

MINUTES OF THE REGULAR MEETING OF THE
BOARD OF DIRECTORS OF GOLDEN RAIN FOUNDATION OF LAGUNA WOODS
A CALIFORNIA NON-PROFIT MUTUAL BENEFIT CORPORATION

September 4, 2012

The Regular Meeting of the Golden Rain Foundation of Laguna Woods Board of Directors, a California non-profit mutual benefit corporation, was held on Tuesday, September 4, 2012, at 9:30 A.M., at 24351 El Toro Road, Laguna Woods, California.

Directors Present: Lloyd Foster, Ken Hammer, Don Tibbetts, Bevan Strom, Lynne Dvorak, Patrick Murphy, Linda Wilson, Marv Rosenhaft, Pat Feeney, Ray Gros, Maxine McIntosh

Directors Absent: None

Others Present: Jerry Storage, Patty Kurzet
Executive Session: Jerry Storage, Cris Robinson, Patty Kurzet

CALL TO ORDER

President Lloyd Foster served as Chair of the meeting and stated that it was a regular meeting held pursuant to notice duly given and that a quorum was present. The meeting was called to order at 9:30 A.M.

PLEDGE OF ALLEGIANCE TO THE FLAG

Director Feeney led the membership in the Pledge of Allegiance to the Flag.

ACKNOWLEDGEMENT OF PRESS

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

APPROVAL OF AGENDA

The agenda was approved as amended by reversing 14 (a) *Motion to Rescind Motion to Postpone the Implementation of the Phase Two Dual Hub Bus System for 90 days*, and 14 (b) *Motion to Rescind Resolution 90-12-33 (establishing the 3-phase dual-hub bus system)*.

APPROVAL OF MINUTES

The Board reviewed and approved without objection the minutes of the Regular Meeting of August 7, 2012, and the minutes of the Special Meeting of August 8, 2012 – Budget Version 3.

MEMBER COMMENTS

- Tony Dauer (96-C) spoke to the flooring in Clubhouse 3, decreasing costs, solar energy, and an entrance to the dog park.
- Bud Nesvig (2392-3H) spoke to GRF's tax status.

The Directors briefly responded to Members' comments.

GENERAL MANAGER'S REPORT

Mr. Storage updated the membership on the ongoing GRF projects within the Community.

Mrs. Cris Robinson announced that the City of Laguna Woods will propose to adopt a Negative Declaration for the Aliso Creek Pedestrian Bridge and Service Road Reconstruction project at a public hearing on September 19, 2012 at 2:00 P.M.

CHAIR'S REPORT

President Foster commented on GRF's distribution of election materials policy and announced that nominations to run for the GRF Board close on September 19, 2012.

OLD BUSINESS

The Secretary of the Corporation, Director McIntosh, read the following proposed resolution approving the revised Recreational Division Policy:

RESOLUTION 90-12

WHEREAS, a recommendation has been made by the Community Activities Committee to streamline and reduce confusion regarding the Recreation Division Policy to accommodate the needs of the residents;

NOW THEREFORE BE IT RESOLVED, November 6, 2012, that the Board of Directors of this Corporation hereby adopts the attached new Recreation Division Policy; and

RESOLVED FURTHER, that Resolution 90-07-81 and Resolution 90-07-82 adopted November 6, 2007 are hereby superseded and cancelled; and

RESOLVED FURTHER, that Resolution 90-11-28, Resolution 90-08-15, and Resolution 90-08-44 (prior resolutions pertaining to grandfathered events - exceptions to the roll over reservation policy) are hereby superseded and cancelled; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of this Corporation to carry out the purpose of this resolution.

Director McIntosh moved to approve the resolution. Director Dvorak seconded the motion and discussion ensued.

Director Dvorak moved to postpone the resolution to the October meeting to conform to the 30-day notification requirement. Director Hammer seconded the motion and the motion carried with Director Strom opposing.

NEW BUSINESS

Director McIntosh read a proposed resolution approving the 2013 Business Plan. Director McIntosh moved to approve the resolution. Director Murphy seconded the motion.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-97

**GOLDEN RAIN FOUNDATION OF LAGUNA WOODS
2013 BUSINESS PLAN RESOLUTION**

RESOLVED, September 4, 2012, that the Business Plan for this Corporation for the year 2013 is hereby adopted and approved; and

RESOLVED FURTHER, that pursuant to said Business Plan, the Board of Directors of this Corporation hereby estimates that the sum of \$42,885,777 will be required by the Corporation to meet its annual expenses of operation for the year 2013, including the cost of managing, operating, maintaining and repairing certain facilities, and of providing certain services for the benefit of members of the Corporation, and said sum is hereby authorized to be expended. Additionally, \$4,584,960 is planned for reserve contributions. After deducting \$2,062,000 derived from prior years' surplus and the sum of \$13,557,058 expected to be received from various sources as revenue during 2013, the Board of Directors hereby estimates that the net sum of \$31,851,680 will be required to be paid by the Corporation members in accordance with the terms of that certain Trust Agreement dated March 2, 1964, as amended, and the bylaws of the Corporation; and

RESOLVED FURTHER, that this Corporation shall charge each corporate member the sum of \$208.40 per month per membership of said Corporation, for its share of the aforesaid net expenses and reserve contributions for the year 2013; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh read a proposed resolution approving the 2013 Replacement Reserves Plan. Director McIntosh moved to approve the resolution. Director Gros seconded the motion.

By a vote of 9-1-0 (Director Strom opposed), the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-98

**GOLDEN RAIN FOUNDATION OF LAGUNA WOODS
2013 REPLACEMENT RESERVES RESOLUTION**

WHEREAS, Civil Code § 1365.2.5 requires specific reserve funding disclosure statements for homeowner associations; and

WHEREAS, planned assessments or other contributions to replacement reserves must be projected to ensure balances will be sufficient at the end of each year to meet the association's obligations for repair and/or replacement of major components during the next 30 years;

NOW THEREFORE BE IT RESOLVED, September 4, 2012, that the Board has developed and hereby adopts the Replacement Reserves 30-Year Funding Plan (attached) with the objective of maintaining replacement reserve balances at or above a threshold of \$6,000,000 while meeting its obligations to repair and/or replace major components; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh read a proposed resolution approving the 2013 Capital Reserves Expenditures Plan. Director McIntosh moved to approve the resolution. Director Murphy seconded the motion.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-99

**GOLDEN RAIN FOUNDATION OF LAGUNA WOODS
2013 CAPITAL RESERVES EXPENDITURES PLAN RESOLUTION**

RESOLVED, September 4, 2012, that the Capital Reserve Expenditures Plan of this Corporation for the year 2013 is hereby adopted and approved; and

RESOLVED FURTHER, that pursuant to said Plan, the sum of \$7,218,570 is hereby authorized to be expended in 2013 for the purposes provided therein, of which \$1,960,400 is planned to be expended from the Equipment Fund, \$4,713,470 from the Facilities Fund, \$544,700 from the Trust Facilities Fee Fund; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

CONSENT CALENDAR

Without objection the Consent Calendar was approved, and the Board approved the following actions:

RESOLUTION 90-12-100

RESOLVED, September 4, 2012, that the Board of Directors of this Corporation hereby accepts the donation of new tables, chairs, and benches, valued at a total of \$1,430 from the Tennis Club of Laguna Woods Village; and

RESOLVED FURTHER, that such furniture shall be used at the Tennis Clubhouse; and

RESOLVED FURTHER, that the donation to the Golden Rain Foundation shall not qualify as a tax-deductible charitable contribution; and

RESOLVED FURTHER, that the President of this Corporation is hereby authorized to advise said donor in writing and to express the thanks of the Corporation.

RESOLUTION 90-12-101

RESOLVED, September 4, 2012, that the Board of Directors of this Corporation hereby accepts the donation of \$500 from the Saddleback Kiwanis Foundation; and

RESOLVED FURTHER, that the funds shall be used to support the Fitness Centers as determined by staff; and

RESOLVED FURTHER, that the donation to the Golden Rain Foundation shall not qualify as a tax-deductible charitable contribution; and

RESOLVED FURTHER, that the President of this Corporation is hereby authorized to advise said donor in writing and to express the thanks of the Corporation.

RESOLUTION 90-12-102

WHEREAS, a request was received from the Women's 18-Hole Golf Club to hold a golf tournament with the Executive Women's Golf Association of Orange County on Sunday, September 30, 2012 at the Laguna Woods Village Golf Course;

NOW THEREFORE BE IT RESOLVED, September 4, 2012, that the Board of Directors of this Corporation hereby approves the request from the Women's 18-Hole Golf Club to hold a golf tournament with the Executive Women's Golf Association of Orange County on Sunday, September 30, 2012 at the Laguna Woods Village Golf Course; and

RESOLVED FURTHER, that the guest fees shall apply; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

COMMITTEE REPORTS

Director Murphy gave the Treasurer's and Finance Committee reports.

Director Ken Hammer reported from the Mobility & Vehicles Committee.

Director McIntosh read Resolution 90-12-33 (establishing the 3-phase dual-hub bus system).

Director McIntosh moved to rescind Resolution 90-12-33. Director Dvorak seconded the motion and discussion ensued.

Members Shirley Niederkorn (184-A), Joan Slocum (300-B), Kay Surak (2296-P), Mary Lockhart (3220-B), Begona Erickson (2384-3A), Jeannie Morris (840-O), Vivian Prezalar (3-D), and Vivan Hirschberg (246-A) commented on the motion.

By a vote of 9-1-0 (Director Hammer opposed), the motion carried.

Without objection, the motion, made at the August meeting, to postpone the implementation of the Phase Two Dual Hub Bus System for 90 days, is rescinded.

Director Lynne Dvorak reported from the Community Activities Committee.

Director Murphy left the meeting at 10:42 A.M.

Director Dvorak moved to deny the request from the Woman's 9-Hole Golf Club to install stairs and/or railings on the 27-Hole Golf Course hole five on course three and hole seven on course one and to investigate other options to improve accessibility to the areas in question. Director Hammer seconded the motion and the motion carried unanimously.

Director McIntosh read a proposed resolution authorizing a supplemental appropriation to purchase a digital marquee for use in the Clubhouse Three Lobby. Director Rosenhaft moved to approve the resolution. Director Dvorak seconded the motion and discussion ensued.

Director Murphy returned to the meeting at 10:45 A.M.

Members Tony Dauer (96-C) and Larry Souza (5077) commented on the motion.

By a vote of 7-3-0, (Directors McIntosh, Feeney, and Strom opposed) the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-103

WHEREAS, the Clubhouse Three lobby contains a marquee that advertises

upcoming events in the Clubhouse, but its appearance is antiquated, and residents have requested a digital display to more effectively promote performances;

NOW THEREFORE BE IT RESOLVED, September 4, 2012, that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$4,400, funded from the Equipment Fund, to purchase a video graphics engine and wall mount to use with a 48-inch monitor obtained from the Connexion Bankruptcy for use in the Clubhouse Three Lobby; and

RESOLVED FURTHER, that the Board approves an unbudgeted operating expense increase in the amount of \$50 per year for electricity; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh read the following proposed resolution reducing the Drop-In Lounge Renovation Scope of Work:

RESOLUTION 90-12

WHEREAS, by way of Capital Plan P12021, the Board of Directors appropriated monies to renovate the Clubhouse One Drop-in Lounge, and the lowest competitive bid to complete the project exceeds the existing appropriations; and

WHEREAS, Staff met with the low bidder and the interior designer to get the project under budget; and

WHEREAS, the Community Activities Committee recommends that the Board reduce the Drop-In Lounge Renovation Scope of Work with the elimination of the following items:

- Simplify the tile layout to reduce material and labor costs.
- Remove the three chandeliers in the center of the Lounge.
- Remove the decorative ceiling beams in the Lounge.
- Remove the built-in book cases and fabric wall panels on the south elevation.
- Remove the fabric valence from the windows in the lounge and kitchen.
- Eliminate the laminate lockers from the storage room; and

NOW THEREFORE BE IT RESOLVED, September 4, 2012, that the Board of Directors of this Corporation hereby reduces the Drop-In Lounge Renovation Scope of Work with the elimination of the above items, and authorizes a

supplemental appropriation in the amount of \$20,200, from the Facilities Fund;
and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director Dvorak moved to approve the resolution. Director Tibbetts seconded the motion and discussion ensued.

By a vote of 3-7-0 (Directors Feeney, Dvorak, and Tibbetts voted in favor), the motion failed.

By way of consensus, the Board returned the matter back to the Community Activities Committee.

Director McIntosh read a proposed resolution approving the standards for the new garden center plots. Director McIntosh moved to approve the resolution. Director Dvorak seconded the motion and discussion ensued.

By a vote of 7-2-1 (Directors Strom and Hammer opposed, and Director Rosenhaft abstained), the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-104

WHEREAS, Garden Center One will be impacted during the City of Laguna Woods' Phase II Moulton Widening project, and in order to complete the construction documents, the City needs the specifications and layout for the new garden plots;

NOW THEREFORE BE IT RESOLVED, September 4, 2012, that the Board of Directors of this Corporation hereby approves the standards for the new garden center plots as follows:

- 4-feet of ½" galvanized aviary wire fence around the perimeter with a gate opening into the plot.
- A hose bib in each plot. Currently there are hose bibs in approximately half of the plots.
- 8-inches of ready to plant soil.
- Standardize the tree plots to approximately 200 square feet.
- Add 4-feet of separation between the back of wall and garden plots to prevent pests from entering the plots from Moulton Parkway.

RESOLVED FURTHER, the overall size of the new vegetable plots would be increased to approximately 20 feet by 20 feet. Irregular shaped plots would be sized to approximately 400 square feet. This would fall within the 400 square

foot maximum size garden center plot allowed per manor in accordance with Resolution 90-09-25; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director Ray Gros reported from the Security and Community Access Committee.

Director McIntosh read the following proposed resolution approving a new service level for Security to monitor and document estate sales:

RESOLUTION 90-12-

WHEREAS, estate sales provide representatives of an estate within the Community the opportunity to dispose of unwanted personal goods; and

WHEREAS, such sales, which attract non-residents to the Community, occasionally cause traffic and other disruptions which may impact other residents;

NOW THEREFORE BE IT RESOLVED, November 6, 2012, that the Board of Directors of this Corporation hereby approves a new service level to monitor and document estate sales and further establishes a \$50 fee for the first sale day and \$40 for each subsequent day; and

RESOLVED FURTHER, that the fee, payable by the event sponsor, shall be used to offset Staff's time required to process an Estate ~~and Casual~~ Sale application and for Security to patrol the area of the sale to ensure traffic flow is not hampered and other disruptions are not impacting the residents; and

RESOLVED FURTHER, that, in addition to the "Estate/~~Casual~~ Written Authorization" form, the representatives of an estate must also obtain approval of a "Gate Clearance Flyer with Tear Off" form from Community Access at least four (4) days prior to the event in order for non-resident guests to be permitted access into the Community; and

RESOLVED FURTHER, that non-resident guests will be required to submit the completed tear off portion of the "Gate Clearance Flyer with Tear Off" form upon arrival at the gate to provide Security a record of non-resident vehicles that enter the Community; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director Gros moved to approve the resolution. Director Rosenhaft seconded the motion and discussion ensued.

Without objection, the Board agreed to strike the word "casual" from the resolution.

Members Tony Dauer (96-C) and Ruth May (671-B) commented on the motion.

The resolution was returned to the Committee for further review, with Directors Rosenhaft and McIntosh opposing.

Director McIntosh read a proposed resolution approving annual color changes for gate entry passes. Director McIntosh moved to approve the resolution. Director Rosenhaft seconded the motion and discussion ensued.

By a vote of 9-1-0 (Director Strom opposed), the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-105

WHEREAS, in order to identify passes that expired in a previous year, an annual color change system for gate entry passes is necessary;

NOW THEREFORE BE IT RESOLVED, September 4, 2012, that the Board of Directors of this Corporation hereby approves annual color changes for gate entry passes, as follows:

- Change color on January 1 of each year
- On January 1 of each year, all new passes issued will be the same color for the remainder of the year regardless of their expiration date;

RESOLVED FURTHER, that the use of a single color for all the different types of passes will continue in accordance with Resolution 90-04-52; and Staff shall have the authority to make annual color selections; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director Strom left the meeting at 11:38 A.M.

Director Don Tibbetts reported from the Maintenance and Construction Committee.

Director McIntosh read a proposed resolution adopting guidelines for EMS Connectivity and HVAC, Lighting and Building Component Energy Efficiency Ratings. Director McIntosh moved to approve the resolution. Director Rosenhaft seconded the motion and discussion ensued.

Member Ryna Rothberg (704) spoke to the motion.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-106

WHEREAS, due to obsolescence of the existing Energy Management System the Board approved Capital Plan item P10035 for a consultant to evaluate gas and electrical energy consumption and control equipment in GRF facilities and supplemental resolution 90-10-56 to prepare engineering plans for an Energy Management System replacement; and

WHEREAS, funding for the replacement EMS was approved by the Board with Capital Plan item P11016; and

WHEREAS, the consultant also recommended minimum energy efficiency ratings for a variety of energy using devices such as HVAC, indoor lighting, outdoor lighting, pool equipment, hot water systems and building envelope which is compiled in the consultant's report; and

NOW THEREFORE BE IT RESOLVED, September 4, 2012, the Board of Directors authorizes adoption of Guidelines for EMS Connectivity and HVAC, Lighting and Building Component Energy Efficiency Ratings with the following general policies:

1. When replacing or installing new HVAC, lighting and building components, procure components with the highest practical and prudent levels of energy efficiency and performance in accordance with the consultant's recommendations contained in the consultant's report.
2. Implement EMS connectivity and control strategies where practical and prudent when replacing or installing new building mechanical and electrical components in accordance with the consultant's recommendations contained in the consultant's report.

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh read a proposed resolution authorizing an additional supplemental appropriation to complete the slope repair above the Maintenance Building Parking Lot. Director McIntosh moved to approve the resolution. Director Rosenhaft seconded the motion and discussion ensued.

Member Larry Souza (5077) commented on the motion.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-107

WHEREAS, by way of Resolution 90-11-66, the Board of Directors of this Corporation appropriated \$81,400 from the Contingency Fund to repair the slope above the Maintenance Building Parking Lot based on the Geotechnical Engineer's recommendations; and

WHEREAS, the lowest competitive bid to complete the slope repair exceeds the appropriated amount;

NOW THEREFORE BE IT RESOLVED, September 4, 2012, that the Board of Directors of this Corporation hereby authorizes an additional supplemental appropriation in the amount of \$42,000 from the Contingency Fund to complete the slope repair above the Maintenance Building Parking Lot; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh read a proposed resolution authorizing an additional supplemental appropriation to complete the slope repair above RV Lot A. Director McIntosh moved to approve the resolution. Director Hammer seconded the motion.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-108

WHEREAS, by way of Resolution 90-11-67, the Board of Directors of this Corporation appropriated \$32,560 from the Contingency Fund to repair the slope above RV Lot A based on the Geotechnical Engineer's recommendations; and

WHEREAS, the lowest competitive bid to complete the slope repair exceeds the appropriated amount;

NOW THEREFORE BE IT RESOLVED, September 4, 2012, that the Board of Directors of this Corporation hereby authorizes an additional supplemental appropriation in the amount of \$19,540 from the Contingency Fund to complete the slope repair above RV Lot A; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh read a proposed resolution authorizing an additional supplemental appropriation to complete the slope repair at West Creek. Director McIntosh moved to approve the resolution. Director Rosenhaft seconded the motion.

By a vote of 9-1-0 (Director Strom opposed), the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-109

WHEREAS, by way of Resolution 90-12-06, the Board of Directors of this Corporation appropriated \$26,000 from the Contingency Fund to repair the slope at West Creek, located below Building 5306 Cantante based on the Geotechnical Engineer's recommendations; and

WHEREAS, the lowest competitive bid to complete the slope repair exceeds the appropriated amount;

NOW THEREFORE BE IT RESOLVED, September 4, 2012, that the Board of Directors of this Corporation hereby authorizes an additional supplemental appropriation in the amount of \$16,200 from the Contingency Fund to repair the slope at West Creek based on the Geotechnical Engineer's recommendations; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director McIntosh read a proposed resolution authorizing a supplemental appropriation to include replacement of the 120 feet of rip rap between the service road and bridge with the Aliso Creek Restoration Project. Director Dvorak moved to approve the resolution. Director Rosenhaft seconded the motion and discussion ensued.

By a vote of 9-1-0 (Director McIntosh opposed), the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 90-12-110

WHEREAS, the December 2010 rain events caused the collapse of the Aliso Creek foot bridge and over time the service road along the creek has eroded and narrowed; and

WHEREAS, by way of Resolution 90-11-151, the Board of Directors of this Corporation appropriated \$131,500 to replace the bridge in the upper Aliso Creek with a dry weather six foot side concrete culvert bridge; and

WHEREAS, the appropriation did not include the service road repairs; and

WHEREAS, the Civil Engineer recommends to use a precast concrete culvert and the use of stone veneers to provide visual enhancement to the bridge; and

WHEREAS, currently there is a path lined with loose concrete rip rap along the creek bank that is starting to erode and there may be cost savings by installing additional rip rap between the service road and bridge to be performed in conjunction with the service road and bridge construction;

NOW THEREFORE BE IT RESOLVED, September 4, 2012, that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$508,700 from the Contingency Fund to include replacement of the 120 feet of rip rap between the service road and bridge with the Aliso Creek Restoration Project; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director Don Tibbetts reported from the Clubhouse Two Renovation Ad Hoc Committee.

Directors Pat Feeney and Marv Rosenhaft reported from the Media & Communications Committee.

Director McIntosh moved to approve providing Board members with a copy of DVD recordings of Board Meetings and other broadcasts, upon request, at no charge. Director Hammer seconded the motion and discussion ensued. By a vote of 2-8-0 (Directors Tibbetts and McIntosh voted in favor), the motion failed.

Director McIntosh reported from the Landscape Committee.

Director Gros reported on the Laguna Canyon Foundation.

Director Rosenhaft reported on the Joint Signage Ad Hoc Committee.

The Board discussed future board agenda items.

DIRECTORS' COMMENTS

Directors made their final comments.

MEETING RECESS

The regular open meeting recessed at 12:11 P.M. and reconvened into Executive Session at 12:17 P.M.

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

During its Regular Executive Session Meeting of August 7, 2012, the Board reviewed and approved without objection the minutes of the June 26, 2012 Special Executive Session, the July 3, 2012 Regular Executive Session, the July 12, 2012 Special Executive Session, the July 25, 2012 Special Executive Session, and the July 30, 2012 Special Executive Session. The Board heard one disciplinary hearing. The Board discussed contractual issues regarding the ETWD Water Recycling Project, Broadband, Moulton Parkway Phase II Improvements, Village Greens Café, and the GRF Trust.

During its Special Executive Session Meeting of August 28, 2012, the Board discussed contractual issues regarding Broadband, GRF Trust, and the proceeds from ETWD.

ADJOURNMENT

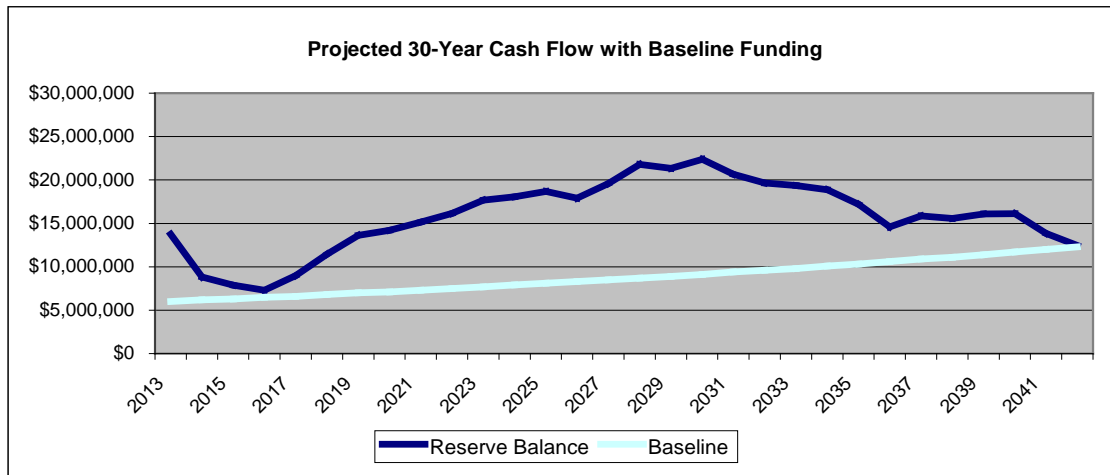
There being no further business to come before the Board of Directors, the meeting adjourned at 4:13 P.M.

Maxine McIntosh, Secretary

**GOLDEN RAIN FOUNDATION & TRUST
 2013 RESERVES PLAN
 Replacement Reserves 30-Year Funding Plan**

Baseline (Threshold): \$6,000,000
 Indexed for inflation

Year	Assessment		Interest Earnings	Other Additions	Planned Expenditures*	Reserve Balance
	Per Manor Per Month	Total Contribution				
2012	\$ 30.00	\$ 4,584,960	\$ 251,362	\$ 1,197,000	\$ 8,379,884	\$ 16,906,813
2013	\$ 30.00	\$ 4,584,960	\$ 213,094	\$ 1,290,000	\$ 9,246,638	\$ 13,748,229
2014	\$ 32.00	\$ 4,890,624	\$ 195,795	\$ 918,000	\$ 10,928,500	\$ 8,824,148
2015	\$ 32.00	\$ 4,890,624	\$ 144,986	\$ 918,000	\$ 6,887,036	\$ 7,890,722
2016	\$ 32.00	\$ 4,890,624	\$ 131,868	\$ 918,000	\$ 6,519,483	\$ 7,311,731
2017	\$ 34.00	\$ 5,196,288	\$ 141,431	\$ 918,000	\$ 4,574,198	\$ 8,993,252
2018	\$ 34.00	\$ 5,196,288	\$ 177,204	\$ 918,000	\$ 3,848,870	\$ 11,435,874
2019	\$ 34.00	\$ 5,196,288	\$ 217,277	\$ 918,000	\$ 4,154,405	\$ 13,613,034
2020	\$ 34.00	\$ 5,196,288	\$ 241,347	\$ 918,000	\$ 5,757,899	\$ 14,210,771
2021	\$ 34.00	\$ 5,196,288	\$ 254,567	\$ 918,000	\$ 5,442,460	\$ 15,137,166
2022	\$ 34.00	\$ 5,196,288	\$ 271,287	\$ 918,000	\$ 5,384,396	\$ 16,138,345
2023	\$ 34.00	\$ 5,196,288	\$ 293,211	\$ 918,000	\$ 4,881,156	\$ 17,664,688
2024	\$ 34.00	\$ 5,196,288	\$ 309,899	\$ 918,000	\$ 6,026,676	\$ 18,062,199
2025	\$ 34.00	\$ 5,196,288	\$ 318,635	\$ 918,000	\$ 5,823,234	\$ 18,671,887
2026	\$ 34.00	\$ 5,196,288	\$ 317,280	\$ 918,000	\$ 7,197,482	\$ 17,905,974
2027	\$ 34.00	\$ 5,196,288	\$ 325,286	\$ 918,000	\$ 4,750,701	\$ 19,594,847
2028	\$ 34.00	\$ 5,196,288	\$ 359,052	\$ 918,000	\$ 4,269,438	\$ 21,798,749
2029	\$ 34.00	\$ 5,196,288	\$ 374,220	\$ 918,000	\$ 6,943,775	\$ 21,343,482
2030	\$ 34.00	\$ 5,196,288	\$ 379,350	\$ 918,000	\$ 5,446,937	\$ 22,390,183
2031	\$ 34.00	\$ 5,196,288	\$ 373,400	\$ 918,000	\$ 8,220,350	\$ 20,657,521
2032	\$ 34.00	\$ 5,196,288	\$ 349,769	\$ 918,000	\$ 7,455,687	\$ 19,665,891
2033	\$ 34.00	\$ 5,196,288	\$ 338,560	\$ 918,000	\$ 6,753,445	\$ 19,365,295
2034	\$ 34.00	\$ 5,196,288	\$ 331,611	\$ 918,000	\$ 6,946,499	\$ 18,864,695
2035	\$ 34.00	\$ 5,196,288	\$ 312,844	\$ 918,000	\$ 8,090,112	\$ 17,201,715
2036	\$ 36.00	\$ 5,501,952	\$ 275,787	\$ 918,000	\$ 9,304,898	\$ 14,592,556
2037	\$ 36.00	\$ 5,501,952	\$ 264,033	\$ 918,000	\$ 5,429,831	\$ 15,846,710
2038	\$ 36.00	\$ 5,501,952	\$ 272,571	\$ 918,000	\$ 6,962,376	\$ 15,576,857
2039	\$ 36.00	\$ 5,501,952	\$ 274,647	\$ 918,000	\$ 6,185,491	\$ 16,085,965
2040	\$ 36.00	\$ 5,501,952	\$ 279,440	\$ 918,000	\$ 6,655,866	\$ 16,129,491
2041	\$ 36.00	\$ 5,501,952	\$ 259,944	\$ 918,000	\$ 8,971,011	\$ 13,838,376
2042	\$ 36.00	\$ 5,501,952	\$ 228,028	\$ 918,000	\$ 8,036,321	\$ 12,450,035



*Planned Expenditures include Capital Plan and carryover items from prior years.