

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

**August 13, 2009**

The Board of Directors met on Thursday, August 13, 2009 at 9:30 A.M. in the Community Center Board Room at 24351 El Toro Road, Laguna Woods, California.

Members Present: Carol Moore, Stanley Feldstein, Kathryn Freshley, Isabel Muennichow, John Paulus, Don Lippert, Larry Souza, Dominic Burrasca, Mary Robertson, Carol Skydell

Members Absent: None

Others Present: Amelia Rushbrook –Laguna Woods Globe

Staff Present: Janet Price, Betty Parker, Dan Yost

**CALL TO ORDER**

Carol Moore, President of the Board, declared that the meeting had been properly noticed, stated that a quorum was present, and called the meeting to order at 9:30 A.M.

**ACKNOWLEDGEMENT OF PRESS**

The Press and the Channel 6 Camera Crew, by way of remote cameras, were acknowledged as present. Amelia Rushbrook from the Laguna Woods Globe (arrived at 9:34) was acknowledged.

**REVIEW PROPOSED 2010 BUSINESS PLAN**

President Moore stated that the purpose of the special meeting was to review Version 3 of the proposed 2010 Business Plan, and turned the meeting over to Janet Price, Finance and Administration Director, who gave a presentation.

Ms. Price discussed the budgeting process and the significant changes from the prior year and noted a summary of changes from Version 2. Ms. Price informed the Board that this includes the increase in the GRF portion of the Business Plan of \$1.00 PMPM per Board directive received on August 12, 2009 increasing the total basic assessment to \$552.70.

Board Members were given the opportunity to ask questions and comment on Version 3 of the proposed 2010 Business Plan.

Director Feldstein commented on cost allocations.

Director Souza asked for clarification regarding the increase in General Maintenance, related to the paint program. Director Souza also inquired about reserve contributions.

A motion was made by Director Souza, and seconded by Director Robertson, to increase the Elevator Replacement Fund contribution by \$2.00 PMPM. Discussion ensued. By a vote of 1-7-0, (Director Souza in favor), the motion failed. (Director Lippert not present for vote.)

Director Robertson asked several questions related to reserves, allocations, and inflationary assumptions.

Director Freshley commented on increasing the return of operating surplus as a means to decrease assessments. Director Freshley moved to increase surplus recovery to \$586,000 to achieve a \$1.00 PMPM assessment reduction from the prior version. The motion was seconded by Director Feldstein and discussion ensued. By a vote of 4-5-0 (Directors Freshly, Feldstein, Burrasca, Skydell in favor) the motion failed.

Director Paulus commented on the increase of \$0.75 PMPM for the Garden Villa Recreation Room Fund reserve contribution.

#### **DIRECTOR COMMENTS**

- Director Souza commented on the impact of deferred expenditures on future boards.
- Director Robertson commented on reductions in landscaping and encouraged residents to use chargeable services.
- Director Paulus commented on the need for water conservation.
- Director Freshley thanked Staff.
- Director Moore thanked the Board members for their cooperation.

#### **ADJOURNMENT**

The meeting was adjourned at 12:04 P.M.

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Isabel Muennichow, Secretary