

**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
August 12, 2013**

The Board of Directors of Laguna Woods Mutual Fifty, a California nonprofit mutual benefit corporation, met at 10:00 A.M. on Monday, August 12, 2013 in the Lortscher Hall at 24055 Paseo del Lago West, Laguna Woods, California.

Members Present: Ryna Rothberg, Marilyn Ruekberg, Chace Kendro (arrived at 10:27 a.m.), Inesa Nord-Leth, Erwin Levy

Members Absent: None

Staff Present: Betty Parker, Judie Zoerhof, Katy Howe, Kelly Farano

CALL TO ORDER

Ryna Rothberg chaired the meeting and called to order at 10:03 a.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 3. In this version of the Business Plan, the average increase when compared to 2013 is about \$96 per unit per month (PUPM), including a recent reduction made by GRF at their Version 3 meeting.

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.

In response to member comments, Ms. Parker provided further detail behind the budget assumptions for Property Insurance and Taxes. For insurance, Ms. Parker explained that since the last insurance renewal, the insurance provider reassessed property values and changed allocations within the Community, leading to a higher insurance allocation to Mutual Fifty. For taxes, Mutual Fifty files US Corporation Income Tax that allows losses to be carried forward to following years. All prior year loss carry forward was depleted by 2012 and will not be available for 2014. Consequently, Staff included a conservative tax estimate in the 2014 Business Plan.

Ms. Rothberg announced that the 2014 Business Plan would be adopted at the regular September Board Meeting, which will be held on September 19, 2013 at 2:00 p.m. in the Key Club.

ADJOURNMENT

The meeting was adjourned at 10:59 a.m.

Ryna Rothberg, President