

MINUTES OF THE SPECIAL MEETING OF THE
BOARD OF DIRECTORS OF THIRD LAGUNA HILLS MUTUAL
A CALIFORNIA NON-PROFIT MUTUAL BENEFIT CORPORATION
2015 BUSINESS PLANNING MEETING – VERSION 3

August 8, 2014

The Special Meeting of the Third Laguna Hills Mutual Board of Directors, a California non-profit mutual benefit corporation, was held on Friday, August 8, 2014 at 9:30 A.M. at 24351 El Toro Road, Laguna Woods, California.

Members Present: Mike Straziuso, Hank Gioia, Kathryn Freshley, Rosemarie di Lorenzo Dickins, Wei-Ming Tao, Bert Moldow, Won Chang, Beth Perak, Jim Juhan, Judith Troutman

Members Absent: Ray Gros

Others Present: None

Staff Present: Jerry Storage, Betty Parker, Kelly Farano, Dan Yost

CALL TO ORDER

Director Mike Straziuso, President, called the meeting to order at 9:30 A.M and established a quorum.

ACKNOWLEDGEMENT OF PRESS

A representative of the Globe and the Channel 6 Camera Crew, by way of remote cameras, were acknowledged as present.

MEMBER COMMENTS

There were no member comments.

REVIEW PROPOSED 2015 BUSINESS PLAN

Betty Parker, Financial Services Director, presented the proposed 2015 Business Plan – Version 3 and the following items were addressed.

OPERATING BUDGET

Ms. Parker noted the (\$0.14) per manor per month decrease in GRF as directed by their Board on August 6.

Ms. Parker presented the MSO portion of the operating budget and noted the decrease in Landscape resulted from moving the operating budget for landscape renovation work to reserves.

RESERVE CONTRIBUTIONS

The Board discussed the types of projects performed in the Mutual that are covered under the operating budget and the projects that are funded by reserves.

The Board discussed the projected balance in the Replacement Fund dropping below the threshold of \$5 million in 2015. Ms. Parker stated that while Staff would recommend a plan that stays above the threshold, there is not a penalty for dropping below the desired minimum balance that is set by the Board, as long as there is sufficient funding available for future reserve expenditures.

At the end of the presentation Ms. Parker summarized the 2015 Business Plan increase of \$23.40 per manor per month when compared to the current year.

DIRECTOR COMMENTS

Director comments were made at the end of the meeting.

ADJOURNMENT

The meeting was adjourned at 10:35 A.M.

Judith Troutman, Secretary