

**MINUTES OF THE SPECIAL 2007 BUSINESS PLANNING
MEETING OF BOARD OF DIRECTORS OF
LAGUNA WOODS MUTUAL No. FIFTY
A CALIFORNIA NONPROFIT MUTUAL BENEFIT CORPORATION
July 6, 2006**

The Board of Directors of Laguna Woods Mutual Fifty, a California nonprofit mutual benefit corporation, met at 10:00 A.M. on Thursday, July 06, 2006 in the Lortscher Hall at 24055 Paseo del Lago West, Laguna Woods, California.

Members Present: Richard Wurzel – Chair, Bill Masterson, Tom Jackson, Ruth Mervis, and Mollie Hayes

Members Absent: None

Others Present: Cheryl Walker – Laguna Woods Globe
Keith Wallace (Board Observer)

Staff Present: Milt Johns, Judie Zoerhof, Janet Price, Betty Parker, Dan Yost, Adeel Khan

CALL TO ORDER

Richard Wurzel, Chair of the Committee, stated that a quorum was present and called the meeting to order at 10:00 A.M.

REVIEW PROPOSED 2007 BUSINESS PLAN

Janet Price, Finance and Administration Director, presented the proposed 2007 Business Plan – Version 1.

ASSUMPTIONS

Ms. Price explained the Policies, Practices, Directives & Assumptions used for developing the proposed 2007 Business Plan.

OPERATING BUDGET

Ms. Price explained that the total basic assessment for Mutual Fifty and Fifty Trust reflects an increase ranging from \$90.29 to \$92.37 per manor per month, depending on manor type.

Ms. Price noted that the surplus/deficit line item would be projected and available for consideration in Version 2. Ms. Price also presented the figures for the increase in Food Service of \$43.73 per manor per month, a large portion of which is for the addition of Sunday buffet lunches. Discussion ensued.

Director Richard Wurzel informed the residents that a comprehensive survey will be completed before any decision is made.

RESERVE CONTRIBUTIONS

Ms. Price presented the proposed Reserve Expenditures for 2007.

At the end of the presentation, Mr. Wurzel opened the floor for questions and discussion.

Several comments were made by the audience regarding the high cost of the proposed Sunday Lunch Buffet and the possibility of having it removed from the budget.

ADJOURNMENT

The meeting was adjourned at 10:45 A.M.

Ruth Mervis, Secretary