

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

**July 3, 2007**

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 July 3, 2007, at 9:30 A.M., at 24351 El Toro Road, Laguna Woods, California.

Directors Present: George Portlock, Bob Miller, Ruth May, Mark Schneider, Don Tibbetts, Bea McArthur, Joseph Heller, Cynthia Chyba, Erwin Stuller, Jack Bassler

Directors Absent: Noel Hatch

Others Present: Milt Johns, Patty Fox, Janet Price (10:29 A.M.– 11:09 A.M.)  
*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 the Country, and for those in harm's way.

**PLEDGE OF ALLEGIANCE TO THE FLAG**

Director Mark Schneider led the membership in the Pledge of Allegiance to the Flag.

President Portlock, in honor of our Country's independence, read a brief story about the history of our Flag and introduced Carol Smith who led the membership in the Star Spangled Banner.

**ACKNOWLEDGEMENT OF PRESS**

Lindsey Baguio from the Laguna Woods Globe, Teri Sforza from the Orange County Register, and by way of remote cameras, the TV Channel 6 Camera Crew staff were acknowledged.

**APPROVAL OF AGENDA**

The agenda was approved as amended by moving the following agenda items to the Consent Calendar: *13 (b) Approval of Kiwanis Club Use of Clubhouse Five for Casino Night, 13(c) Approval of AARP Tax Aide Program use of Redwood Room During Tax Season, 13(e) Approval to Install Noise Deadening Materials for Video Room, and 13(g) Approval of Request of Saddleback Memorial Foundation for Use of Golf Course for Associates Annual Golf Classic.*

## **APPROVAL OF MINUTES**

The Minutes of the Regular Board Meeting of June 5, 2007 and the Report of the Committee of the Whole of June 26, 2007 were approved as written.

Mutual Member Karel Brouwer (3189-C) requested that his comments made under the Resident Member Comments section be revised to indicate his comments on free speech.

## **CORPORATE MEMBER AND RESIDENT MEMBER COMMENTS**

- Bill Solerdale (2403) commented on liability insurance to extend golf cart path
- Jerry Sheinblum (3488-C) announced the next CCA Townhall Meeting at Clubhouse 5
- Marty Rhodes (5369-2A) provided a report on the GRF Nominating Committee and encouraged the membership to run for the Board
- Connie Grundke (2214-B) commented on establishing control and measurement of community issues
- Delsie Zuzak (674-A) commented on GRF expenditures
- Len Peverieri (76-P) commented on PCM management
- John Dalis (8-P) announced the Kiwanis 40<sup>th</sup> Anniversary event on July 21, 2007
- Bob Zuzak (674-A) commented on GRF expenditures
- Jerry Gluck (4007-3D) commented on the driving range fee increases
- Lucie Falk (3377-A) commented on bathing behavior at the clubhouse pools and enforcing rules and regulations
- Libby Marks (82-Q) commended PCM landscape department
- Charles Crumley (297-B) commented on easements for road at the old administration building construction site and easement
- Larry Johnson (50-B) commented on traffic enforcement
- Karel Brouwer (3189-C) commented on expenditures
- Pamela Grundke (2214-B) announced the next Residents' Voice meeting date
- Linda Wilson (816-P) encouraged the residents to attend the budget meetings
- Ron Saccone (3026-B) commented on employee benefits paid by way of PCM
- Craig Fletcher (3018-B) commented on need for independent audit
- Kay Margason (510-C) commented on the Board's fiduciary duty and need to hire an independent counsel
- Frankie Henry (679-C) commented on lawsuits and oak trees
- Betty Salazar (40-O) commented on expenditures
- Carol Abraham (919-A) commented on purported statements made by Milt Johns

Ms. Janet Price entered the meeting at 10:29 A.M.

## **CHAIRMAN'S REPORT**

President Portlock commented on the passing of a GRF horse by the name of George.

## **OLD BUSINESS**

President Portlock entertained a motion directing staff to develop a policy placing limitations on certain GRF expenditures.

Director Ruth May made a motion directing staff to develop a policy placing limitations on certain GRF expenditures and submit to the GRF Board. Director Erwin Stuller seconded the motion and discussion ensued.

Mutual Member Hillel Pitlik (3181-A) commented on spending guidelines.

Mr. Johns addressed the Board's and the Community's comments and concerns with the expenditures and indicated that staff will present recommended guidelines. Without objection, the motion carried.

### **NEW BUSINESS**

A discussion was held relative to the Moulton widening agreement with the City of Laguna Woods and the impact of the City's project to the Community.

### **CONSENT CALENDAR**

Without objection, the Consent Calendar was approved as amended and the following actions were taken:

#### **RESOLUTION 90-07-53**

**RESOLVED**, July 3, 2007, that the Board of Directors of this Corporation hereby approves the use of Clubhouse Five on Saturday June 21, 2008 by the Kiwanis Club of Laguna Woods Village to hold its annual Casino Night Fundraiser; and

**RESOLVED FURTHER**, that the Saturday Night Dance shall be moved to Clubhouse Two 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.

#### **RESOLUTION 90-07-54**

**RESOLVED**, July 3, 2007 that the Board of Directors of this Corporation hereby approves the use of the Redwood Room in the Laguna Woods Village Community Center, at no cost, by the AARP TCE TaxAide Group during the 2008 tax season every Wednesday from February 1, 2008 through April 15, 2008 for tax preparation services; 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.

#### **RESOLUTION 90-07-55**

**WHEREAS**, a request was received from the Video Club of Laguna Woods Village for the installation of noise deadening materials in the Clubhouse Two

Video Room to muffle outside noise from air conditioners, landscape workers, and people talking while audio and video taping is in progress;

**NOW THEREFORE BE IT RESOLVED**, July 3, 2007 that the Board of Directors of this Corporation hereby authorizes the installation of sound insulation at the Clubhouse Two Video Room, with the Video Club providing the materials and GRF funding the installation through the Operating Budget; 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.

#### **RESOLUTION 90-07-56**

**WHEREAS**, a request was received from The Associates Board of Directors for the Saddleback Memorial Foundation for use of the Laguna Hills Golf Course to hold its Annual Golf Classic on September 10, 2007;

**NOW THEREFORE BE IT RESOLVED**, July 3, 2007 that the Board of Directors of this Corporation hereby authorizes the use of the golf course, and participants shall be charged resident rates for golf carts and green fees; 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**

Director Bob Miller reported on the Treasurer's Report and from the Finance Committee.

The Secretary of the Corporation, Director Cynthia Chyba, read a proposed resolution on approving a supplemental appropriation of \$30,250 to improve the theater sound at the Clubhouse Three Auditorium. Director Miller moved to approve the resolution. Director May seconded the motion.

By a vote of 9-0-0 the motion carried and the Board of Directors adopted the following resolution:

#### **RESOLUTION 90-07-57**

**WHEREAS**, the Clubhouse Three Auditorium provides a venue that hosts live music, speakers, live theater, and movie events; and

**WHEREAS**, the current sound system lacks fidelity, and due to poor sound quality, is unusable for professional show events;

**NOW THEREFORE BE IT RESOLVED**, July 3, 2007 that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$30,250 from the Facilities Fund for design and engineering of the Clubhouse Three Auditorium Sound Systems; 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.

Mutual Members Lucie Falk (3377-A) commented on reimbursements for expenditures and Pamela Grundke (2214-B) commented on recruitment.

Director Cynthia Chyba reported from the Bus Services Committee.

Director Ruth May reported from the Community Activities Committee.

The Secretary of the Corporation read a proposed resolution on approving the discontinuation of the AED program. Director May moved to approve the resolution. Director Heller seconded the motion and discussion ensued.

Mutual Members Linda Wilson (816-P), Maxine McIntosh (68-C), and Hillel Pitlik (3181-A) commented on the resolution.

By a vote of 9-0-0 the motion carried and the Board of Directors adopted the following resolution:

**RESOLUTION 90-07-58**

**WHEREAS**, in June 2000, the Board of Directors of this Corporation authorized the Community to participate in a Public Access Defibrillation Trial, sponsored by Mission Hospital; and

**WHEREAS**, in 2002, in exchange for participation in the Trial Program, the Mission Hospital gave the Community eleven (11) automated external defibrillators (AED); and

**WHEREAS**, after several years of the trial and use after the trial, GRF considered the cost benefit of the equipment and ongoing training, and determined that it is not in the best interest of the Community to continue the AED Program;

**NOW THEREFORE BE IT RESOLVED**, July 3, 2007 that the Board of Directors of this Corporation hereby discontinues the AED program; 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.

Ms. Janet Price left the meeting at 11:09 A.M.

The Secretary of the Corporation read a proposed resolution on granting an exception to the reservation lottery policy for the Philharmonic Club. Director May moved to approve the resolution. Director Miller seconded the motion.

By a vote of 9-0-0 the motion carried and the Board of Directors adopted the following resolution:

**RESOLUTION 90-07-59**

**WHEREAS**, the Philharmonic Club booked a special event in the Clubhouse Three auditorium for March 15, 2008 and requests an exception to the reservation lottery process for use of the dining rooms in conjunction with the auditorium;

**NOW THEREFORE BE IT RESOLVED**, July 3, 2007 that the Board of Directors of this Corporation hereby approves an exception to the Clubhouse Three reservation lottery process for the Philharmonic Club to hold a special event in the auditorium and use of Dining Rooms One and Two; 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 establishing a private party fee for use of the Clubhouse One gym:

**RESOLUTION 90-07**

**WHEREAS**, on May 2, 2006, by way of Resolution 90-06-32, the Board of Directors of this Corporation approved the Resident Fee Schedule for 2007; and

**WHEREAS**, in order to control and limit the use of the Clubhouse One gymnasium by large numbers of guests, the Community Activities Committee recommends, based on the advice of the Active Facilities Advisory Group, that the Board establishes a private party rental fee;

**NOW THEREFORE BE IT RESOLVED**, August 7, 2007 that the Board of Directors hereby revises the Resident Fee Schedule for 2007 to include a private party rental fee of \$50 for exclusive use of the Clubhouse One

gymnasium by residents and their guests; and

**RESOLVED FURTHER**, that the private use of the gym shall be limited to two hours during established open hours; and

**RESOLVED FURTHER**, that such changes shall be effective August 7, 2007; and

**RESOLVED FURTHER**, that Resolution 90-06-32 adopted May 2, 2006 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 May moved to approve the resolution. Director Miller seconded the motion.

Director McArthur made a motion to table the resolution to the August Meeting to satisfy the required statutory thirty-day notice requirements. Director May seconded the motion, and without objection the motion carried.

Director Bea McArthur reported from the Landscape Committee.

Director Joseph Heller reported from the Maintenance and Construction Committee.

Mutual Members Helen Fisk (715-Q) and Libby Marks addressed Director Heller on his report.

In Director Noel Hatch's absence, Director Bea McArthur reported from the Broadband Committee.

Mutual Member Marty Rhodes (5369-2A) addressed Director McArthur on her report.

Director Mark Schneider reported from the Government and Public Relations Committee.

Director Jack Bassler reported from the Security and Community Access Committee.

The Secretary of the Corporation read the following proposed resolution on adopting a schedule of monetary penalties for RV lot parking areas:

**RESOLUTION 90-07-**

**WHEREAS**, by way of Resolution 90-07-03 the Board approved the Recreational Vehicle Parking Areas #A and #B Rules and Regulations which are precautionary rules and regulations intended to protect the property of GRF as well as the residents who utilize the RV Lots; and

**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**, currently, there is no monetary penalty policy set in place for violations of the RV rules and regulations;

**NOW THEREFORE BE IT RESOLVED**, August 7, 2007 that the Board of Directors of this Corporation hereby adopts a Schedule of Monetary Penalties for the Recreational Vehicle Parking Areas, as attached to the official minutes of this Corporation; and

**RESOLVED FURTHER**, that such Schedule of Monetary fines will provide the Board of Directors with a fair and progressive set of guidelines to use when hearing member disciplinary matters and assessing fines pursuant to the issuance of Notices of Violation; 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 Miller moved to approve the resolution. The motion was seconded.

Mutual Members Connie Grundke (2214-B), Bob Young (2063-B), and Kay Margason (510-C) addressed Director Bassler on his report.

Director Bassler made a motion to table the resolution to the August Meeting to satisfy the required statutory thirty-day notice requirements. Director Heller seconded the motion and without objection the motion carried.

Mutual Member and United Board Director Linda Wilson reported on the Disaster Preparedness Task Force.

The Board reviewed, and without objection, approved the request by the Cal State Long Beach students to access the Community to study water run-off from the area into Barbara's Lake.

**DIRECTOR'S COMMENTS:**

Director Schneider wished everyone a Happy 4<sup>th</sup> of July

Director Tibbetts commented on responding to Larry Johnston's letters

Director McArthur commented on Broadband System

Director Miller commented on cable services

Director Heller commented on the Clubhouse Seven updated sound system

President Portlock read a letter regarding putting limitations on GRF expenditures, thanked the audience for its courtesy during the meeting, and welcomed the membership to attend the Special Board meeting.

**MEETING RECESS**

The meeting recessed at 11:54 A.M. and went into Executive Session at 1:00 P.M.

During the Regular Executive Session meeting of June 5, 2007, the Board of Directors reviewed and approved the Minutes of the Regular Executive Session Meeting of May 1, 2007, the Action By Way of Unanimous Written Consent of May 1, 2007, and the Special Executive Session Meeting of May 24, 2007; heard one disciplinary hearing, and discussed contractual, potential litigation, and personnel issues.

**ADJOURNMENT**

There being no further business to come before the Board of Directors, the meeting adjourned at 2:33 P.M.

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Cynthia Chyba, Secretary