

REPORT OF THE COMMITTEE OF THE WHOLE MEETING OF THE
BOARD OF DIRECTORS OF GOLDEN RAIN FOUNDATION OF LAGUNA WOODS
A CALIFORNIA NON-PROFIT MUTUAL BENEFIT CORPORATION

June 26 2007

The Committee of the Whole Meeting of the Golden Rain Foundation of Laguna Woods Board of Directors, a California non-profit mutual benefit corporation, was held on Tuesday June 26, 2007, at 1:30 P.M, at 24351 El Toro Road, Laguna Woods, California.

Directors Present: George Portlock, Bob Miller, Ruth May, Mark Schneider, Don Tibbetts, Bea McArthur, Cynthia Chyba, Erwin Stuller, Noel Hatch, Jack Bassler (1:55 P.M.)

Directors Absent: None

Others Present: Milt Johns, Patty Fox

CALL MEETING TO ORDER

George Portlock, President, served as Chairman of the meeting and stated that the meeting was duly noticed and that a quorum was present. The meeting was called to order at 1:30 P.M.

ACKNOWLEDGEMENT OF PRESS

Lindsey Baguio from the Laguna Woods Globe was present.

APPROVAL OF AGENDA

Without objection, the Committee agreed to first discuss GRF Expenditures.

DISCUSS GRF EXPENDITURES

The Committee reviewed the 2006 and partial 2007 reports of GRF expenditures. Chairman Portlock provided a summary of the reports and reminded the Committee of its fiduciary duties.

A discussion was held relative to the nature of the expenditures and setting up guidelines for PCM.

Director Bassler entered the meeting at 1:55 P.M.

MEMBER COMMENTS

Connie Grundke (2214-B), Barbara Copley (410-D) Len Peverieri (76-P), Delsie and Bob Zuzak (674-A), Larry Johnston (50-B), Frankie Henry (679-C), Kay Margason (510-C), Pamela Grunke (2214-B), Bud Nesvig (2392-3H), Bob Young (2063-B), Bob Hatch (5064), and Jim Matson (5024) addressed their comments and concerns with these expenditures.

Director Hatch addressed the residents' concerns with the expenditures.

Director Tibbetts made a motion directing Staff to develop a policy placing limitations on certain GRF expenditures and submit to the GRF Committee of the Whole. Director Bassler seconded the motion and discussion ensued.

Director Heller amended the motion recommending to the Board that it appoints one or two Directors and work with other Board Members and PCM to develop guidelines for GRF expenditures. Director Bassler seconded the motion and discussion ensued.

Mr. Johns reminded the Committee that the amendment would constitute a GRF Committee and would require the committee make-up according to the GRF Bylaws.

By a vote of 0-10-0 the motion failed.

Pamela Grundke (2214-B) addressed the Committee on drafting the guidelines.

By a vote of 10-0-0 the original motion carried.

REVIEW OF GRF BOARD AGENDA

The Board reviewed, revised and approved the Board Agenda for its July Meeting.

Director Bob Miller left the meeting at 2:57 P.M.

The Meeting recessed at 2:58 P.M. and reconvened at 3:01 P.M. to review, revise and approve the Closed Session Board Agenda for July.

ADJOURNMENT

There being no further business to come before the Board of Directors, the meeting adjourned at 3:17 P.M.

George Portlock, Chair