000 for the Equestrian Center Hospitality Room; and

RESOLVED FURTHER, that the donation to the Golden Rain Foundation shall not qualify as a tax-deductible charitable contribution; and

RESOLVED FURTHER, that the President of this Corporation is hereby authorized to advise said donor in writing and to express the thanks of the Corporation.

RESOLUTION 90-12-118

RESOLVED, October 2, 2012, that the Board of Directors of this Corporation hereby accepts the donation of \$2,000 from Darren Butler in memory of his mother, June Butler, for the purchase of a GRF replacement horse for the Equestrian Center, when one of the existing GRF horses needs to be replaced; and

RESOLVED FURTHER, that the donation to the Golden Rain Foundation shall not qualify as a tax-deductible charitable contribution; and

RESOLVED FURTHER, that the President of this Corporation is hereby authorized to advise said donor in writing and to express the thanks of the Corporation.

RESOLUTION 90-12-119

RESOLVED, October 2, 2012, that the Board of Directors of this Corporation hereby accepts a donation from the Saddle Club to cover the cost to re-paint the Equestrian Center Hospitality Room, purchase and install new flooring, and remove old furniture; and

RESOLVED FURTHER, that the donation to the Golden Rain Foundation shall not qualify as a tax-deductible charitable contribution; and

RESOLVED FURTHER, that the President of this Corporation is hereby authorized to advise said donor in writing and to express the thanks of the Corporation.

RESOLUTION 90-12-120

WHEREAS, the General Election is scheduled for November 6, 2012 and the Orange County Registrar of Voters is requesting the use of a room to train the poll workers, and that GRF waives the outside rental fee;

NOW THEREFORE BE IT RESOLVED, October 2, 2012, that the Board of Directors of this Corporation hereby approves the request from the Orange

County Registrar of Voters that GRF waives the outside rental fee for the use of a room to conduct poll worker training for 20 days beginning Monday, October 15, 2012 and ending Monday, November 5, 2012 from 8:00 AM until 9:00 PM subject to availability for the General Election on November 6, 2012; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

COMMITTEE REPORTS

The Treasurer's and Finance Committee reports were not given.

Director McIntosh read a proposed resolution approving to continue leasing four cargo vans. Director McIntosh moved to approve the resolution. Director Dvorak seconded the motion and discussion ensued.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-121

WHEREAS, on June 22, 2012, GRF reacquired the cable services contract from Connexion which included the lease on four cargo vans;

WHEREAS, the leasing vendor has presented GRF with an option to buy-out the vans prior to the end of the lease;

NOW THEREFORE BE IT RESOLVED, October 2, 2012, that the Board of Directors hereby agrees to continue the remaining twenty-five monthly lease payments of \$1,227 as an unbudgeted operating expenditure for the remainder of the term, pay the lease termination service of \$1,400, and exercise the option to purchase the vans for \$12,000 at the end of the lease; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director Ken Hammer reported from the Mobility & Vehicles Committee.

Director Lynne Dvorak reported from the Community Activities Committee.

Director McIntosh read a proposed resolution allowing the Florence Sylvester Senior Center to hold its annual casino night at Clubhouse Five. Director Dvorak moved to approve the resolution. Director Wilson seconded the motion and discussion ensued.

Members Howard Baumann (2384-1A) spoke to his request, and Mary Stone (356-C) and Barbara Copley (410-D) spoke to the resolution.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-122

WHEREAS, a request was received on behalf of the Florence Sylvester Senior Center to hold its annual casino night fundraising event at Clubhouse Five on June 22, 2013 at the exception room rental rate;

NOW THEREFORE BE IT RESOLVED, October 2, 2012, that the Board of Directors of this Corporation hereby approves the request from the Florence Sylvester Senior Center to hold its annual casino night at Clubhouse Five on June 22, 2013; and

RESOLVED FURTHER, that the Board hereby waives its exception room rental rate; and

RESOLVED FURTHER, that the Saturday Night Dance shall be moved or cancelled for that night; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh read a proposed resolution approving the request from South County Outreach to hold its Volunteer Recognition Luncheon at Clubhouse Two. Director Dvorak moved to approve the resolution. Director Rosenhaft seconded the motion.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-123

WHEREAS, the South County Outreach requested to hold a Volunteer Recognition Luncheon at Clubhouse Two on February 10, 2013 and that GRF waive the outside room rental rate of \$415;

NOW THEREFORE BE IT RESOLVED, October 2, 2012, that the Board of Directors hereby approves the request from South County Outreach to hold its Volunteer Recognition Luncheon at Clubhouse Two on February 10, 2013 and hereby waives its outside room rental rate of \$415, and allows the room to be rented at the resident rate; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh read a proposed resolution authorizing an over-expenditure to purchase flip numbers for keeping score on the Tennis Courts. Director Dvorak moved to approve the resolution. Director Feeney seconded the motion and discussion ensued.

Members Mary Stone (356-C) and Ruth May (671-B) commented on the resolution.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-124

WHEREAS, the Tennis Club requested that GRF purchase new flip numbers to keep score on the Tennis Courts;

NOW THEREFORE BE IT RESOLVED, October 2, 2012, that the Board of Directors hereby authorizes over-expending the 2012 operating budget by approximately \$450 to purchase the flip numbers for keeping score on the Tennis Courts; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh read a proposed resolution allowing the Sunshine Performance Club to utilize the Clubhouse Three lobby and hallways as part of its charity event. Director Dvorak moved to approve the resolution. Director Gros seconded the motion and discussion ensued.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-125

WHEREAS, the Sunshine Performance Club will be holding a charity event on June 15, 2013 at Clubhouse Three, and is requesting use of the lobby and hallways as part of the event on June 15, 2013;

NOW THEREFORE BE IT RESOLVED, October 2, 2012, that the Board of Directors of this Corporation hereby allows the Sunshine Performance Club to utilize the Clubhouse Three lobby and hallways as part of its event on June 15, 2013 in conjunction with the auditorium and dining rooms already rented; and

RESOLVED FURTHER, that the only charges for such use will be the set up costs to place tables and chairs as requested by the user; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director Ray Gros reported from the Security and Community Access Committee.

Director McIntosh read the following proposed resolution approving a new service level for Security to monitor and document estate sales:

RESOLUTION 90-12-

WHEREAS, estate sales, and sales advertised to non-resident guests, provide representatives within the Community the opportunity to dispose of unwanted personal goods; and

WHEREAS, such sales, which attract non-residents to the Community, occasionally cause traffic and other disruptions which may impact other residents;

NOW THEREFORE BE IT RESOLVED, November 6, 2012, that the Board of Directors of this Corporation hereby approves a new service level to monitor and document estate sales and sales with non-resident guests, and further establishes a \$50 fee for the first sale day and \$40 for each subsequent day, effective January 1, 2013; and

RESOLVED FURTHER, that the fee, payable by the event sponsor, shall be used to offset Staff's time required to process an Estate Sale / Sale With Non-Resident Guests application and for Security to patrol the area of the sale to ensure traffic flow is not hampered and other disruptions are not impacting the residents; and

RESOLVED FURTHER, that, in addition to the "Estate Sale/ Sale with Non-Resident Guests Written Authorization" form, the representatives must also obtain approval of a "Gate Clearance Flyer with Tear Off" form from Community Access at least four (4) days prior to the event in order for non-resident guests to be permitted access into the Community; and

RESOLVED FURTHER, that non-resident guests will be required to submit the completed tear off portion of the "Gate Clearance Flyer with Tear Off" form upon arrival at the gate to provide Security a record of non-resident vehicles that enter the Community; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh moved to approve the resolution and Director Gros seconded the motion.

Without objection, the motion was postponed to the November meeting to satisfy the 30-day notification requirement.

Director McIntosh read a proposed resolution authorizing a supplemental appropriation to install Shepherd's Crook style fencing, CCTV cameras and signage at the Upper and Lower Aliso Creek property lines. Director McIntosh moved to approve the resolution. Director Gros seconded the motion and discussion ensued.

Director Dvorak moved to remove the CCTV cameras, and, in addition to installing Shepherd's Crook fencing, add cactus type planting along the creek banks to the resolution, for a total project cost of \$44,400. Director Strom seconded the motion and discussion ensued.

Members Mary Stone (356-C), Roberta Berk (933-B), Barbara Copley (410-D), and Larry Souza (5077) commented on the resolution.

Mr. Scott Dunham, Risk Manager, addressed the Board on the CCTV cameras.

By a vote of 7-2-1 (Directors Rosenhaft and Gros opposed, and Director Wilson abstained), the amendment carried.

Members Heather Gerson (53-N) and Roberta Berk (933-B) commented on the resolution as amended.

By a vote of 8-2-0 (Directors Gros and Wilson opposed), the motion carried and the Board of Directors adopted the following resolution as amended:

RESOLUTION 90-12-126

WHEREAS, the Security and Community Access Committee requested an investigation of the security features and needs at the Aliso Creek upper and lower property lines; and a security consultant assessed the areas and provided potential intrusion prevention and detection improvement recommendations;

NOW THEREFORE BE IT RESOLVED, October 2, 2012, that the Board of Directors hereby authorizes a supplemental appropriation in the amount of \$44,400 from the Facilities Fund to install Shepherd's Crook fencing, add cactus type planting and signage at the Upper and Lower Aliso Creek property lines; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director Don Tibbetts reported from the Maintenance and Construction Committee.

Director McIntosh read a proposed resolution approving to renovate the existing 27-hole golf course restrooms with updated finishes and fixtures, using existing funds. Director McIntosh moved to approve the resolution. Director Tibbetts seconded the motion and discussion ensued.

Members Denny Welch (5517-1C) and Marc Bayer (2402-1C) commented on the motion.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-127

WHEREAS, Capital Plan item P10029 appropriated \$52,000 to renovate two restrooms on the 27-hole golf course to meet ADA standards, and Resolution 90-10-107 appropriated an additional \$143,800 to demolish the existing restrooms and replace with new code-compliant, four-stall restrooms with upgraded finishes and fixtures; and

WHEREAS, the lowest competitive bid exceeds the appropriated amount to remodel the existing restrooms; and

WHEREAS, due to the cost of new buildings, the maintenance and construction committee recommended renovating the two restrooms in lieu of replacement;

NOW THEREFORE BE IT RESOLVED, October 2, 2012, that the Board of Directors hereby approves to renovate the existing 27-hole golf course restrooms with updated finishes and fixtures, and to include new partitions in each room at an estimated construction cost of \$45,560 for total funding of \$82,060 which includes previously committed costs, to be funded from the existing appropriations of \$52,000 from P10029 and \$143,800 from Resolution 90-10-107, of which \$113,740 will remain uncommitted from the previous resolutions; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director Don Tibbetts reported from the Clubhouse Two Renovation Ad Hoc Committee.

Director Marv Rosenhaft reported from the Media & Communications Committee.

Director McIntosh reported from the Landscape Committee.

Director McIntosh read a proposed resolution approving to over-expend the 2012 Operating Budget for Clubhouse One side patio upgrades. Director McIntosh moved to approve the resolution. Director Dvorak seconded the motion and discussion ensued.

Director Dvorak moved to postpone the project until 2013 and use 2013 operating funds for the project. Director McIntosh seconded the motion and discussion ensued.

Members Mary Stone (356-C) and Roberta Berk (933-B) commented on the motion.

The amendment carried unanimously.

By a vote of 10-0-0, the motion carried as amended and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-128

WHEREAS, Staff was approached by multiple residents to provide some softening of the harsh concrete appearance of the Clubhouse One side patio;

NOW THEREFORE BE IT RESOLVED, October 2, 2012, that the Board of Directors hereby authorizes to expend \$4,546 for the installation of planters at each pergola post and along large blank walls at the Clubhouse One side patio, using 2013 operating funds; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director Gros reported on the Laguna Canyon Foundation.

Director Rosenhaft reported on the Joint Signage Ad Hoc Committee.

The Board discussed future board agenda items.

DIRECTORS' COMMENTS

Directors made their final comments.

MEETING RECESS

The regular open meeting recessed at 12:47 P.M. and reconvened into Executive Session at 1:30 P.M.

Summary of Previous Closed Session Meetings per Civil Code Section §1363.05

During its Regular Executive Session Meeting of September 4, 2012, the Board reviewed and approved without objection the minutes of the August 7, 2012 Regular Executive Session. The Board heard a presentation from the Union Negotiator; discussed contractual issues regarding Broadband, Moulton Parkway Phase II Improvements, Clubhouse 2 Construction Management, Aliso Creek Bridge, Village Greens Café, and the GRF Trust.

ADJOURNMENT

There being no further business to come before the Board of Directors, the meeting adjourned at 4:15 P.M.

Maxine McIntosh, Secretary