

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

October 3, 2012

The Special Meeting of the Third Laguna Hills Mutual Board of Directors, a California non-profit mutual benefit corporation, was held on Wednesday, October 3, 2012 at 8:30 A.M. at 24351 El Toro Road, Laguna Woods, California.

Directors Present: Mike Straziuso, Won Chang, Isabel Muennichow, Rae Tso (10:20 A.M.), Hank Gioia, Sy Wellikson, Kathryn Freshley, Dick Palmer, Denny Welch, Lucy Shimon

Directors Absent: Carol Moore

Inspectors of Election: Hillel Pitlik, Chair; Charline Brant; Gene Brant

Resident Assistants: Alfred Portnoy and Burton Goldstein
Inspectors:

Staff Present: Patty Kurzet, Pamela Bashline

Others Present: Dan Pabich, and other associates of Martin and Chapman

CALL TO ORDER

President Mike Straziuso, President of the Corporation, chaired the meeting, stated that it was a special meeting held pursuant to notice duly given, established a quorum, and stated that the purpose of the meeting was to effect the counting of the Ballots for the 2012 Board of Director Election, pursuant to California Civil Code §1363.03. The meeting was called to order at 8:35 A.M.

The Inspectors of Election were certified by a notary and announced that a quorum has been established.

President Straziuso opened the floor to Hillel Pitlik, Chair of the Inspectors of Election, who introduced Charline Brant and Gene Brant as the other Inspectors of Election and introduced Alfred Portnoy and Burton Goldstein as the resident designees who will assist the Inspectors in the counting activities.

Mr. Pitlik explained the ballot count procedures and answered questions about the ballot boxes and ballot procedures.

Martin and Chapman began opening the ballot envelopes at 8:38 A.M. and the Inspectors and resident designees commenced to open the ballots.

The Inspectors were available to answer questions.

The Inspectors of Election began examining the irregular ballots with Martin and Chapman at 10:25 A.M.

Martin and Chapman commenced scanning and counting of the ballots at 10:50 A.M.

The election results were announced at 11:00 A.M. and the following candidates were elected to fill three (3) vacancies on the Board of Directors, term expiring 2015.

3 YEAR TERM

Judith Troutman	1685
Marc Bayer	1443
Jim Juhan	1313

The remaining election results are as follows:

Dick Palmer	1236
Lucy Shimon	1079

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

During its September 18, 2012 Regular Executive Session Board Meeting, the Board approved the August 21, 2012 Regular Executive Session minutes. The Board approved recording a Notice of Default for Member ID 931-710-80; heard three disciplinary hearings and imposed fines totaling \$1,150 for violations of the Mutual's rules and regulations; discussed the legal matters of Lee Childress v. Third Mutual lawsuit; and discussed other member disciplinary, contractual and legal matters.

With no further business before the Board of Directors, the special meeting was adjourned at 11:01 A.M.

Isabel Muennichow, Secretary