

**MINUTES OF THE SPECIAL 2014 BUSINESS PLANNING
MEETING OF THE BOARD OF DIRECTORS OF
LAGUNA WOODS MUTUAL NO. FIFTY
A CALIFORNIA NONPROFIT MUTUAL BENEFIT CORPORATION
June 17, 2013**

The Board of Directors of Laguna Woods Mutual Fifty, a California nonprofit mutual benefit corporation, met at 2:00 P.M. on Monday, June 17, 2013 in the Lortscher Hall at 24055 Paseo del Lago West, Laguna Woods, California.

Members Present: Ryna Rothberg, Marilyn Ruekberg, Chace Kendro, Inesa Nord-Leth, Erwin Levy

Members Absent: None

Staff Present: Jerry Storage, Betty Parker, Judie Zoerhof, Kelly Farano, Jose Campos

CALL TO ORDER

Ryna Rothberg chaired the meeting and called to order at 2:00 p.m.

ACKNOWLEDGEMENT OF THE PRESS

The press was not present.

REVIEW PROPOSED 2014 BUSINESS PLAN

Ms. Rothberg introduced Betty Parker, Financial Services Director, to present the proposed 2014 Business Plan – Version 1. In this version of the Business Plan, the average increase when compared to 2013 is about \$98 per unit per month (PUPM), including the GRF portion.

ASSUMPTIONS

Ms. Parker explained the Policies, Practices, Directives & Assumptions used for developing the proposed 2014 Business Plan. Ms. Parker explained that the most significant change from prior year is the assumption of 35 mutual-owned units (only 30 were planned in 2013).

OPERATING BUDGET

Ms. Parker presented the operating budget and explained changes compared to the 2013 Business Plan.

The Board made comments and asked questions on various portions of the proposed operating expenditures. The Board posed several questions about the increase in taxes and Staff agreed to bring more specific information on the tax liability and its impact on the budget to the Version 2 meeting.

RESERVE CONTRIBUTIONS

Ms. Parker indicated that the Replacement Fund contribution increased by \$3.00 PUPM to ensure balances will be sufficient at the end of each year to meet the association's obligations for repair and/or replacement of major components during the next 30 years.

Ms. Rothberg announced that the next meeting to review Version 2 will be held on July 22 at 2:00 p.m. in Lortscher Hall.

ADJOURNMENT

The meeting was adjourned at 2:54 P.M.

Ryna Rothberg, President