

**SPECIAL MEETING MINUTES
FINANCE COMMITTEE
July 31, 2014**

A special meeting of the Finance Committee meeting was called to order by Chair Stone at 1:00 p.m. Tuesday, July 31, 2014 in the Administration Conference Room, followed by the Pledge of Allegiance.

ROLL CALL

Present:	Ms. L. Stone, Chair	Mr. S. McGuigan
	Mr. D. Craig	Ms. P. Snowden
	Mrs. C Damoci	Mrs. M. Wood
	Mr. J. DeMarco	

Absent: Ms. R. Winkler, Ex-Officio

Staff and	Mr. R. Ankeny, Executive Director
Guests:	Ms. C. Miller, Controller
	Mrs. J. Reed, GRF Director, Mutual Four
	Mr. P. Hood, GRF Director, Mutual Five
	Mr. B. Lukoff, GRF Director, Mutual Fourteen
	Two Foundation Members

CHAIRS ANNOUNCEMENTS

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 Executive 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 August.

The Chair welcomed the guests, committee members and staff, and reviewed meeting protocol. She announced that recording of this meeting by shareholders or committee members is not permitted.

NEW BUSINESS

NSBN Management Letter

The members, Executive Director, and Controller reviewed the NSBN Management Letter dated April 30, 2014 and the suggested recommendations described in the Schedule of Significant Deficiencies. The members and staff discussed journal entries, inventory, account analysis and reconciliation, reserve study, laundry income, establishing credit limits for customers wishing to place an ad in the *Golden Rain News*, safeguarding the Information System, and purchasing a secondary server system.

The Controller and Executive Director answered questions from Committee members.

FOUNDATION MEMBER COMMENTS

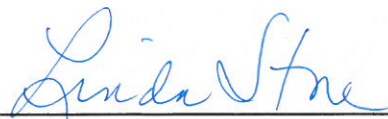
Foundation members spoke on the contract for Superwire, the reserve study, NSBN Management Letter, and adjusting journal entries.

COMMITTEE MEMBER COMMENTS

Committee members spoke on journal entries, employees taking vacation, Jenark, and thanking the Chair for the in depth study and review of the NSBN Management Letter.

ADJOURNMENT

The Chair adjourned the meeting at 2:25 p.m.



Linda Stone, Chair
FINANCE COMMITTEE
Mmm 8.1.14