

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

August 9, 2006

A Special Meeting of the Golden Rain Foundation of Laguna Woods Board of Directors, a California non-profit mutual benefit corporation, was held on Wednesday, August 9, 2006, at 10:00 A.M., at 24351 El Toro Road, Laguna Woods, California.

Directors Present: George Portlock, Joseph Heller, Marty Rhodes, Bob Miller, Mark Stein, Cynthia Chyba, Jack Bassler, Noel Hatch, Ruth May, Bea McArthur

Directors Absent: Maury Kravitz

Others Present: Milt Johns, Patty Fox, Janet Price, Betty Parker

CALL TO ORDER

President George Portlock, called the meeting to order at 10:00 A.M., indicated that it was duly noticed and that a quorum was present.

ACKNOWLEDGEMENT OF PRESS

Cheryl Walker from the Laguna Woods Globe and, by way of remote cameras, the Channel 6 TV Staff were acknowledged as present.

RESIDENT and RESIDENT MEMBER COMMENTS

- None

President Portlock requested approval from the Board to donate brass plate casts using the Community's old name on them to the Historical Society. By way of consensus, the Board approved.

REVIEW 2007 BUSINESS PLAN – VERSION 3

President Portlock stated that the purpose of the Special Meeting was to review Version 3 of the proposed 2007 Business Plan; he then introduced Janet Price, Finance and Administration Director, who presented Version 3 of the proposed 2007 Business Plan. She noted that many of the figures are based on assumptions, estimates or projections, and that certain 2007 actual expenses may be considerably different from the operating budget; e.g. salaries & wages due to a probable minimum wage increase in 2007.

The Board Members were given an opportunity to ask questions and comment on Version 3 of the proposed 2007 Business Plan.

Director Mark Stein made a motion to accept Version 3 of the proposed 2007 Business Plan. Director Bea McArthur seconded the motion. Discussion regarding the appropriateness of the motion ensued.

President Portlock ruled the motion out of order.

Director Cynthia Chyba made a motion to adjourn. Director Bob Miler seconded the motion. By a vote of 4-5-0 (Directors McArthur, Chyba, Miller and Stein voted in favor), the motion failed.

DIRECTOR GOOD OF THE ORDER

- Director Rhodes thanked Janet Price and her staff for the presentation.
- Director Hatch commended Janet Price and her staff for a job well done.
- Director Chyba thanked staff for a job well done and thanked the Board for its patience.
- Director Miller indicated that he was looking forward to approving or disapproving the 2007 Budget.
- Director Heller thanked staff for a job well done.
- Director May thanked staff for a job well done.
- Director Bassler reminded the Board that anyone can talk to the Board on the Budget.
- Director Stein thanked staff for the Version 3.

During its Regular Executive Session Meeting of August 1, 2006 the Board approved the minutes of the Regular Executive Session Meeting of June 6, 2006, the Special Executive Session Meeting of July 6, 2006, and the Special Executive Session Meeting of July 18, 2006; and discussed litigation issues.

ADJOURNMENT

There being no further business to come before the Board of Directors, the special meeting was adjourned at 11:18 A.M.

Cynthia Chyba, Secretary