

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

**May 3, 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, May 3, 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

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 Nugent 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 amended by removing 14 (a) PowerPoint presentation on the Laguna Woods Men's and Women's Golf Clubs' dedicated facilities proposal.

**APPROVAL OF MINUTES**

The Board reviewed and approved without objection the minutes of the Special Meeting of March 30, 2011, the Regular Meeting of April 5, 2011, and the Special Meeting of April 14, 2011.

### **CHAIR'S REPORT**

President Matson announced the passing of a former GRF Director Dick Sharp and provided a brief summary of his accomplishments on the Board and the Golf Building Ad Hoc Committee. President Matson announced the dismissal of Milt John's Cross-Complaint against GRF and Directors Hatch and Matson.

### **GENERAL MANAGER'S REPORT**

Mr. Storage updated the membership on the ongoing GRF projects within the Community and at the Clubhouses. Mr. Storage commented on the construction progress of the new Golf Building; reported on the City's plan to change the configuration of Santa Maria; the City Centre Park; announced that the Annual Guest Pass and Non-Resident Member Pass Program are under-way and applications are now being accepted; and provided details of the Annual Vehicle Decal Replacement Program.

### **OLD BUSINESS**

Director May made a motion to postpone the following resolutions with respect to revisions to the Recreation Division Policies, which were postponed from last month, to the June Meeting to satisfy the 30-day notification requirements. Director Foster seconded the motion and the motion carried unanimously.

### **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.

**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.

**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.

**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.
- 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.

**NEW BUSINESS**

No new business came before the Board.

**CONSENT CALENDAR**

Without objection, the Board approved the items that fell under the Consent Calendar and approved the following:

**RESOLUTION 90-11-36**

**WHEREAS**, the Board of Directors of this Corporation adopted Resolution 90-07-81 which approved the new Recreation Division Policy, Section II Use of Clubhouses and Community Center Rooms; and

**WHEREAS**, Section XIII(j) *Clubhouse Bulletin Boards, Posting Flyers, Announcements, etc.*, only allows posters advertising events at Clubhouse Three; and

**WHEREAS**, the American Legion requested an exception to the Policy to display a poster at each clubhouse advertising its annual Memorial Day Ceremony;

**NOW THEREFORE BE IT RESOLVED**, May 3, 2011, that the Board of Directors of this Corporation hereby makes an exception to its Policy and approves the request of the American Legion to display a poster at each clubhouse advertising its annual Memorial Day Ceremony to be held on Monday, May 30, 2011; and

**RESOLVED FURTHER**, that the posters will be removed the following day; 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 90-11-37**

**RESOLVED**, May 3, 2011, that the Board of Directors of this Corporation hereby accepts the donation from resident Betka Lankovska of a Number Four Burke Horizontal Milling Machine complete with tooling including indexing head, tail stock, collet adaptor, cutter arbor, fly cutter, and various hand tools valued at a total of \$993;

**RESOLVED FURTHER**, that such equipment shall be used in the Clubhouse Four Machine Shop; 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.

#### **RESOLUTION 90-11-38**

**WHEREAS**, “Art Beyond Borders” is an international exhibition of collected art that represents every country of the world in an effort to go beyond borders and foster cultural understanding and peace through the universal language of art; and

**WHEREAS**, the founders of “Art Beyond Borders” have requested to hold their “Art Beyond Borders” banner exhibition in the Village, for residents and their guests, at no cost to the Community;

**NOW THEREFORE BE IT RESOLVED**, May 3, 2011, that the Board of Directors of this Corporation hereby approves the request to hold the “Art Beyond Borders” banner exhibition in the Village, for residents and their guests in the Clubhouse Three Lobby from May 30, 2011 to June 5, 2011, at no cost to the Community; 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 90-11-39**

**WHEREAS**, the resurfacing of the tennis courts was approved in the 2011 Business Plan; and the Tennis Club and the Greens and Racquet Advisory Group are requesting that the court color be changed to the U.S. Open colors of blue for the playing area and green for the perimeter;

**NOW THEREFORE BE IT RESOLVED**, May 3, 2011, that the Board of Directors of this Corporation hereby approves the request to change the court color to the U.S. Open colors of blue for the playing area and green for the perimeter when the tennis courts are to be resurfaced; 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 90-11-40**

**WHEREAS**, a Village resident is requesting an exception to the Recreation Division reservation lottery process to use all of Clubhouse Five on Saturday, February 4, 2012 for the entire day for a USA Dance Ballroom Dance competition national qualifying event;

**NOW THEREFORE BE IT RESOLVED**, May 3, 2011, that the Board of Directors of this Corporation hereby approves the exception to the Recreation Division reservation lottery process for use of all of Clubhouse Five on Saturday, February 4, 2012 for the entire day for a USA Dance Ballroom Dance competition national qualifying event; and

**RESOLVED FURTHER**, that the exception rate for use of all of the Clubhouse Five rooms shall be \$970; and

**RESOLVED FURTHER**, that the event shall be open to the public and residents shall be charged \$10 per ticket; and

**RESOLVED FURTHER**, that the Saturday Night Dance shall be cancelled for that night, and a Recreation Division ballroom dance class and a Saddleback Church rollover reservation shall be moved or cancelled; 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 Nugent gave the Treasurer's and Finance Committee reports.

Ms. Wendy Bucknum, Government and Public Affairs Manager, entered the meeting at 9:47 A.M.

The Secretary of the Corporation, Director Lynn Dvorak, read a proposed resolution authorizing a supplemental appropriation of \$10,256 for an existing purchase of 40 chairs and 10 tables. Director Hammer moved to approve the resolution. Director May seconded the motion and discussion ensued.

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

#### **RESOLUTION 90-11-41**

**WHEREAS**, in 2011, the Community Center has experienced a 70% increase in conference room usage compared to 2010; and

**WHEREAS**, GRF acquired 40 chairs and 10 tables to accommodate additional room reservations at a cost of \$10,256 using the operating budget; and

**WHEREAS**, due to the magnitude and nature of the purchase, the acquisition should have received Board approval for a supplemental appropriation;

**NOW THEREFORE BE IT RESOLVED**, May 3, 2011, that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$10,256 for the existing purchase of 40 chairs and 10 tables, to be funded from the Equipment Fund; 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.

Ms. Wendy Bucknum provided a brief summary of proposed legislative bills.

Director May made a motion to approve the Government and Public Relations Committee's recommended legislative positions. Director Tibbetts seconded the motion. By a vote of 9-1-0 (Director Strom opposed), the motion carried and the Board approved the following legislative positions:

- AB 771 (Butler) Common Interest Developments: requests for documents: fees – *Oppose unless amended*
- SB 221 (Simitian) Small Claims Court: Jurisdiction – *Support*
- SB 561 (Corbett) Common Interest Developments: Delinquent Assessments – *Oppose*
- SB 563 (Committee on Transportation & Housing) Common Interest Developments: meetings – *Oppose unless amended*

Ms. Bucknum provided a background summary of the request from State Senator Mimi Walters (33<sup>rd</sup> District) that Laguna Woods Village co-host a town hall meeting with her regarding identification theft.

Director Hammer made a motion to approve to co-host an "Identity Theft Protection" Town Hall Meeting to be held at a GRF facility in June. Director May seconded the motion and discussion ensued. The motion carried unanimously.

Ms. Bucknum left the meeting at 9:58 A.M.

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 request from the Laguna Woods Men's and Women's Golf Clubs for exclusive use of all four rooms in the new golf building.

#### **RESOLUTION 90-11-**

**WHEREAS**, the president and vice president of each of the four golf clubs (Men's 18, Men's 9, Women's 18 and Women's 9) submitted a request for exclusive use of certain club rooms in the new golf building to meet the requirements of over 900 Golf Club members;

**NOW THEREFORE BE IT RESOLVED**, May 3, 2011, that the Board of Directors of this Corporation hereby approves the request of the four golf clubs for exclusive use of all four rooms in the new golf building from 6:00 AM



to 6:00 PM Monday through Friday, until 7:00 PM on Tuesday and Wednesday, and on occasional weekends; 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 Tibbetts seconded the motion and discussion ensued.

Members Pat Feeney (2399-1E), Kathryn Freshley (5490-N), and Mike Walo (614-B) addressed the Board on the resolution.

Director May made a motion to refer the resolution back to the CAC for further review. Director Strom seconded the motion and the motion carried unanimously.

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

**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 attached revised Recreation Division Policy with respect to "Section XXII Equestrian Center," effective June 7, 2011; and

**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.

Director Dvorak provided a summary of the proposed changes to the policy.

Director Hatch moved to approve the resolution. Director Hammer seconded the motion.

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

The Secretary of the Corporation read the following proposed resolution adopting a GRF Pricing Policy relative to bar services:

**RESOLUTION 90-11-**

**WHEREAS**, according to Resolution G-89-115, which established guidelines for shared costs and fees, certain fees can be imposed upon users of various recreational facilities in order to control crowding and minimize over-usage, and to recover operating costs; and

**WHEREAS**, by way of Resolution 90-06-32, the Board of Directors adopted a Recreation Division Fee Schedule which lists fees charged to residents and non-residents to use GRF shared facilities; and

**NOW THEREFORE BE IT RESOLVED**, June 7, 2011, that the Board of Directors of the Corporation hereby adopts the GRF Pricing policy relative to Bar Service Fees:

**Host Bar Pricing Policy**

- The resident host shall pay GRF a bartender fee.
- The bartender fee shall be calculated by multiplying the current billing rate by the total number of bartender hours required to perform the service, including setup time prior to the event, and cleanup time following the event, beginning with a three (3) hour minimum per bartender and increasing in hourly increments thereafter, and shall be rounded up or down to the nearest dollar.
- The resident host shall reimburse GRF for 100% of the cost of materials with no mark up.

**RESOLVED FURTHER**, that Resolution 90-06-32 adopted May 2, 2006 is hereby amended (Recreation Division Fee Schedule) as to the liquor/wine delivery fee, making it a chargeable service; 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 May seconded the motion.

Member Isabel Muennichow (5285) commented on the resolution.

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

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.

A discussion was held as to whether or not to continue the Ad Hoc Committee. Without objection, the Board agreed to disband the Ad Hoc Committee and to appoint a few Board Members to meet with the land use consultants.

Director Lloyd Foster reported from the Maintenance and Construction Committee.

The Secretary of the Corporation read a proposed resolution authorizing a supplemental appropriation of \$32,600 to implement safety improvements at Golf Lesson Area One. Director Foster moved to approve the resolution. Director Tibbetts seconded the motion.

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

**RESOLUTION 90-11-42**

**WHEREAS**, in 2000, a 15-foot tall fence was installed between Golf Lesson Area One and the Driving Range to stop errant balls from entering the teaching area and such protection has diminished which limits the use of the area;

**NOW THEREFORE BE IT RESOLVED**, May 3, 2011, that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$32,600 to be funded from the Facilities Fund to implement the following safety improvements at Golf Lesson Area One adjacent to the Driving Range as recommended by the Golf Course Architect:

- Gradual increases in the net height to 40-foot tall. The initial three 15-foot poles would remain. Over the last 120-linear feet the pole spacing would be revised to include one 30-foot tall pole to transition to the two 40-foot tall poles.
- Replace the initial 60-linear feet of 15-foot high netting due to the condition and age of the netting. The estimated service life of the existing netting is 10 years. The existing golf netting has been in service for 11 years and several areas show signs of wear and tear necessitating repairs.
- Pad the last two 40-foot poles to deaden ricochets of miss-hit balls from the teaching tee.
- Add a "limit line" to warn people using the lesson area not to venture beyond that point.

**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 Ruth May reported from the Broadband Services Committee.

Member Mike Walo (614-B) explained the difference between a wifi connection and a wireless connection.

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

The Secretary of the Corporation read a proposed resolution authorizing a supplemental appropriation of \$26,000 to replace five speed monitors. Director Hammer moved to approve the resolution. Director May seconded the motion and discussion ensued.

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

**RESOLUTION 90-11-43**

**WHEREAS**, the Security Division currently has five portable traffic speed monitoring devices due for replacement, three of which are non-operational;

**NOW THEREFORE BE IT RESOLVED**, May 3, 2011, that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$26,000 funded from the Equipment Fund to replace five (5) speed monitors which will assist Staff in monitoring and reducing driver speeds within the Community; 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 Gros made a motion for GRF to authorize the photocopying of the Laguna Canyon Foundation's Monthly Publications of its *South Coast Wilderness Calendar* at GRF's expense, and assuming space is available that copies be made available to residents via racks outside the Recreation Division office. Director May seconded the motion, discussion ensued, and the motion carried unanimously.

Director Gros reported on the Laguna Canyon Foundation.

**MEMBER COMMENTS**

- Dottie Fredericks (776-Q) encouraged residents to donate books and puzzles on behalf of the South County Outreach program.
- Wayne Helmer (3394-A) commented on installing a deck at the lawn bowling greens.
- Conrad Hassoldt (111-G) also commented on the overgrown landscaping at the lawn bowling greens.
- Shari Horne (2354-3C) commented on the construction of Gate One to increase security.

### **DIRECTORS' RESPONSES TO MEMBER COMMENTS**

- Director Strom spoke on behalf of Tony Dauer (96-C) on the success of the Senior Games and commented on water conservation and solar panels.

### **DIRECTORS' COMMENTS**

- Director Tibbetts thanked the remaining audience members for staying to the end of the meeting.
- Director Strom commented on the exclusive room use proposed by the Men's and Woman's Golf Clubs.
- Director Murphy commented on the status of the Land Use project.
- President Matson commented on the Men's and Woman's Golf Clubs' dedicated golf building facility proposal.

### **MEETING RECESS**

The regular open meeting recessed at 11:38 A.M. and reconvened into Executive Session at 12:30 P.M.

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

During its Regular Executive Session Meeting of April 5, 2011, the Board reviewed and approved the minutes of the Special Executive Session meeting of February 22, 2011, the Special Executive Session meeting of February 25, 2011, and the Regular Executive Session meeting of March 1, 2011. The Board approved GRF Security and Community Access Committee Recommendations for RV Lot Violations and discussed contractual, litigation, and other member disciplinary matters.

During its Special Executive Session Meeting of April 14, 2011, the Board discussed contractual issues.

During its Special Executive Session Meeting of April 26, 2011, the Board discussed contractual issues.

### **ADJOURNMENT**

There being no further business to come before the Board of Directors, the meeting adjourned at 2:49 P.M.

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Lynne Dvorak, Secretary