GOLDEN RAIN
foundation
SEAL BEACH

FINANCE COMMITTEE MINUTES

October 21, 2014

The regular meeting of the Finance Committee held on Tuesday, October 21, 2014, was called to order by Chair Stone at 9:30 a.m., in the Administration Conference Room. The Pledge of Allegiance led by Mrs. Wood.

ROLL CALL

Present:	Ms. L. Stone, Chair	Ms. P. Snowden
	Mrs. C. Damoci	Mrs. M. Wood
	Mr. J. DeMarco	Ms. R. Winkler, Ex Officio
	Mr. S. McGuigan	
Absent:	Mr. D. Craig	
Staff:	Mr. R. Ankeny, Executive Director	
	Ms. C. Miller, Controller	
	Ms. Rogers, Purchasing Supervisor	
	Mrs. J. Reed, GRF Representative, Mutual Four	
	Mr. P. Hood, GRF Representative, Mutual Five	
	Mr. Moore, GRF Representative, Mutual Seventeen	
	Two Foundation Members	

INTRODUCTION OF STAFF AND GUESTS

The Chair introduced and welcomed Foundation members and Staff.

The Chair stated that in accordance with California Civil Code Section 4090, please be advised that a quorum of the GRF Board of Directors is present at today's posted meeting. The business of the Finance Committee will be conducted in accordance with the agenda. As a quorum of the Board is present, this meeting will be conducted as a committee meeting *and* a Board meeting. The agenda actions of the committee will be limited only to the members of the committee and will only constitute such actions in accordance with stated committee policy and/or provide recommendations to the GRF Board of Directors at its regular Board meeting on the 4th Tuesday of the month. GRF Board members who are not committee members will be allowed to comment when recognized by the Chair and only during the proscribed Foundation member comment period, not to exceed four minutes, as set forth in Policy 5610, Participation by Foundation Members. The minutes of today's Board meeting will be presented to the Board for approval following the approval of the committee meeting minutes in October.

COMMITTEE RULES

The Chair reviewed the meeting rules and asked that courtesy and respectfulness be acknowledged at all time. Please remember to turn off your cell phones.

CONSENT CALENDAR – APPROVAL OF COMMITTEE MEETING MINUTES

Approval of Regular Meeting Minutes of September 16, 2014
Approval of Special Meeting Minutes of September 19, 2014
Approval of Special Meeting Minutes October 17, 2014

In accordance with Civil Code 4090, the Committee will make available a summary of the meetings, wherein any item placed in the Consent Calendar can be approved in one motion, is requested.

Mrs. Damoci MOVED, seconded by Mrs. Wood, and carried unanimously-

TO approve the consent calendar as set forth on the agenda.

CHAIR'S ANNOUNCEMENTS

The Chair requested a motion to add "Service Repair Order Rates" to the agenda, as item "h" in Unfinished Business and to add "Reserve Expenditures" to the agenda, as item "i", in Unfinished Business.

Mrs. Damoci MOVED, seconded by Ms. Snowden and carried unanimously-

TO add "Service Repair Order Rates" and "Reserve Expenditures" to the agenda.

FOUNDATION MEMBER COMMENT PERIOD (FOR AGENDA ITEMS ONLY)

One Foundation Members spoke on the Reserve Expenditures agenda item.

REVIEW CORRESPONDENCE

The committee received no correspondence to review.

STAFF REPORTS

Controller – Financial Report Review

The Controller reviewed the September 2014 financial reports, variance summaries, balance sheet, capital budget and cash flow activity.

The Controller's detailed report is attached at the end of the minutes.

Accept September 2014 Financial Statements

Mrs. Wood MOVED, seconded by Mrs. Damoci and carried unanimously –

TO recommend the Board accept the September 2014 Financial Statements for audit.

Upon discussion, the Committee reached consensus to eliminate pages 5, 6 and 7 of the financial packet provided by the Controller.

Purchasing Supervisor

The Purchasing Supervisor provided a list of surplus equipment to be disposed of.

Mrs. Damoci MOVED, seconded by Mr. DeMarco and carried unanimously-

TO accept the list of disposals from the Purchasing Department.

Executive Director

Capital Projects – Update Only

The Executive Director recommended reallocating some part of the funds currently designated for the Clubhouse Four flooring to the purchase of an automated pedestrian gate at the south side of the Main Gate.

Upon discussion, the Chair called for a motion to eliminate Clubhouse Four flooring, budgeted at $40,000, and to reallocate a portion of the funds, not to exceed $10,000, for the automated pedestrian gate.

Mrs. Damoci MOVED, seconded by Mr. McGuigan, and carried unanimously –

TO refer the elimination of Clubhouse Four flooring, budgeted at $40,000, and to reallocate a portion of the funds, not to exceed $10,000, for the automated pedestrian gate to the Physical Property Committee.

The Executive Director's report is attached at the end of the minutes.

The Chair called for a recess at 10:56 a.m.

The meeting resumed at 11:06 a.m.

UNFINISHED BUSINESS

Reserve Study – Update Only

A consensus of the Committee was reached to establish a study group. The Executive Director will provide a report on the Five Month Plan, pertaining to the Reserve Study, to the Committee.

Amend Policy 5061-33, Membership Fees

The amendments to Policy 5061-33, Membership Fees enhances the language pertaining to the respective fees, incorporates policies 5061.1 and 5062, as applicable, revises and adds language pertaining to Lessee Annual Fee - Mutual 17 Only and restates more

clearly that each respective Mutual Corporation may establish its own fees per 7000 series policies.

It is recommended that Policy 5061-33, Membership Fees, be amended to include "Mutual Administration" after every occurrence of "Cost Center 33" in the text of the policy.

Mrs. Damoci MOVED, seconded by Ms. Snowden and carried unanimously –

TO recommend the Board amend Policy 5061-33, Membership Fees.

Rescind Regulation 5061.1, Initiation Fee

Regulation 5061.1, Initiation Fee

Mrs. Damoci MOVED, seconded by Mrs. Wood and carried unanimously –

TO rescind Regulation 5061.1, Initiation Fee.

Rescind Policy 5062, Transfer Fee

Policy 5062, Transfer Fee

Mrs. Damoci MOVED, seconded by Mrs. Wood and carried unanimously –

TO rescind Policy 5062, Transfer Fee.

Amend Policy 5517-31, Liability Deductible and Disaster Reserve Fund

The amendments to Policy 5517-31 include a stipulated minimum funding level of $200,000, provides for additional funding, if recommended by the Finance Committee based upon a risk assessment, establishes a requirement for a majority vote of the Board for any use of the fund and establishes a monthly status report on the fund to be provided by the Controller.

Mrs. Damoci MOVED, seconded by Ms. Snowden and carried unanimously –

TO recommend the Board amend Policy 5517, Liability Deductible and Disaster Reserve Fund.

Amend Policy 5528-31, Refund of Excess Income

Policy 5528-31, Refund of Excess Income provides greater clarity and provides four options or combinations for allocation of surplus operational funds.

Upon discussion, Mrs. Damoci MOVED, seconded by Ms. Snowden and carried unanimously-

> **TO** recommend the Board amend Policy 5528-31, Refund of Excess Income.

Amend Policy 5115, Finance Committee – Discussion Only

The Committee members discussed Policy 5115, Finance Committee. The Committee concurred to hold a policy study session to include Policy 5511. The Golden Rain Foundation Board will be invited to attend; the date and time will be announced.

Adopt Policy 2291-74, Service Repair Order Labor Rates

Management recommends the establishment a base rate of $39 per hour for Service Maintenance labor rates.

Mr. DeMarco MOVED, Ms. Snowden seconded and carried unanimously-

> **TO** recommend the Board adopt Policy 2291-74, Service Order Labor Rates.

Approve Non-Budgeted Expenditures

Upon discussion, the Chair called for a motion to recommend the Board approve the accelerated replacement, purchase and/or repair of items using non-budget operations funds.

Mr. McGuigan MOVED, Mrs. Damoci seconded and carried unanimously-

> **TO** recommend the Board approve the acceleration replacement, purchase, and/or repair of items using non-budget operations funds.

NEW BUSINESS

Insurance Renewal – Update Only

The Executive Director updated the Committee on the status of the insurance renewal.

Mutual Self-Insurance Fund – Request for Payment From Mutual Seven

Mutual Seven requested payment from the Mutual Self-Insurance Fund in the amount of $5,730.16.

Mr. McGuigan MOVED, Mrs. Damoci seconded and carried unanimously -

> **TO** deny Mutual Seven's request for payment from the Mutual Self-Insurance Fund, as the final date for submission has passed (March 2014).

Approve Non-Budget Funding from Recreation Committee: Lathe for Woodshop

The Recreation Committee approved the replacement of the lathe in the Woodshop of Clubhouse Two due to safety issues. The Recreation Committee requested the Finance Committee approve funds from the Trust Improvement Fund to purchase a replacement lathe.
However, the lathe is included in the list of accelerated projects/items that the Finance Committee recommends the Board approve at the October 28, 2014 meeting and is, therefore, removed from today's agenda.

Approve Non-Budget Funding from Executive Committee – Emergency Items

An inventory was taken this month and it was determined that 23 emergency first aid supplies have expired. In order to be prepared in case of an emergency, it is recommended that the expired items and six other emergency items be purchased as a cost of no more than $3,500.00.

Upon discussion, Mrs. Damoci MOVED and Mr. McGuigan seconded and carried unanimously-

> **TO** recommend the Board approve the purchase of emergency first aid supplies, with operations funds from Cost Center 30 (Administration), not to exceed $3,500.00.

Audit Sub-Committee Report – Go Out To Bid May 2015

The Committee discussed the audit firm currently used by Golden Rain Foundation and agreed to go out to bid in May 2015 to investigate potential firms for auditing purposes.

Resales Sub-Committee Report

Upon discussion, the Committee concurred to move the Resales Sub-Committee Report to the November Finance Committee agenda.

Foundation Member Comment Period

One Foundation Member commented on today's meeting.

Committee Member Comments

Seven Committee Members and two Staff thanked the Controller, the new start time of next month's Committee meeting, and the upcoming Board meeting.

ADJOURNMENT

The Chair adjourned the meeting at 11:50 a.m.

Linda Stone

Linda Stone, Chair

FINANCE COMMITTEE

dfb 10.21.14

Next Monthly Meeting: November 18, 2014 @ 10:00 AM

MOTIONS

- **TO** recommend the Board accept the September 2014 Financial Statements for audit.
- **TO** accept the list of disposed surplus equipment from the Purchasing Department.
- **TO** refer the elimination of Clubhouse Four flooring, budgeted at $40,000.00 and to reallocate a portion of the funds, not to exceed $10,000.00, for the automated pedestrian gate, to the Physical Property Committee.
- **TO** amend Policy 5061-33, Membership Fees.
- **TO** rescind Policy 5061.1, Initiation Fees.
- **TO** rescind Policy 5062, Transfer Fee.
- **TO** recommend the Board amend Policy 5517-31, Liability Deductible and Disaster Reserve Fund.
- **TO** recommend the Board amend Policy 5528-31, Refund of Excess Income.
- **TO** recommend the Board adopt Policy 2291-74, Service Order Rates.
- **TO** recommend the Board approve the acceleration of replacement and/or purchase of items using non-budget operations funds.
- **TO** deny Mutual Seven's request for payment from the Mutual Self-Insurance Fund.
- **TO** recommend the Board approve the purchase of emergency first aid supplies, with operations funds form Cost Center 30 (Administration), not to exceed $3,500.00.

ACTIONS

- The Committee agreed to go out to bid in May 2015 to investigate potential firms for auditing purposes.
- The Committee concurred to move the Resales Sub-committee Report to the November Finance Committee agenda.
- **TO** establish a study group pertaining to the Reserve Study.

Controller's Financial Recap – September 2014

As of the nine-month period ended September, 2014 the financial reports indicate that GRF is in favorable financial position with a surplus of $709,668.

Major variances are:

Salaries, Wages & Benefits	591,063	YTD FTEs are below budget by 5;$42K workers comp 2013 refund plus YE of $58.8 favorable variance; New Group Ins contract < budget.
Temp EEs / Recruitment	(44,572)	Temp used to fill key positions.
Net positive variance	546,491	
Depreciation	133,447	Capitalization of the paving project of $1.9M was deferred for 4 months; $886K carryover from 2013 not yet used.
Materials & Supplies	65,430	Prudent spending
Other Income	57,344	YTD donations of $20K; Guest passes $5K; Building permits $32K
Onsite Sales Office Rental Inc.	46,100	Actual sales exceeded budget
State & Federal Taxes	38,399	Although $51,200 was budgeted for the year, the current tax liability is sufficient for the year. YTD accrual was reversed.
Stock Transfer Fees	(41,497)	Less stock transfers than planned
Record Retention	(50,080)	Document scanning – unbudgeted item.
News Advertising Income	(64,034)	Revenues < budgeted
SRO Labor Cost Recovery	(68,890)	Lag in labor recognition due to pending open work orders.

Controller's Financial Recap – September 2014

Capital Budget expenditures for the year are $295,978 with a budget of 3M.

Funds totaling $2.9M were carried over from the 2013 capital budget. Projects totaling $2M have been completed and capitalized from these funds. The remaining $886K is assigned to projects that have not yet been completed.

2014 CAPITAL ACQUISITION BUDGET

Center	Description	Budget Amount	EXPENDITURES Jan- Aug	Sept	Total	Remeaining Balance	Labor	Variance
30	45 Chairs for Admin Conference Room	9,680	9,680.00		9,680.00	0.00		0.00
30	Lobby Area Chairs outside Conference Room	0	1,594.32		1,594.32	(1,594.32)		(1,594.32)
30	Admin. Lunch Room- Conference Table and Mid Back chairs	0	3,178.15		3,178.15	(3,178.15)		(3,178.15)
30	Admin. Building Remodel 2014	71,000	-			71,000.00		
32	Cantilever Rack for Wood Storage	3,000	1,709.99		1,709.99	1,290.01		1,290.01
32	Barcode label printer	1,000	-		0.00	1,000.00		1,000.00
32	Showroom remodel (from 2013 but not carried forward)	0	1,584.92		1,584.92	(1,584.92)		(1,584.92)
34	IP Phones (8@500, plus conference phone $1k)	5,000	356.40	507.58	863.98	4,136.02		4,136.02
34	Tablet Devices for Physical Properties (8@ $700)	5,600	128.44	3,717.84	3,846.28	1,753.72		1,753.72
34	Tablet Devices for Managers (5@ $700)	3,500	4,248.96	531.12	4,780.08	(1,280.08)		(1,280.08)
34	Tablet Devices for Service Maintenance (30 @ $700) (21K)	0	-		0.00	0.00		0.00
34	Library Patron/Print Management System	10,000	-		0.00	10,000.00		10,000.00
34	Workstation Replacements, Peripherals, Misc Hardware	15,000	7,394.37	578.74	7,973.11	7,026.89		7,026.89
34	Dell R710 Server Memory Upgrade	10,000	-		0.00	10,000.00		10,000.00
34	Windows 7 Licenses	2,000	-		0.00	2,000.00		2,000.00
34	Time and Attendance Hardware	6,395	2,354.34		2,354.34	4,040.66		4,040.66
34	Surveillance Camera Expansion	30,000	5,617.08		5,617.08	24,382.92	1,947.00	22,435.92
34	Campus Wifi for GRF staff & directors (40K)	0	-		0.00	0.00		0.00
34	Jenark One time Fee	145,000	-		0.00	145,000.00		145,000.00
34	iPads for Directors and IT (from 2013 but not carried forward)	0	3,243.47		3,243.47	(3,243.47)		(3,243.47)
35	Jamex 6557 Multi Copy,bill and coin unit- Delivery Charge	0	29.00		29.00	(29.00)		(29.00)
35	8 Computers Patron use	6,500	6,145.89		6,145.89	354.11		354.11
35	Security & Catalog Software	0	14,110.66		14,110.66	(14,110.66)		(14,110.66)
35	Installed Gas electric package A/C unit	0		5,800.00	5,800.00	(5,800.00)		(5,800.00)
36	6 Mini Mac Computers @ $600 each	3,600	1,090.80		1,090.80	2,509.20		2,509.20
36	6 Computer monitors @ $300 each	1,800	-	612.78	612.78	1,187.22		1,187.22
36	Filemaker Pro 12 Advanced	500	-		0.00	500.00		500.00
36	4 Filemaker Pro Licenses @ $300 each	1,200	-		0.00	1,200.00		1,200.00
36	Ipad Mini Wi-Fi Cell 16GB (Phase 1 Credit Card Solution)	0	913.20		913.20	(913.20)		(913.20)
37	Case Management Software (10K)	0	-		0.00	0.00		0.00
37	4 Visitor Admissions Printers	4,000	-		0.00	4,000.00		4,000.00
37	4 Replacement Security Patrol Vehicles	120,000	104,334.48	2,215.50	106,549.98	13,450.02		13,450.02
37	Overhead lights, spotlight, and siren for new patrol vehicles	5,000	-	3,988.98	3,988.98	1,011.02		1,011.02
37	Portable security cameras for outdoor use	3,000	-		0.00	3,000.00		3,000.00
37	License plate recognition system (one at each gate)	20,000	19,587.72		19,587.72	412.28		412.28
40	Clubhouse Air conditioner Replacements	20,000	-		0.00	20,000.00		20,000.00
40	Miscellanous Sound Equipment	5,000	-		0.00	5,000.00		5,000.00
40	Professional services for master planning	50,000	-		0.00	50,000.00		50,000.00
45	Amphitheater- Replace console	0	1,409.50		1,409.50	(1,409.50)		(1,409.50)
48	Hot pool shade	4,000	-		0.00	4,000.00		4,000.00
48	Raypack Pool Pump	0	1,309.08		1,309.08	(1,309.08)		(1,309.08)
48	Installed Gas Pool Heater at the Pool/Spa	0	-	3,280.00	3,280.00	(3,280.00)		(3,280.00)

2014 CAPITAL ACQUISITION BUDGET

Center	Description	Budget Amount	EXPENDITURES Jan- Aug	Sept	Total	Remeaining Balance	Labor	Variance
51	Clubhouse 1- Blue Chairs	5,000	4,975.34		4,975.34	24.66		24.66
52	Clubhouse 2- Blue Chairs	5,000	4,975.34		4,975.34	24.66		24.66
52	Clubhouse 2- Replaced Auto Transfer Switch	0	-	3,517.00	3,517.00	(3,517.00)		(3,517.00)
53	Clubhouse 3- Blue Chairs	5,000	4,975.34		4,975.34	24.66	162.00	(137.34)
53	Clubhouse 3- Microphones- Audio Technica Pro	0	323.94		323.94	(323.94)		(323.94)
53	Clubhouse 3- Recover Sound Panels in Room 1-9	0	7,550.00		7,550.00	(7,550.00)		(7,550.00)
53	Clubhouse 3- Replaced Vertical Blinds in Room 1-9	0	4,078.60		4,078.60	(4,078.60)		(4,078.60)
53	Clubhouse 3- Restroom Auto Doors	0	4,453.00		4,453.00	(4,453.00)		(4,453.00)
54	Clubhouse 4- Blue Chairs	5,000	4,975.34		4,975.34	24.66	162.00	(137.34)
54	Clubhouse 4- Entry Way concrete replacement	9,000	-		0.00	9,000.00		9,000.00
54	Clubhouse 4- Art Room Heat Pump	0	4,600.00		4,600.00	(4,600.00)		(4,600.00)
54	Clubhouse 4- Remove Concrete and Construct Wheel Chair Ramp	0	10,788.00		10,788.00	(10,788.00)		(10,788.00)
56	Excerise Equipment (Use Tax) (from 2013 but not carried forward)	0	303.60		303.60	(303.60)		(303.60)
56	Stiga Surround- Table tennis barriers	0	-	862.56	862.56	(862.56)		(862.56)
74	2 Portable Air Compressor	0	645.84		645.84	(645.84)		(645.84)
74	Compactor WP- 1150AW Asphalt	0	2,279.88		2,279.88	(2,279.88)		(2,279.88)
79	Lanscaping at Trailer Park	0	3,675.00		3,675.00	(3,675.00)		(3,675.00)
79	Perimeter wall sections M & L	1,200,000	-		0.00	1,200,000.00		1,200,000.00
79	Perimeter wall Engineering	30,000	-		0.00	30,000.00		30,000.00
79	Landscape Improvement	40,000	-		0.00	40,000.00		40,000.00
79	Trust Street Paving Project	1,000,000	-		0.00	1,000,000.00		1,000,000.00
79	Trust Street Landscape Improvements	52,000	-		0.00	52,000.00		52,000.00
79	Re-roof community facilities buildings- Clubhouse One	90,000	-		0.00	90,000.00		90,000.00
79	Paint Main Gate Areas	20,000	-		0.00	20,000.00		20,000.00
	Total Planned Capital Acquisitions	**3,022,775.00**	**248,619.99**	**25,612.10**	**274,232.09**	**2,748,542.91**	**2,271.00**	**2,675,271.91**

Donated Capital

Center	Description	EXPENDITURES Jan- Aug	Sept	Total	Labor
38	Access Bus- 2014 ARBOC Spirit Freedom (donated by GAF)	$ -	117,166.12	117,166.12	
51	Clubhouse 1 - Ice Machine (donated by GAF)	$ 191.52		191.52	681.00
54	Clubhouse 4 - Ice Machine (donated by GAF)	$ 191.52		191.52	723.00
56	Excerise Equipment (GAF Donation)	$ 4,196.60		4,196.60	
	Total Donated Capital	**4,579.64**	**117,166.12**	**121,745.76**	**1,404.00**

	Total Capital Acquisitions	**3,022,775.00**	**253,199.63**	**142,778.22**	**395,977.85**	**2,748,542.91**	**3,675.00**	**2,675,271.91**

Earmarked for a different project

2013 CAPITAL ACQUISITION BUDGET CARRYOVER TO 2014

Center	Description	Carryover Balance	EXPENDITURES Jan- Aug	Sept	Total	Remaining Balance	Labor	Variance
30	Sound and Projection System - Admin. Conference Room	33,031.00	37,115.11		37,115.11	(4,084.11)	20,448.30	(24,532.41)
32	Relocate Warehouse heating unit (Proj. 3338-13P)	2,000.00	2,132.00		2,132.00	(132.00)		(132.00)
33	Stock Transfer Mail Folder Inserter Machine	19,029.44	19,029.44		19,029.44	0.00	180.00	(180.00)
33	Stock Transfer 10 lb Scale Postage Machine	13,961.72	13,961.72		13,961.72	0.00		0.00
34	31 Computers & laptops	27,185.00	23,833.08		23,833.08	3,351.92		3,351.92
34	Server Rack and Network Infrastructure Improvements (sales tax)	56.40	56.40		56.40	0.00		0.00
34	Jenark / MicroMain	115,000.00	0.00		0.00	115,000.00		115,000.00
37	Radio repeaters for Security & Service Maintenance	5,872.10	6,233.44		6,233.44	(361.34)		(361.34)
37	St. Andrews Gate carpet replacement	2,500.00	1,698.20		1,698.20	801.80		801.80
37	Automated Pedestrian Gate	5,000.00	0.00		0.00	5,000.00		5,000.00
51	Clubhouse 1 - Lobby Furniture	15,000.00	7,142.45	2,219.88	9,362.33	5,637.67	942.00	4,695.67
52	Clubhouse 2 - 52 Long Tables (sales tax)	549.87	549.87		549.87	0.00		0.00
53	Clubhouse 3 - Heat pump	4,500.00	5,000.00		5,000.00	(500.00)		(500.00)
54	Clubhouse 4 - Heat pump	3,690.00	4,100.00		4,100.00	(410.00)		(410.00)
54	Clubhouse 4 - Replace All Tiles	40,000.00	0.00		0.00	40,000.00		40,000.00
55	Video Producers Equipment (sales tax)	62.32	62.32		62.32	0.00		0.00
55	Café Project	11,040.00	10,128.32		10,128.32	911.68	6,597.00	(5,685.32)
56	Various Exercise Equipment	7,042.53	7,042.53		7,042.53	0.00	72.00	(72.00)
70	Carpeting - downstairs	10,000.00	20,200.00		20,200.00	(10,200.00)		(10,200.00)
70	Interior Painting (1st $ 2nd Floors)	16,000.00	16,000.00		16,000.00	0.00		0.00
70	Exterior Painting	10,000.00	3,985.00		3,985.00	6,015.00		6,015.00
74	Gas Welding Machine with Torch	9,000.00	8,066.48		8,066.48	933.52		933.52
74	2 Portable generators (sales tax)	127.84	127.84		127.84	0.00		0.00
74	Chairs for Lunch Room (sales tax)	78.72	78.72		78.72	0.00		0.00
79	Perimeter Wall Replace - A & B (Chgd to R) (Proj. 591-01B)	500,000.00	0.00		0.00	500,000.00		500,000.00
79	Main Gate Beautification (Proj. 683-12A)	200,000.00	0.00		0.00	200,000.00		200,000.00
79	Landscape Improvement	24,136.10	0.00		0.00	24,136.10		24,136.10
79	Trust Street Paving Projects	1,898,896.00	1,898,895.85		1,898,895.85	0.15		0.15
	Total Planned Capital Acquisitions Carryover from 2013	**2,973,759.04**	**2,085,438.77**	**2,219.88**	**2,087,658.65**	**886,100.39**	**28,239.30**	**857,861.09**

2,961,919.00	Per Capital Budget Variance Report - December 31, 2013
4,788.00	Add back Ice Machines deducted from 2013 budget (donated by GAF)
5,000.00	Add overall unsued funds to CC 34 for Jenark / MicroMain
2,106.03	Misc variance with paving project & added sales tax for 2013 purchases
(53.99)	Adjustment to CH3 - Microphones
2,973,759.04	
0.00	

Golden Rain Foundation
Cash Flow Activity - All Reserves
For the Month of September 2014

	Contingency Operating Fund	Trust Improvement Fund	Capital Improvement Fund	Liability Insurance Fund	Mutuals' Self-Insurance Fund	Other Restricted	Nonrestricted Funds	Total
Balance 08/31/2014	**685,047**	**173**	**6,012,225**	**1,020,052**	**20,894**	**627,007**	**563,048**	**8,928,446**
Funded: Trust Asset Dep'n								-
Funded: Non-Trust Asset Dep'n		63,555	1,189					64,743
Funded: Membership Fees collected (60)			65,460					65,460
Progress Payments on CIP		(104,129)						(104,129)
New Capital Purchases		(132,714)	(613)					(133,327)
Donated Assets		104,630						104,630
Net Monthly Claims								-
Disbursement to Mutuals								-
Replenish fund for Item Donations								-
Transfers between funds		70,000	(70,000)					-
Net Monthly Activity						(71,026)	(292,602)	(363,628)
Balance 09/30/2014	**685,047**	**1,515**	**6,008,260**	**1,020,052**	**20,894**	**555,981**	**270,446**	**8,562,195**
Net Activity	-	1,341	(3,964)	-	-	(71,026)	(292,602)	(366,251)

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Golden Rain Foundation
Balance Sheet
For the Period Ended September 30, 2014

Assets	Foundation	Trust	Total
Current Assets:			
Cash and cash equivalents	$ 991,905	$ -	$ 991,905
Investments	270,446	-	270,446
Receivables	753,591	-	753,591
Inventory of maintenance supplies	394,852	-	394,852
Prepaid expenses	76,632	-	76,632
Current Assets	2,487,427	-	2,487,427
Designated deposits			
Contingency Operating Fund	-	685,047	685,047
Trust Improvement Fund	-	1,515	1,515
Capital Improvement Fund	6,008,260	-	6,008,260
Liability Insurance Deductible Fund	1,020,052	-	1,020,052
Mutuals' Self-Insurance Fund	20,894	-	20,894
Other Restricted Fund	555,981	-	555,981
Total designated deposits	7,605,188	686,562	8,291,749
Notes Receivable			
Notes Receivable - Membership Fees	1,520	-	1,520
Fixed Assets	874,276	29,591,434	30,465,710
Less: Acumulated Depreciation	(831,900)	(18,852,207)	(19,684,106)
Net Fixed Assets	42,376	10,739,227	10,781,604
Other Assets			
Premium on Municipal Bonds	30,646	-	30,646
Total Assets	$ 10,167,156	$ 11,425,789	$ 21,592,945

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Golden Rain Foundation
Balance Sheet
For the Period Ended September 30, 2014

Liabilities and Equity	Foundation	Trust	Total
Current Liabilities:			
Accounts Payable	$ 1,288,438	$ -	$ 1,288,438
Accrued Payroll & Payroll Taxes	608,448	-	608,448
Accrued Expenses	385,336	-	385,336
Accrued Property Taxes	140,946	-	140,946
Current Liabilities	2,423,169	-	2,423,169
Long-Term Liabilities			
Mutuals' Self-Insurance Reserve	20,894	-	20,894
Total Liabilities	2,444,063	-	2,444,063
Equity			
Mutuals' beneficial interest in Trust Assets		11,425,789	11,425,789
Membership interest			
Membership certificates of 844 shares at $200 par value, and 5,764 shares at $250 par value, authorized, issued and outstanding.	1,609,800	-	1,609,800
Additional paid-in-capital	20,949,012	-	20,949,012
Less cost of assets contributed to the Golden Rain Foundation Trust	(15,384,572)	-	(15,384,572)
Excess Income (Loss) Year-to-Date	548,853		548,853
Total Equity	7,723,093	11,425,789	19,148,882
Total Liabilities and Equity	$ 10,167,156	$ 11,425,789	$ 21,592,945

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Golden Rain Foundation
Statements of Revenues and Expenses By Segment
For the Nine Months Ended September 30, 2014

	Trust Operations	Service Maintenance	Management Services	Golden Rain News	All Segments
Income:					
Net billings from Mutuals	$ 7,580,693	$ 930,690	$ 33,300	$ (73,800)	$ 8,470,883
Advertising Income	-	-	-	716,665	716,665
Rental - Onsite Sales Office	305,601	-	-	-	305,601
Rental - Health Care Center	423,000	-	-	-	423,000
Income From Superwire	55,759	-	-	-	55,759
Other Rental Income	32,966	-	-	-	32,966
Interest Income	49,987	-	-	2,326	52,313
Interest Income Allocation	-	-	-	-	-
SRO Labor Cost Recovery	-	906,107	-	-	906,107
Other Income	193,432	3	-	(419)	193,017
Sub Total	8,641,439	1,836,800	33,300	644,772	11,156,311
Trust Assets Depreciation	-	-	-	-	-
Total Income	$ 8,641,439	$ 1,836,800	$ 33,300	$ 644,772	$ 11,156,311
Expenses:					
Salaries and Benefits	$ 4,821,891	$ 1,622,448	$ -	$ 391,491	$ 6,835,830
Retirement Plan	56,731	38,473	-	10,285	$ 105,489
Materials and Supplies	294,185	39,709	-	158,830	$ 492,724
Utilities and Trash Hauling	383,589	13,043	-	5,206	$ 401,838
Insurance Premiums	308,171	-	-	14,076	$ 322,247
Professional Services	190,772	-	-	1,503	$ 192,275
Contract Services	138,836	883	-	68,957	$ 208,676
Equipment Maintenance	108,711	16,420	-	858	$ 125,989
Facility Maintenance	9,401	-	33,300	-	$ 42,701
Janitorial Services	722,170	-	-	-	$ 722,170
Landscape Maintenance	192,666	-	-	-	$ 192,666
Community Entertainment	205,800	-	-	-	$ 205,800
Property Taxes and Licenses	14,921	115	-	-	$ 15,036
Income Tax	-	-	-	-	$ -
Gain on Sale of Equipment	-	-	-	-	$ -
Depreciation and Amortization	569,377	8,090	-	2,642	$ 580,108
Miscellaneous	154,206	9,008	-	695	$ 163,909
Total Expenses	8,171,426	1,748,190	33,300	654,542	$ 10,607,458
Net Income	$ 470,013	$ 88,610	$ -	$ (9,770)	$ 548,853
Net Off Budget Items	-	0			

Golden Rain Foundation
MONTHLY EXCESS INCOME (EXPENSE) RECALCULATION
For the Nine Months Ended September 30, 2014

Excess Income Or (Expense) Per Books - 09/30/14	**548,853**
Committed or Incurred But Unpaid Costs:	
None	0
Estimated Excess Income Or (Expense) at Year End	**548,853**
Total Operating Expense Budget for 2014	**14,914,468**
Year to Date Income Budget	**11,233,100**
Year to Date Expense Budget	**11,393,916**
Budget Difference	**(160,816)**

DETAILS OF BUDGET VARIANCES

Excess Income Or (Expense) Per Books - 09/30/14	**548,853**

Expenses Variances (Positive Number Means Actual is Less than Budget)

Salaries, Wages & Benefits	591,063
Materials & Supplies	65,430
Utilities	(21,401)
Trash	9,577
Management Fee	564
Audit Fees	198
Legal Fees	11,032
Bank Service Fees	2,237
Other Professional Fees	29,814
Facilities Rentals & Maintenance	12,750
Janitorial Services	(26,039)
Landscape Maintenance	13,578
Newspaper Distribution	3,426
Temporary Employees Fees	(44,572)
Computer Maintenance & Software	30,679
Record Retention	(50,080)
Uniforms & Laundry	1,082
Continuing Education	7,245
Mileage & Meals	(7,350)
Dues, Membership Fees	4,577
Permits & Licenses	4,340
Postage & Mailing	8,944
Fuel & Oil	12,672
Other Expenses (64890 & 64910)	(7,246)
Inventory Over/Short- Purchasing	406
Newspaper Printing	(19,847)
Service Contracts	(2,733)

Golden Rain Foundation
MONTHLY EXCESS INCOME (EXPENSE) RECALCULATION
For the Nine Months Ended September 30, 2014

Recreation - Special Events	5,899	
Recreation - Production Costs	(2,375)	
Street Repair and Maintenance	(4,170)	
Sewer Maintenance	(2,965)	
Hazardous Waste Disposal	2,321	
Election Expense	(8,300)	
Employees X-rays & Exams	558	
State & Federal Taxes	38,399	
Hazard and Liability Insurance	(6,706)	
Depreciation	133,447	
Gain on Disposal of Equipment	0	
Net Expenses Variance		**786,458**

Recoveries Variances (Positive Number means Actual is greater than Budget)

Membership Transfer Fees	(17,851)	
Stock Transfer Fees	(41,497)	
Other Income	57,344	
Café Commission Income	872	
Rentals	0	
Onsite Sales Office Rent	46,100	
Superwire Telecom Income	(491)	
Taxable Other Income	(167)	
Interest Income	11,823	
News Display Advertising	(47,031)	
News Classified Advertising	(2,538)	
News Discount	0	
Telephone Book Income	(19,781)	
News Navigator Book Income	5,316	
SRO Labor Cost Recovery	(68,890)	
Trust Admin Cost Recovery	1	
Net Recoveries Variance		**(76,789)**

Year to Date Budget Variance - Income (Loss)	**709,668**
Excess Income Or (Expense) Per Budget	**(160,816)**
Excess Income Or (Expense) Per Books	**548,853**

Full Time Equivalents

For the Month	Average YTD	Planned - 2014
149.57	**150.12**	**155.28**

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GOLDEN RAIN FOUNDATION
TREASURER'S REPORT

For the Nine months ended September 30, 2014, the following items were selected from the Balance Sheet and Income And Expense Statements of the Golden Rain Foundation, which reflect its current financial position.

1. The total Current Assets of **$10,779,176** are made up of:

Cash In Bank	991,905
General Account Investment	270,446
Capital Improvement Fund	6,008,260
Trust Improvement Fund	1,515
Liability Insurance Deductible & Disaster Fund	1,020,052
Mutuals' Building Insurance Deductible Fund	20,894
Other Restricted Fund	555,981
Contingency Operating Fund	685,047
Accounts Receivable	753,591
Inventory	394,852
Prepaid Expenses	76,632

2. The total Current Liabilities of **$2,423,169** are made up of:

Accounts Payable	1,288,438
Payroll & Payroll Taxes	608,448
Accrued Expenses for Vacations, Sick Pay, Property Taxes, Audit Fees, NEWS Unearned Income, and Sales Taxes	526,283
Payables to Mutuals	0
Deposits Held in Trust	0

Current Ratio **4.45 to 1.00**

3. Operating Performance

	This Month	Year To Date
Income	1,249,951	11,156,311
Expense	1,161,956	10,607,458
Net Materials Recovery(Pass Thru)	(8)	(0)
Excess Income or (Expense)	**87,986**	**548,853**

4. Budget Performance

Overall Budget Performance shows a favorable variance of **6.22%**

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Golden Rain Foundation
Quick Balance Sheet Analysis
For the Period Ended September 30, 2014

SELECTED BALANCE SHEET ITEMS

	Current Balance	Prior Month	Increase (Decrease)
Cash In Bank	991,905	387,938	603,967
Current Assets	10,779,176	10,620,626	158,550
Current Liabilities	2,423,169	2,246,915	176,254
Current Ratio	4.45	4.73	
Designated Deposits:	8,562,195	8,928,445	(366,250)
Capital & Trust Improvement Funds			
Liability & Disaster Insurance Fund			
Mutuals' Self Insurance Fund			
Contingency Operating Fund			
General Operating Fund			
Other Restricted Fund			

RESULT OF OPERATIONS

Current Month	**Actual**	**Budget**	**Variance**	**%**
Income	1,249,951	1,233,456	16,495	1.34
Expense	1,161,956	1,292,786	130,830	10.12
Net Materials Recovery(Pass Thru)	(8)	0	(8)	
Excess Income or (Expense)	**87,986**	**(59,330)**	**147,317**	

Year To Date	**Actual**	**Budget**	**Variance**	**%**
Income	11,156,311	11,233,100	(76,789)	(0.68)
Expense	10,607,458	11,393,916	786,458	6.90
Net Materials Recovery(Pass Thru)	(0)	0	(0)	
Excess Income or (Expense)	**548,853**	**(160,816)**	**709,668**	

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GOLDEN RAIN FOUNDATION
TRUST IMPROVEMENT FUND COMMITMENT REPORT
September 30, 2014

Trust Improvement Fund Balance - Previous Month	173
This Month's Addition (Trust Asset Dep'n)	63,555
This Month's Addition (Donations in Kind)	104,630
This Month's Addition (Transfer from Capital Improvement Fund)	70,000
This Month's Reduction (Trust Asset Acquisitions & Increase in CIP)	236,843
Trust Improvement Fund Balance - This Month	**1,515**

Funded Projects

Proj. No.	Description	Budget	Approved Outlay	Amount Spent	Remaining Commitment	Remaining Funds
591-01B	Perimeter Wall Section R	500,000	492,015	479,609	12,406	7,985
668-11B	Westminster	30,000	8,525	6,525	2,000	21,475
683-12A	Main Gate Beautification	200,000	34,282	34,282	0	165,718
ABR2014	Administration Building Remodel	71,000	8,372	4,439	3,932	62,628
Jenark	Jenark and Micromain Project	260,000	226,774	197,921	28,854	33,226
708-14	St. Andrews Improvement at Tam O'Shanter	1,000,000	8,420	4,132	4,288	989,580
702-13	In Road Lighting Plan- St. Andrews Dr.		2,000	2,000	0	

Total Funds Committed From Reserve Fund	780,388	728,908	**728,908**
Available Balance In Trust Improvement Fund			**(727,394)**

Capital Improvement Fund - Previous Month	6,012,225
This Month's Addition (Membership Fees & Non-Trust Dep'n)	66,649
2011 Earnings on Fund	0
This Month's Reduction (Non-trust acquisitions)	613
This Month's Reduction (Transfer to Trust Improvement Fund)	70,000
Capital Improvement Fund - This Month	**6,008,260**
Total Available Funds	**5,280,867**

BOND INVESTMENTS PERFORMANCE AS OF SEPTEMBER 30, 2014

Bonds Book Value	1,165,190	
Bonds Market Value	1,207,643	
Unrealized Gains / (Loss)	42,453	3.64%
Cash Reserve Fund	46,194	
Total Investments in Bonds	1,211,385	

October Surplus Equipment Disposition

Description	Price OBO
Desk	$ 50.00
Small End Table	$ 25.00
4' Storage Cabinet, Black	$ 25.00
Coffee Table	$ 20.00
3 drawer legal filing cabinet	$ 20.00
Credenza	$ 50.00
Office Chair	$ 25.00
Office Chair	$ 25.00
Office Chair	$ 25.00
Office Chair	$ 25.00

September Surplus Equipment Disposition

Description	End Status
Konica	Donate
Konica	Donate
Konica	Dispose
Large White Book/Storage Case	Donate/Dispose
Large White Book/Storage Case	Donate/Dispose
Large White Book/Storage Case	Donate/Dispose
White board, date by month	Donate/Dispose
2 drawer wood filing cabinet	$ 50.00
2 drawer wood filing cabinet	Donate/Dispose
Pottery Wheel, Lockerbie	Donate/Dispose
Pottery Wheel, Lockerbie	Donate/Dispose
Panasonic Elect White Board w/Printer	$ 40.00
Tall Bookcase	Repurposed
4 drawer filing cabinet	Repurposed
Time Clock	Donate/Dispose
Time Clock	Donate/Dispose
Time Clock	Donate/Dispose
Time Clock	Donate/Dispose