

MINUTES OF THE SPECIAL MEETING OF THE
BOARD OF DIRECTORS OF THIRD LAGUNA HILLS MUTUAL
A CALIFORNIA NON-PROFIT MUTUAL BENEFIT CORPORATION

September 11, 2012

The Special Meeting of the Third Laguna Hills Mutual Board of Directors, a California non-profit mutual benefit corporation, was held on Tuesday, September 11, 2012 at 1:30 P.M. at 24351 El Toro Road, Laguna Woods, California.

Members Present: Mike Straziuso, Won Chang, Denny Welch, Rae Tso, Isabel Muennichow, Carol Moore, Dick Palmer, Lucy Shimon, Sy Wellikson, Kathryn Freshley, and Hank Gioia

Members Absent: None

Others Present: None

Staff Present: Betty Parker and Kelly Farano

CALL TO ORDER

President Mike Straziuso chaired the meeting and stated that it was a special meeting held pursuant to notice duly given and that a quorum was present. The meeting was called to order at 1:30 P.M.

ACKNOWLEDGEMENT OF PRESS

None.

MEMBER COMMENTS

None.

REVIEW PROPOSED 2013 BUSINESS PLAN

President Straziuso stated that the purpose of the special meeting was to review the proposed 2013 Business Plan, and turned the meeting over to Betty Parker, Financial Services Director.

Ms. Parker presented the preliminary 2013 Business Plan – Version 4 to the Board which reflected a monthly basic assessment of \$575.33, an increase of \$22.63 per manor per month when compared to 2012.

Ms. Parker explained a recent decision by GRF to reduce their operating budget by \$4.00 PMPM, in response to a receipt of funds from the El Toro Water District.

Director Tso made a motion to increase the contribution to the Disaster Fund by \$4.00 PMPM. The motion was seconded by Director Freshley and discussion ensued. The motion passed unanimously.

COMMITTEE MEMBER COMMENTS

None

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

During its August 21, 2012 Regular Executive Session Board Meeting, the Board approved the July 17, 2012 Regular Executive Session minutes, and the August 1, 2012 Special Joint Executive Session minutes, and the August 1, 2012 Special Emergency Executive Session minutes. The Board approved recording a Notice of Default for Member ID 931-360-05; approved four write-offs; heard one disciplinary hearing and imposed fines totaling \$400 for violations of the Mutual's rules and regulations; discussed the legal matters of Lee Childress v. Third Mutual lawsuit and the Yoncich v. Third Laguna Hills Mutual Small Claims lawsuit; and discussed other member disciplinary, contractual and legal matters.

ADJOURNMENT

With no further business before the Board of Directors, the special meeting was adjourned at 1:45 P.M.

Isabel Muennichow, Secretary