

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

April 5, 2011

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, April 5, 2011, at 9:30 A.M., at 24351 El Toro Road, Laguna Woods, California.

Directors Present: Jim Matson, Lloyd Foster, Don Tibbetts, Ruth May, Bob Hatch, Ken Hammer, Patrick Murphy, Lynne Dvorak, Ray Gros, Bevan Strom, Burns Nugent

Directors Absent: None

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

Designated Representative from Mutual Fifty: None

CALL TO ORDER

President Jim Matson 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.

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 Dvorak led the membership in the Pledge of Allegiance to the Flag.

ACKNOWLEDGEMENT OF PRESS

Ms. Claire Webb from the Laguna Woods Globe was not present at the time the meeting started, and the Channel 6 Camera Crew, by way of remote cameras, was acknowledged as present.

APPROVAL OF AGENDA

Without objection, the agenda was approved as written.

APPROVAL OF MINUTES

The Board reviewed and approved without objection the minutes of the Regular Meeting of March 1, 2011, the Special Budget Kick-Off Meeting of March 2, 2011, and the Special Meeting of March 28, 2011.

CHAIR'S REPORT

President Matson announced that the Settlement Agreement regarding the Moulton Parkway Project with the City of Laguna Woods has been signed and GRF will receive its Occupancy

Permit for the Golf Building; and encouraged residents to attend the next Golf Building Ad Hoc Committee.

GENERAL MANAGER'S REPORT

Mr. Storage updated the membership on the construction progress of the new Golf Building and the ongoing projects in the Community and Clubhouses; reported on the City's plan to change the configuration of Santa Maria from Gate 8 to Moulton Parkway to accommodate "golf cart only" traffic lanes in both directions; reported on the City's plan to construct a two-third's acre City Centre Park between vacant GRF property in the Gate 16 area and the drive leading up to the El Toro water reservoirs; and announced that the Annual Pass and Guest Pass Program is under-way and applications are now being accepted.

OLD BUSINESS

The Secretary of the Corporation, Director Lynne Dvorak, read a proposed resolution approving the revised Recreation Division Policy with respect to "Section XXII Fitness – D Gymnasium," which was postponed from last month to satisfy the thirty-day notification requirements. Director Hatch moved to approve the resolution and Director Strom seconded the motion.

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

RESOLUTION 90-11-26

WHEREAS, the Board of Directors of this Corporation adopted Resolution 90-07-82 on November 6, 2007, which approved Section III of the new Recreation Division Policy with respect to "Recreational Facilities;" and

WHEREAS, a recommendation has been made by the Community Activities Committee to make additional changes to further accommodate the needs of the residents;

NOW THEREFORE BE IT RESOLVED, April 5, 2011, that the Board of Directors of this Corporation hereby approves the revised Recreation Division Policy with respect to "Section XXII Fitness – D Gymnasium," effective April 5, 2011, by making the following changes:

- Increasing the minimum age requirement to 14 years to enter and use the gymnasium; and
- Adding a new policy that "a resident may sponsor a maximum of two guests at any one time"; and
- Expanding the prohibition of using any type of powder on the gymnasium floor or on the bottom of shoes worn in the facility to include "and/or liquid."

RESOLVED FURTHER, that Resolution 90-07-82 adopted November 6, 2007 is hereby amended; 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.

NEW BUSINESS

Director Strom made a motion to approve the City of Laguna Woods' request to mail flyers to all Village Presidents announcing its Ridge Route Linear Park Garden Design Competition at its expense. Director Hatch seconded the motion and the motion carried unanimously.

CONSENT CALENDAR

No items fell under the Consent Calendar.

COMMITTEE REPORTS

Director Nugent gave the Treasurer's and Finance Committee reports.

The Secretary of the Corporation read a proposed resolution to re-designate the use of the remaining funds in Capital Plan P09015 to purchase one bus. Director May moved to approve the resolution and Director Foster seconded the motion.

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

RESOLUTION 90-11-27

WHEREAS, the 2009 Capital Plan P09015 appropriated \$699,000 to purchase 3 buses which have been purchased and delivered, costing \$370,174; and

WHEREAS, by way of Resolution 90-10-03, the Board approved the replacement of two more buses utilizing the remaining funds in Capital Plan P09015; and

WHEREAS, there were not sufficient funds remaining from the original \$699,000 to purchase the two buses at the current price of approximately \$210,000 each, but there are sufficient funds remaining to purchase one bus at that price;

NOW THEREFORE BE IT RESOLVED, April 5, 2011, that the Board of Directors of this Corporation hereby approves to re-designate the use of the remaining funds in Capital Plan P09015 to purchase one bus; and

RESOLVED FURTHER, that Resolution 90-10-03 adopted January 5, 2010 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 May reported from the Government and Public Relations Committee.

Director Ken Hammer reported from the Bus Services Committee.

Director Bob Hatch reported from the Community Activities Committee.

The Secretary of the Corporation read the following proposed resolution approving the revised Recreation Division Policy with respect to "Section XXIV Garden Center:"

RESOLUTION 90-11-

WHEREAS, the Board of Directors of this Corporation adopted Resolution 90-07-82 on November 6, 2007, which approved Section III of the new Recreation Division Policy with respect to "Recreational Facilities;" and

WHEREAS, a recommendation has been made by the Community Activities Committee to make additional changes to further accommodate the needs of the residents;

NOW THEREFORE BE IT RESOLVED, June 7, 2011, that the Board of Directors of this Corporation hereby approves the revised Recreation Division Policy with respect to "Section XXIV Garden Center," effective June 7, 2011, by adding the following paragraph:

- 22. Mulch is for use in the Garden Centers only and is not to be used anywhere in the Garden Centers except in the individual garden plots. Gravel is only permitted for use in the Garden Center Two pathways.

RESOLVED FURTHER, that Resolution 90-11-06 adopted February 1, 2011 is hereby superseded and cancelled and Resolution 90-07-82 adopted November 6, 2007 is hereby amended; 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 Hatch moved to approve the resolution. Director Strom seconded the motion and discussion ensued.

Without objection, the motion was postponed to the May meeting to conform with the 30-day notification requirements.

The Secretary of the Corporation read the following proposed resolution approving the revised Recreation Division Policy with respect to Section "XI Continuing Education Program (A) Emeritus Program:"

RESOLUTION 90-11

WHEREAS, the Board of Directors of this Corporation adopted Resolution 90-07-81 on November 6, 2007, which approved Section I of the new Recreation Division Policy with respect to "General Recreation;" and

WHEREAS, a recommendation has been made by the Community Activities Committee to make additional changes to further accommodate the needs of the residents;

NOW THEREFORE BE IT RESOLVED, June 7, 2011, that the Board of Directors of this Corporation hereby approves the revised Recreation Division Policy with respect to Section "XI Continuing Education Program – (A) Emeritus Program," effective June 7, 2011, by revising A(8) to read as follows:

- Recreation Staff will work with the College to maintain the Emeritus Program class schedule subject to the limit of 100 classes per semester

RESOLVED FURTHER, that Resolution 90-07-81 adopted November 6, 2007 is hereby amended; 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 Hatch moved to approve the resolution. Director Hammer seconded the motion.

Without objection, the motion was postponed to the May meeting to conform with the 30-day notification requirements.

The Secretary of the Corporation read the following proposed resolution approving the revised Recreation Division Policy with respect to Section "II Use of GRF Recreation Facilities:"

RESOLUTION 90-11

WHEREAS, the Board of Directors of this Corporation adopted Resolution 90-07-81 on November 6, 2007, which approved Section I of the new Recreation Division Policy with respect to "General Recreation;" and

WHEREAS, a recommendation has been made by the Community Activities Committee to make additional changes to further accommodate the needs of the residents;

NOW THEREFORE BE IT RESOLVED, June 7, 2011, that the Board of Directors of this Corporation hereby approves the revised Recreation Division Policy with respect to Section "II Use of GRF Recreation Facilities," effective June 7, 2011, by adding (H) as follows:

- H. No Styrofoam products may be used in any GRF recreation facility

RESOLVED FURTHER, that Resolution 90-07-81 adopted November 6, 2007 is hereby amended; 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 Hatch moved to approve the resolution. Director Hammer seconded the motion and discussion ensued.

Members Corkey Eley (2401-2E) and Tony Dauer (96-C) addressed the Board on the proposed change.

Without objection, the motion was postponed to the May meeting to conform with the 30-day notification requirements.

The Secretary of the Corporation read the following proposed resolution approving revisions to the Recreation Division Fee Schedule:

RESOLUTION 90-11-

WHEREAS, By way of Resolution 90-06-32 the Board of Directors of this Corporation adopted the Recreation Division Fee Schedule; and

WHEREAS, the Community Activities Committee found a need to revise a portion of the Fee Schedule;

NOW THEREFORE BE IT RESOLVED, June 7, 2011, that the Board of Directors of this Corporation hereby approves the following revisions to the Recreation Division Fee Schedule, dated May 2, 2006:

- Treat technician, host/hostess, and clubhouse aide fees as chargeable services rather than having established fees.
- Eliminate deliveries and delivery fee to the Garden Villas, and allow Staff to set price of event based on cost with the goal of breaking even.

- Change the participant cost for the Saturday Night Dance program to a self-sustaining fee, and remove fee from the Fee Schedule.
- Eliminate library late fees and allow the Library Club, in its role of operating the facility, to set its own late fees.

RESOLVED FURTHER, 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 Hatch moved to approve the resolution. Director Hammer seconded the motion.

Without objection, the motion was postponed to the May meeting to conform with the 30-day notification requirements.

The Secretary of the Corporation read a proposed resolution allowing the Bridge Club to hold its annual Unit 525 Sectional Bridge Tournament in the Bridge Room at Clubhouse Seven as an automatic annual rollover reservation. Director Hatch moved to approve the resolution and Director May seconded the motion.

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

RESOLUTION 90-11-28

WHEREAS, over the past few years GRF has approved the Bridge Club's request to hold its annual Saddleback Bridge Unit 525 Sectional Bridge Tournament in the Bridge Room at Clubhouse Seven on the second weekend in February; and

WHEREAS, the Bridge Club has requested that GRF make an exception to its permanent reservation policy by accepting the annual Bridge Tournament as a permanent reservation;

NOW THEREFORE BE IT RESOLVED, April 5, 2011, that the Board of Directors of this Corporation hereby approves the exception to its permanent reservation policy (automatic annual rollover) by allowing the Bridge Club to hold its annual Unit 525 Sectional Bridge Tournament in the Bridge Room at Clubhouse Seven on the second weekend in February; and

RESOLVED FURTHER, that the organization shall be charged the exception rate for use of the Clubhouse Seven Bridge Room and Main Lounge; and

RESOLVED FURTHER, that the regular club rollover reservation for the Clubhouse Seven Main Lounge every Saturday night shall be moved or cancelled once a year to accommodate the bridge event; 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.

The Secretary of the Corporation read a proposed resolution conditionally accepting the donation of an electric stove from the Lawn Bowling Club. Director Foster moved to approve the resolution. Director Hammer seconded the motion and discussion ensued.

Member Corkey Eley (2401-2E) addressed the Board on the resolution.

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

RESOLUTION 90-11-29

WHEREAS, the Lawn Bowling Club has offered to purchase and donate an electric stove for use in the Lawn Bowling Clubhouse kitchen and requests that GRF install the stove and maintain it as part of the facility; and

WHEREAS, modifications need to be made to the kitchen prior to installation;

NOW THEREFORE BE IT RESOLVED, April 5, 2011, that the Board of Directors of this Corporation hereby conditionally accepts the donation of an electric stove from the Lawn Bowling Club, valued at approximately \$900, subject to the Lawn Bowlers' willingness to pay all of the associated kitchen modification and installation costs; and

RESOLVED FURTHER, that such equipment shall be used in the Lawn Bowling Clubhouse; 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.

Director Hatch made a motion to approve the closure of the Clubhouse One back parking lot for the 2011 Senior Games Fitness event on April 21, 2011 from 6:00 AM – 11:00 AM. Director Strom seconded the motion and the motion carried unanimously.

Director Don Tibbetts reported from the Landscape Committee.

Director Jim Matson reported from the Golf Building Ad Hoc Committee.

Director Bob Hatch reported from the Land Use Ad Hoc Committee.

Director Lloyd Foster reported from the Maintenance and Construction Committee.

The Secretary of the Corporation read a proposed resolution authorizing an additional supplemental appropriation in the amount of \$7,500 to replace the Clubhouse Four kiln room ventilation hood. Director Foster moved to approve the resolution. Director Gros seconded the motion.

Member Tony Dauer (96-C) commented on the resolution.

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

RESOLUTION 90-11-30

WHEREAS, by way of Resolution 90-10-48, the Board of Directors of this Corporation appropriated \$12,600 for replacing the kiln hood over the two large gas kilns at Clubhouse Four; and

WHEREAS, the lowest competitive bid to complete the project exceeds the existing appropriation by \$7,500;

NOW THEREFORE BE IT RESOLVED, April 5, 2011, that the Board of Directors of this Corporation hereby authorizes an additional supplemental appropriation in the amount of \$7,500 funded from the Facilities Fund to replace the Clubhouse Four kiln room ventilation hood; and

RESOLVED FURTHER, that the Board hereby directs Staff to commence the project during the 2011 Saddleback Emeritus program summer break; 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.

The Secretary of the Corporation read a proposed resolution authorizing a supplemental appropriation in the amount of \$35,200 to approve a larger layout of the Koi Pond and to add decorative tile. Director Foster moved to approve the resolution. Director Hammer seconded the motion and discussion ensued.

By a vote of 6-4-0 (Directors Strom, Dvorak, Nugent, and May opposed), the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-11-31

WHEREAS, on January 4, 2011, the Board of Directors of this Corporation appropriated \$45,000 via resolution 90-11-04 to replace the Koi Pond at Clubhouse One with similar construction as the renovated Clubhouse One Fountain; and

WHEREAS, the GRF Maintenance and Construction Committee considered increasing the size of the Pond and adding cosmetic finishes that tie into the fountain and Clubhouse One Spanish architecture;

NOW THEREFORE BE IT RESOLVED, April 5, 2011, that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$35,200 to be funded from the Facilities Fund to approve a larger layout of the Koi Pond and to add decorative tile to match the tile chosen for the fountain at Clubhouse One; 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 Ruth May reported from the Broadband Services Committee.

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

The Secretary of the Corporation read a proposed resolution restricting parking on Avenida Castilla to one side of the street. Director Gros moved to approve the resolution. Director Foster seconded the motion and discussion ensued.

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

RESOLUTION 90-11-32

WHEREAS, the Orange County Fire Authority (OCFA) requires a 20' minimum Fire Lane and permits parking on one side of roadways that are at least 28' wide and parking on both sides of roadways that are at least 36' wide; and

WHEREAS, Avenida Castilla is 32' wide and does not meet the required 36' width to allow parking on both sides of the roadway;

NOW THEREFORE BE IT RESOLVED, April 5, 2011, that in order to comply with the OCFA requirements, the Board of Directors of this Corporation hereby restricts parking on Avenida Castilla to one side of the street; and

RESOLVED FURTHER, that the GRF Traffic Consultant will be enlisted to determine the safest side of the roadway to restrict the parking as well as the appropriate enforcement (painted red-curb or signage); and

RESOLVED FURTHER, that the project will be funded from the existing operating budget; 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 Gros reported on the Laguna Canyon Foundation.

MEMBER COMMENTS

- Don Cole (3365-2A) commented on the shared golf cart and car parking at Clubhouse Two.
- Jodie Foster (2162-C) commented on the parking at Clubhouse Two.
- Marv Rosenhaft (823-A) expressed his sentiments with living in the Community and commented on the land use consultants' presentations.
- Tony Dauer (96-C) commented on water conservation, long term parking, resurfacing the paddle tennis court, koi pond construction, and commented on the annual Cowboy Night.
- Corkey Eley (2401-2E) commented on the GRF and GRF Trust consolidated financial statements.
- Pamela Grundke (2214-B) commented on Clubhouse One parking and encouraged the membership to attend the April 6, 2011 GRF Land Use Ad Hoc Committee to express their opinions on the proposals.

DIRECTORS' RESPONSES TO MEMBER COMMENTS

- Director Gros responded to Mr. Cole's comments regarding the Clubhouse Two parking.
- Director Hatch responded to comments made regarding land use.
- Director Tibbetts commented on Mr. Cole's comments regarding Clubhouse Two Parking.
- Director Foster responded to Ms. Grundke's comments regarding leasing Clubhouse One overflow parking lot.
- Director Strom commented on additional parking.
- Director Dvorak announced the April 6, 2011 GRF Land Use Ad Hoc Committee to be held at 12:00 P.M.

DIRECTORS' COMMENTS

- Director Hammer congratulated Maxine McIntosh as the Villager of the Month.

MEETING RECESS

The regular open meeting recessed at 11:20 A.M. and reconvened into Executive Session at 11:30 A.M.

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

During its Regular Executive Session Meeting of March 1, 2011, the Board reviewed and approved the minutes of the Regular Executive Session Meeting of February 1, 2011; discussed contractual, litigation, and other member disciplinary matters.

During its Special Executive Session meeting of March 30, 2011, the Board discussed contractual matters.

ADJOURNMENT

There being no further business to come before the Board of Directors, the meeting adjourned at 4:00 P.M.

Lynne Dvorak, Secretary