

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

November 7, 2006

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 November 7, 2006, at 9:30 A.M., at 24351 El Toro Road, Laguna Woods, California.

Directors Present: George Portlock, Marty Rhodes, Maury Kravitz, Mark Stein, Cynthia Chyba, Bob Miller, Ruth May, Joseph Heller, Bea McArthur

Directors Absent: Jack Bassler, Noel Hatch

Others Present: Milt Johns, Patty Fox
Executive Session: Milt Johns, Patty Fox, Cris Trapp

CALL TO ORDER

George Portlock, President served as Chairman 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.

A moment of silence and reflection was held to honor our US Troops who are serving our Country, and for those who are in harm's way.

PLEDGE OF ALLEGIANCE TO THE FLAG

Director Maury Kravitz led the membership in the Pledge of Allegiance to the Flag.

ACKNOWLEDGEMENT OF PRESS

Cheryl Walker from the Laguna Woods Globe, and by way of remote cameras, the TV Channel 6 Camera Crew staff were acknowledged.

APPROVAL OF AGENDA

The agenda was approved as submitted.

APPROVAL OF MINUTES

The Minutes of the October 3, 2006 Regular Board Meeting were approved as amended by changing the name on page 1 from "York" to "Ewart," and the October 12, 2006 Action By Way of Unanimous Consent was approved as written.

MEMBER AND RESIDENT MEMBER COMMENTS

- Jerry Sheinblum (3488-C) announced the next CCA Townhall Meeting in Clubhouse 5 and encouraged the membership to vote today
- Bud Nesvig (2392-3H) commented on a mission statement for Clubhouse Two

CHAIRMAN'S REPORT

President Portlock announced that the Corporate Members will hold their Annual Meeting on November 9, 2006, and informed the Board that the Community Center boiler failed and is in need of immediate replacement.

President Portlock entertained a motion to approve a supplemental appropriation in the amount of \$7,700 to replace the boiler in the Community Center. Director Joseph Heller made a motion to appropriate \$7,700 to replace the boiler. Director Mark Stein seconded the motion.

By a vote of 8-0-0, the motion carried and the following resolution was adopted:

RESOLUTION 90-06-94

RESOLVED, November 7, 2006 that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$7,700 from the Facilities Fund to replace the Community Center boiler; 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.

President Portlock announced that he and the Housing Mutual Board Presidents will accompany visitors from Shanghai on a docent tour of the Community.

OLD BUSINESS

Director Bea McArthur made a motion to remove from the table the motion to approve the RV Lot fee increase. The motion was seconded and carried.

By a vote of 8-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-06-95

RESOLVED, November 7, 2006 that the Board of Directors of this Corporation hereby increases the annual RV lot fee from \$150.00 per space per year to \$160.00 per space per year, effective January 1, 2007; and

RESOLVED FURTHER, that the single flat fee shall be charged to users of all recreational vehicles, trailers, boats, and trailer combinations or units regardless of overall length and amount of time vehicle is parked, and shall be used to offset the RV Lot facility operating costs; and

RESOLVED FURTHER, that Resolution 90-05-57, adopted August 2, 2005 is hereby amended; 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 McArthur made a motion to remove from the table the motion to approve the new Recreation SPI. The motion was seconded and carried.

By a vote of 8-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-06-96

WHEREAS, on December 7, 2004 the Board of Directors of this Corporation adopted Resolution 90-04-87 which approved the Recreation Standard Procedure Index (SPI's); and

WHEREAS, a recommendation has been made by the Community Activities Committee to propose a new SPI for Sponsorship of Recreation Programs;

NOW THEREFORE BE IT RESOLVED, November 7, 2006, that the Board of Directors of this Corporation hereby adopts the attached SPI 600.036 (Sponsorship of Recreation Programs); 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; and

RESOLVED FURTHER, that Resolution 90-04-87, adopted December 7, 2004 is hereby amended.

Director McArthur made a motion to remove from the table the motion to approve the new landscape tree signage policy. The motion was seconded and carried.

By a vote of 8-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-06-97

WHEREAS, tree signs throughout the Community vary in different shapes, sizes & colors, and the GRF Landscape Committee has found it necessary to establish one sign standard;

NOW THEREFORE BE IT RESOLVED, November 7, 2006 that the Board of Directors of this Corporation hereby adopts the policy of limiting any tree signage to a 3" x 5" size, with white lettering on a black background using only the botanical and common names of the tree and the country of origin; 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.

NEW BUSINESS

A discussion was held relative to a request from the American Red Cross to provide emergency support for displaced members of the Community during a disaster. By way of consensus, the Board approved the request.

Third Mutual Member Bud Nesvig (2392-3H) commented on the Red Cross.

CONSENT CALENDAR

No action was taken.

COMMITTEE REPORTS

Director Maury Kravitz reported on the Treasurer's Report and from the Finance Committee.

Director Maury Kravitz reported from the Bus Services Committee.

Director Marty Rhodes reported from the Community Activities Committee.

The Secretary of the Corporation, Director Cynthia Chyba, read a proposed resolution on accepting a donation from the Saddleback Kiwanis Club. Director Rhodes moved to approve the resolution. Director Ruth May seconded the motion.

By a vote of 8-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-06-98

RESOLVED, November 7, 2006 that the Board of Directors of this Corporation hereby accepts the donation of \$500 from the Saddleback Kiwanis Club;

RESOLVED FURTHER, that the funds shall be used to support the Fitness Centers as determined by staff; 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.

The Secretary of the Corporation read a proposed resolution on accepting a donation from the Saddle Club. Director Rhodes moved to approve the resolution. Director Joseph Heller seconded the motion and discussion ensued.

By a vote of 7-1-0 (Director McArthur opposed), the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-06-99

WHEREAS, the Laguna Woods Village Saddle Club is donating a ceiling fan to the Equestrian Center and requests the installation to be made by GRF;

NOW THEREFORE BE IT RESOLVED, November 7, 2006 that the Board of Directors of this Corporation hereby accepts the donation and approves the installation; 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.

United Mutual Member Libby Marks (82-Q) addressed Director Rhodes on his report.

In the absence of Director Noel Hatch, Director Ruth May reported from the Landscape Committee.

Director Joseph Heller reported from the Maintenance and Construction Committee.

The Secretary of the Corporation read the following proposed resolution on approving a supplemental appropriation to remove food grinders in the clubhouse kitchens:

RESOLUTION 90-06

WHEREAS, on August 24, 2006, the El Toro Water District Board (ETWD) approved changes to the Fats, Oil and Grease (FOG) Regulations to specifically require that clubhouse facilities be outfitted for FOG control according to retail food service establishment standards;

WHEREAS, ETWD determined that each GRF operated clubhouse kitchen facilities has a significant source of FOG in the ETWD waste collection system, and is requiring all existing food grinders be removed from the clubhouse kitchen facilities;

NOW THEREFORE BE IT RESOLVED, November 7, 2006 that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$28,265 from the Unappropriated Expenditures Fund for the removal of six large food grinders and associated appurtenant modifications; 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 McArthur moved to approve the resolution. Director Heller seconded the motion.

United and Third Mutual Members Barbara Copley (510-D); Bud Nesvig (2392-3H); Jerry Sheinblum (3488-C); and Larry Souza (5077) addressed the Board on the resolution.

Director Heller made a motion to refer the matter back to the M&C Committee. Director Bob Miller seconded the motion and the motion carried unanimously.

The Secretary of the Corporation read a proposed resolution on approving a supplemental appropriation to replace the Clubhouse Two pool boiler. The motion was moved and seconded.

Director Rhodes left the meeting at 10:26 A.M.

By a vote of 7-0-0 (Director Rhodes was absent from the meeting), the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-06-100

WHEREAS, on October 1, 2006 the Clubhouse Two pool boiler failed unexpectedly, and can no longer provide normal temperatures for the pool users;

NOW THEREFORE BE IT RESOLVED, November 7, 2006 that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$15,400 from the Equipment Fund to replace the Clubhouse Two pool boiler; and

RESOLVED FURTHER, that the procurement of the boiler shall be single-sourced; 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 Rhodes returned to the meeting at 10:29 A.M.

The Secretary of the Corporation read a proposed resolution on approving a supplemental appropriation to replace the septic tank at Garden Center One. Director Heller moved to approve the resolution. Director McArthur seconded the motion.

By a vote of 8-0-0 the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-06-101

WHEREAS, during the course of improvements to the septic system at Garden Center One, the existing concrete tank was found to be in need of replacement;

NOW THEREFORE BE IT RESOLVED, November 7, 2006 that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$7,250 from the Facilities Fund to remove and replace the septic tank at Garden Center One; 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 Mark Stein left the meeting at 10:32 A.M.

The Secretary of the Corporation read a proposed resolution on approving a supplemental appropriation to replace the HVAC compressor in the Community Center. Director Heller moved to approve the resolution. Director Miller seconded the motion.

By a vote of 7-0-0 (Director Stein was absent from the meeting), the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-06-102

WHEREAS, during a routine maintenance call one of the compressors on a rooftop air conditioning unit at the Community Center was found to be inoperable and needed to be replaced immediately;

NOW THEREFORE BE IT RESOLVED, November 7, 2006 that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$6,810 from the Equipment Fund to ratify the expenditure for the emergency replacement of an HVAC compressor at the Laguna Woods Village Community Center; 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 Stein returned to the meeting at 10:34 A.M.

Third Mutual Member Mark Schneider (5058) addressed Director Heller on his report.

Director Bob Miller reported from the Broadband Services Committee.

The Secretary of the Corporation read the following proposed resolution on eliminating the Limited Basic Option Package:

RESOLUTION 90-06-

WHEREAS, Phase II of the Broadband upgrade requires the removal of the interdiction devices presently located throughout the Broadband Network which would eliminate the ability to provide "Limited Basic Option" to the Community and the resulting refund for opting out of the full channel line-up; and

WHEREAS, the removal of the interdiction devices will increase the channel capacity and significantly reduce ongoing operational and maintenance costs;

NOW THEREFORE BE IT RESOLVED, January 2, 2007 that the Board of Directors of this Corporation hereby approves the elimination of the "Limited Basic Option," effective 2008; 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 Miller moved to approve the resolution. Director Heller seconded the motion.

Third Mutual Member Mark Schneider (5058) addressed the Board on the resolution.

Director Ruth May left the meeting at 10:46 A.M.

Director Heller made a motion to table the resolution to satisfy the required statutory thirty-day notice requirements. The motion was seconded and carried by a vote of 7-0-0 (Director May was absent from the meeting).

Director May returned to the meeting at 10:50 A.M.

Director Bea McArthur reported from the Government and Public Relations Committee.

Director Kravitz left the meeting at 10:50 A.M.

The Secretary of the Corporation read a proposed resolution on developing a new community logo by utilizing the services of a design consultant. Director McArthur moved to approve the resolution. Director May seconded the motion and discussion ensued.

By a vote of 7-0-0 (Director Kravitz was absent from the meeting) the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-06-103

WHEREAS, since the Community's name change took place in March 2006 the Village has an opportunity to present a new visual identity via a new logo and promote itself through a series of graphic elements to be utilized in various applications throughout the Community;

NOW THEREFORE BE IT RESOLVED, November 7, 2006 the Board of Directors of this Corporation hereby authorizes staff to proceed with the competitive bid process using the deliverables outlined in the Community Logo Design Services–Deliverables Subject report, Alternative Three-- Develop New Community Logo using the Services of a Re-Branding Design Consultant Specialist as recommended by the GPRC Committee at their October 12, 2006 meeting; and

RESOLVED FURTHER, the GRF Board will be the designated contact point for decisions regarding the community logo bid, design and approval process; 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.

The Secretary of the Corporation read the following proposed resolution on approving an Anti-littering Policy:

RESOLUTION 90-06

RESOLVED, January 2, 2007 that it is prohibited for any person knowingly and intentionally, without the consent of the Board of Directors to dump, deposit, place, throw, leave, or cause or permit dumping, depositing, placing, throwing, or leaving of, litter on any property owned and managed by the Corporation; and

RESOLVED FURTHER, that the term “litter”, as used herein, means all papers, flyers, pamphlets, written materials of all kind, rubbish, refuse, waste material, garbage, offal, paper, glass, cans, bottles, trash, debris, or any foreign or organic substance of every kind and description; and

RESOLVED FURTHER, that any person found guilty of violating this anti-littering policy shall be subject to disciplinary action up to and including a fine of Five Hundred Dollars (\$500) for each instance of littering; and

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

Director Kravitz returned to the meeting at 10:54 A.M.

Director McArthur moved to approve the resolution. Director May seconded the motion and discussion ensued.

Director McArthur made a motion to table the resolution to satisfy the required statutory thirty-day notice requirements. The motion was seconded and carried unanimously.

The Secretary of the Corporation read the following proposed resolution on approving a hate incident/hate crime policy:

RESOLUTION 90-06-

WHEREAS, it is the desire of the Corporation to create an environment that is safe for all residents and free of attack against an individual's disability, gender, nationality, race or ethnicity, religion, and/or sexual orientation; and

WHEREAS, to support residents in that regard the Board of Directors of this Corporation desires to implement procedures to help individuals efficiently and effectively report hate crimes and incidents to the proper authorities:

NOW THEREFORE BE IT RESOLVED, January 2, 2007 that the Board of Directors of this Corporation recommends that any individual that believes a hate crime or incident may have occurred take the following action:

- Call the Laguna Woods Police Services at (949) 770-6011 immediately and make a report. **IN AN EMERGENCY SITUATION, CALL 911.**
- Obtain medical attention, if needed. Be sure to keep all medical documentation.
- Leave all evidence in place. Do not touch or remove or clean up anything.
- Document what happened by: taking photographs of the evidence, writing down exactly what was said, particularly any words that indicate bias motivation, and other information that may be valuable.
- Get the name(s), address (es) and phone number(s) of other victims and witnesses.
- If possible, write down a description of the perpetrator and the perpetrator's vehicle.
- Call **1-888-NO-2-HATE** and report the occurrence to OC Human Relations

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

Director McArthur moved to approve the resolution. Director May seconded the motion.

Third Mutual Member Susan Conran (2225-B) addressed the Board on the resolution.

Director Rhodes made a motion to table the resolution to satisfy the required statutory thirty-day notice requirements. The motion was seconded and carried unanimously.

Director Mark Stein reported from the Security and Community Access Committee.

The Secretary of the Corporation read a proposed resolution on approving a policy limiting Security Patrol vehicles to small pickup trucks. Director Stein made a motion to approve the resolution. The motion was seconded.

United Mutual Member Barbara Copley (510-D) addressed the Board on the resolution.

By a vote of 8-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-06-104

RESOLVED, November 7, 2006 that the Board of Directors of this Corporation hereby sets forth a policy, that all Security Patrol Vehicles shall be limited to small pickup trucks; and

RESOLVED FURTHER, that Resolution G-00-50 adopted June 6, 2000 is hereby superseded and cancelled;

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.

The Secretary of the Corporation read the following proposed resolution on approving revised RV Lot Rules and Regulations:

RESOLUTION 90-06

WHEREAS, The Security Division has the primary responsibility for administration, governance and coordinating maintenance issues of the Recreational Vehicle Parking Lots A and B; and

WHEREAS, a recommendation has been made by the Security and Community Access Committee to update the Recreational Vehicle Parking Standard Operating Procedure to make the policy more applicable to the current operation of the facility and the needs of the residents;

NOW THEREFORE BE IT RESOLVED, January 2, 2007 that the Board of Directors of this Corporation hereby approves the revised Recreational Vehicle

Parking Areas #A and #B Rules and Regulations, as attached to the official minutes of this Corporation; and

RESOLVED FURTHER, that Resolution 90-05-57 adopted August 2, 2005 is hereby superseded and cancelled; and

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

Director Stein moved to approve the resolution. Director Heller seconded the motion.

Director Stein made a motion to table the resolution to satisfy the required statutory thirty-day notice requirements. The motion was seconded and carried unanimously.

DIRECTOR'S COMMENTS:

- Director May thanked the retiring directors (Maury Kravitz, Marty Rhodes, Mark Stein) for serving on the Board
- Director Kravitz expressed his sentiments on his tenure on the Board
- Director Miller thanked the retiring directors for their hard work and efforts over the years
- Director Heller thanked the retiring directors for serving on the Board
- Director Chyba commented on voting
- Director McArthur thanked the retiring directors for serving on the Board
- Director Stein encouraged the Membership to serve on the Board
- Director Rhodes thanked staff for their hard work and expressed his sentiments on working on the Board
- President Portlock thanked each of the retiring directors for their hard work and commitment on the Board

MEETING RECESS

The meeting recessed for lunch at 11:33 A.M. and went into Executive Session at 12:29 P.M.

During the October Regular Executive Session the Board approved the minutes of the Regular Executive Session Meeting of September 5, 2006, and the minutes of the Special Executive Session of September 14, 2006; discussed litigation and contractual issues; and reviewed the Litigation Status Report.

During its Special Executive Session Meeting of October 12, 2006, the Board discussed litigation matters. During its Special Executive Session Meeting of October 24, 2006, the Board discussed the formation of third party contracts.

ADJOURNMENT

There being no further business to come before the Board of Directors, the meeting adjourned at 2:30 P.M.

Cynthia Chyba, Secretary

**PREPARED BY PROFESSIONAL COMMUNITY MANAGEMENT, INC.
RECREATION DIVISION FOR AND APPROVED BY
THE GOLDEN RAIN FOUNDATION**

TITLE: General Recreation **SPI:** 600.036
SECTION: Sponsorship of Recreation Programs **DATE:** (New)Effective----
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- A. In order to offset costs, the Recreation Division may obtain sponsorships for special events and/or major community-wide events coordinated by the Division.
- B. Sponsorships may be available as a flat amount or in tiers.**
- C. Events may have one sponsor or multiple sponsors.
- D. Sponsorships may cover the entire cost of an event or only a portion of the cost of the event.**
- E. Sponsorships may be refused for any reason.**
- F. A paid sponsorship does not entitle the sponsor to any type of advertising within the community except as defined in the description of the sponsorship benefits for the particular event. This may include such benefits as a company name/logo on an event shirt, in printed material for the event, on event banners, etc. Any deviation from the defined description of benefits may be addressed in a sponsorship agreement/contract signed by both parties.