



**BOARD OF DIRECTORS MEETING MINUTES
GOLDEN RAIN FOUNDATION
September 27, 2016**

CALL TO ORDER

President Damoci called the regular monthly meeting of the Board of Directors (BOD) of the Golden Rain Foundation (GRF) to order at 10:00 a.m. on Tuesday, September 27, 2016, in Clubhouse Four.

PLEDGE OF ALLEGIANCE

Phil Mandeville, President of the Presidents' Council, led the Pledge of Allegiance.

ROLL CALL

Following the roll call, Corporate Secretary Reed reported that Directors Perrotti, R. Stone, Pratt, Snowden, L. Stone, Reed, Hopewell, Rapp, Hood, McGuigan, Doderio, Greer, Damoci, Lukoff, Tran and Moore were present. Director Scheuermann was absent. Sixteen Directors were present, with a quorum of nine.

PRESIDENTS COMMENTS

The President spoke on this month's rumors.

The GRF Board is NOT transparent.

Committee meetings are open to everyone. You now get two times to speak when, in the past, you only had one. Most of the Committee Chairs let Shareholder/members speak during the meeting if they have something to add on the issue under discussion, something we never did in the past. Everything we do is open. We write policies with anyone in the room who wants to attend. Our sub-committees are open, our Ad-hoc committee meetings are open. Our agendas and minutes are on our web-site. Attend our meetings. Give us your input when you see something you don't like. Suggest ways to make it better.

We're filling in the pond on the golf course.

Not true. What is true is that the creosol poles around the pond are rotting and they're nearing the end of their lives. In a meeting, we were talking about either replacing the wall the same way it is now or putting in a different kind of wall. Someone, not a GRF Director, said lets fill the pond in. The committee said no.

We're raising fees because we're broke.

Not true. The Mutuals are asking for permits on things they've never asked for before and someone needs to do them. Why should a Shareholder/member who is not using a service pay for others who are? If you put in new carpets or flooring in most Mutuals, you will now have to pay a \$25 fee for the permit. These are not services the GRF is mandating but the Mutuals.

We're turning the RV lot into a swimming pool.

Not true. The GRF Board will be meeting with the officers of the RV Club next week.

I receive a dozen emails a day on rumors. I either answer them or send them on to the committee that would have oversight on the issue, sometimes 5 or 6 on the same subject. Once one person says something or sends out an email to dozens of other Shareholder/members, the deed is done. It no longer matters if the rumor is true or not. It would be nice if when you found out the rumor you were spreading wasn't true, you sent an email to the same group telling them so. Come join us and get your information firsthand.

ANNOUNCEMENTS/ SERVICE AWARD PRESENTATIONS

The GRF Board of Directors met in Executive Session on September 2, 2016 to discuss legal and contractual matters.

A special GRF Board of Directors meeting took place on Monday, September 26, 2016 to meet with the candidates for the Mutual 16 GRF BOD representative vacancy.

Please keep an eye on the *Golden Rain News* for the meeting schedule. As a reminder, committee meetings are open to all shareholders.

SERVICE ANNIVERSARIES

Two employees were recognized with service awards.

Roger DeHart	Service Maintenance Department	20 years
Oscar Alcaino	Security Department	5 years

SEAL BEACH MAYOR'S REPORT

The Mayor of Seal Beach provided a recap of the City of Seal Beach City Council meeting.

SHAREHOLDER/MEMBER COMMENTS

In accordance with Policy 5610, Participation by Foundation Members, members may enter into a comment period prior to the beginning of business. **NOTE:** Foundation members are permitted

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In accordance with Policy 5610, Participation by Foundation Members, members may enter into a comment period prior to the beginning of business. **NOTE:** Foundation members are permitted to make comments before the business of the Board begins. Requests must be registered in advance of the meeting and comments are limited to four minutes.

Eight shareholder/member offered comments.

CONSENT CALENDAR – APPROVAL OF BOARD COMMITTEE MEETING MINUTES

In accordance with Civil Code 4090, the Foundation will make available a summary of the meetings where a quorum of the Board was present. A quorum of the Board was present at the following twelve August 2016 Committee meetings:

- Minutes of the ITS Committee Board Meeting of August 1, 2016
- Minutes of the Strategic Planning Ad Hoc Committee Board Meeting of August 2, 2016
- Minutes of the Security, Bus & Transportation Committee Board Meeting of August 3, 2016
- Minutes of the Physical Property Committee Board Meeting of August 8, 2016
- Minutes of the Architectural Design and Review Committee of August 9, 2016
- Minutes of the Mutual Administration Committee Board Meeting of August 9, 2016
- Minutes of the Recreation Committee Board Meeting of August 10, 2016
- Minutes of the Executive Committee Board Meeting of August 12, 2016
- Minutes of the Finance Committee Board Meeting of August 16, 2016
- Minutes of the ITS Committee Board Meeting of August 29, 2016
- Minutes of the Special Recreation Committee Board Meeting of August 30, 2016
- Minutes of the Special Finance Committee Board Meeting of August 30, 2016

APPROVAL OF BOARD MEETING MINUTES

The minutes of the August 23, 2016 Golden Rain Foundation Board meetings were approved, by general consent of the Board, as amended.

OLD BUSINESS

Rescind Previous GRF BOD Action – Publication of GRF Board Minutes

At the July 26, 2016, meeting of the Board, the Board duly moved and approved:

Effective January 1, 2017, upon due notification to Shareholders/members in accordance with Civil Code 4950 and 5310, GRF draft and approved minutes will be available upon the GRF website and available upon request at the GRF Administration reception Desk, Library and News reception desk.

The posting of the Board's action in the above matter generated numerous Shareholder/members comments, including but not limited to: convenience of the minutes in the News (publication of the minutes in the News is readily available to all); proposed cost savings are insignificant to the need

of communications; many Shareholders/members may not have computers and/or access to computers; requesting Shareholders/members pick up copies of the minutes is an unnecessary inconvenience.

Mrs. Damoci MOVED, seconded by Mrs. Perrotti and carried unanimously by the Board members present -

TO rescind the action of the Board on July 26, 2016 to discontinue

the publication of the GRF Board Minutes in the News.

NEW BUSINESS

General

Appointment of GRF Representative for Mutual Sixteen

The Golden Rain Foundation (GRF) Board of Directors (BOD) were informed of the passing of Mutual Sixteen GRF Director Tim Bolton on July 12, 2016, resulting in a vacancy on the GRF Board of Directors.

Due notice in accordance with the Bylaws was given to the Shareholder/Members of Mutual Sixteen, the polls closed for the Mutual 16 candidacy period at 4:30 p.m., August 31, 2016. At that time, no candidates had come forward to submit an application for candidacy. Representatives from the GRF Board addressed this serious matter with representatives of the Mutual Sixteen Board noting stipulations in the Bylaws whereupon if no candidates come forward from Mutual Sixteen, it would be within the full authority of the GRF Board to appoint the Board member and that such appointment can be made from outside of the Mutual.

The Mutual Sixteen Board of Directors was unable to recommend a candidate within Mutual Sixteen.

The GRF BOD sent due notice, requesting any interested and qualified Shareholder/Members from any Mutual submit a nomination form; four candidates came forward for consideration. After due consideration by the candidates, one candidate removed their application on September 17, 2016, leaving three (3) candidates.

On September 26, 2016, at a duly posted meeting of the Board, the Board invited the three (3) candidates to meet with the Board and answer relevant questions. All Shareholder/Members from Mutual Sixteen were invited to attend this meeting.

Upon review and evaluation of the candidates, the GRF BOD is prepared to appoint a representative at its September 27, 2016 BOD meeting. Each Board member will cast a ballot for the appointment of the Mutual Sixteen representatives to fulfill the remaining term until June 2018.

Mrs. Damoci MOVED, seconded by Ms. Hopewell and carried unanimously by the Board members present -

TO approve appointment of the candidate to fulfill the position of a GRF Board member, representing Mutual Sixteen, in accordance with the Bylaws, for the term ending June 2018, based upon the results of a secret ballot of the sitting Board members.

Ballots were tallied by Accurate Voting, Inc. Upon tallying of the ballots, Accurate Voting Inc. announced the voting results: Suzanne Fekjar, 13 votes, Stephen Goodson, 0 votes and Carl John Rogers, 3 votes. The duly appointed GRF Board member, Suzanne Fekjar, was seated on the GRF Board.

Executive Committee

Rescind Policy 5101-30, Limitation of Term – Standing Committee Chairman

It was the recommendation of the Executive Committee that Policy 5101-30, Limitation of Term –Standing Committee Chairman, be rescinded.

Mrs. Damoci MOVED, seconded by Ms. Hopewell–

TO rescind Policy 5101-30, Limitation of Term – Standing Committee Chairman.

Eight Board members spoke on the main motion.

Mr. Lukoff MOVED, seconded by Ms. Hopewell -

TO refer to Policy 5101-30, Limitation of Term – Standing Committee Chairman, to the Executive Committee for review.

Four Board Members spoke on the motion.

Mr. Lukoff MOVED, seconded by Mrs. Reed and carried unanimously by the Board members present -

TO call the question.

The motion carried with one no vote (R. Stone) and one abstention (S. Fekjar).

Finance Committee

Accept August 2016 Financials for Audit

At the regular meeting of the Finance Committee on September 20, 2016, the Committee duly moved to recommend to the Golden Rain Foundation Board of Directors acceptance of the August 2016 Financial Statements for audit.

Mr. Hood MOVED, seconded by Ms. Stone-

TO accept the August 2016 Financial Statements for audit.

The motion was carried by the Board members present with one abstention (Fekjar).

Approve Reserve Study, Dated September 6, 2016

Pursuant to the California Civil Code Section 5550(a), at least once every three years, the Golden Rain Foundation (GRF) shall cause to be conducted a reasonable competent and diligent visual inspection of the accessible areas of the major components that GRF is obligated to repair, replace, restore or maintain.

GRF completed a full reserve study with site visit in 2015 using the services of Reserve Studies, Inc. (RSI). In preparing for an updated reserve study report for the 2017 budget year, the Finance Committee met on March 7th and March 15th to discuss the desired funding rate goal to achieve over the next 5 to 7 years (70%) and agreed on the appropriate inflation factor (4%) to be incorporated in the reserve study assumptions. The Board ratified these assumptions at its March 22nd meeting. A special study session was held on April 4th, to discuss replacement years for upcoming projects over the next five years.

GRF supplied RSI with information such as project replacement costs and dates of those replacement projects completed since the last reserve study, as well as projects that will be completed prior to the end of 2016. Additionally, GRF provided the other assumptions and estimates as mentioned above.

The reserve study prepared by RSI, dated September 6, 2016 contains all the assumptions summarized above that were provided to RSI and incorporates Funding Plan #3 that provides the current assessment to be increased as necessary to cover all future expenditures. Exhibit A (provided in the agenda packet) is a summary of the major assumptions used in the report.

At the regular meeting held on September 20, 2016, the Finance Committee accepted the reserve study, prepared by RSI, dated September 6, 2016.

Mr. Stone MOVED, seconded by Mrs. Reed –

TO approve the reserve study prepared by RSI, dated September 6, 2016, that includes the assumptions provided by the Finance Committee and utilizes Funding Plan #3, as indicated in the summary report Exhibit A (included in agenda packets).

One Board member spoke on the motion.

The motion was carried by the Board members present with one abstention (Fekjar).

Approve 2016 Operating Budget

In July, staff presented the first run draft budgets to their respective board committees. In August, Board committees performed a second and final review of their respective cost center budgets and made revisions, as necessary. The final committee evaluation included a review of salaries, wages and benefits. Although full-time equivalents increased by 3.45, total salaries, wages and benefits decreased by \$114,800. At the regular Finance Committee meeting held on August 16, the Committee increased reserve funding to \$1,150,000, an increase over the 2016 budget by \$250,000. Although reserve funding is proposed to increase significantly, the significant decrease in net operating expenses result in a minimal monthly per apartment increase of \$0.54 for 2017.

At the special Finance Committee meeting held on August 30, the Committee reviewed the 2017 budget for every cost center that makes up the Golden Rain Foundation budget and made further adjustments. In summary, extensive care was taken in developing the operating budget for 2017. The Finance Committee recommends Board approval of the final draft budget. The 2017 operating budget, Exhibit B, was included in the agenda packet.

Ms. Stone MOVED, seconded by Mrs. Reed -

TO recommend the GRF Board approve 2017 Golden Rain Foundation Operating Budget of \$11,473,518 or \$144.69 per apartment, per month, an increase of \$0.54 per apartment, per month, over the 2016 operating budget.

One Board member spoke on the motion.

The motion was carried by the Board members present with one abstention (Fekjar).

Accept CheckFree Pay Application and Appointment Agreement

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Golden Rain Foundation (GRF) has been providing payment processing services to shareholders remitting payment to Southern California Edison (SCE) since 1981. CheckFree Pay Corporation is the third-party provider GRF uses to process SCE payment information electronically to SCE. In return for providing payment processing services on behalf of SCE, GRF receives \$0.25 per payment processed. Although annually GRF receives approximately \$2,900 in revenue for this service, the value of this convenient service to its members has proven to be much greater than the token revenues GRF receives.

In order to continue providing SCE payment processing services for its members, CheckFree Pay is requesting that GRF sign an updated application and Appointment Agreement for Payment Services. The new agreement contains updated banking regulations relating to payment processing, as they have changed significantly over that past few decades. The current CheckFree Pay documents on file were signed in 1995.

At the regular meeting held on September 20, 2016, the Finance Committee passed a motion to accept the CheckFree Pay Application and Appointment Agreement for Payment Services.

Ms. Hopewell MOVED, seconded by Ms. Snowden –

TO accept the CheckFree Pay Application and Appointment Agreement for Payment Services and to recommend to the Board to authorize the President to sign the two documents.

The motion was carried by the Board members present with one abstention (Fekjar).

FINAL APPROVAL: Permit Fees – Physical Property Department

At its meeting on August 8, 2016, the Physical Property Committee recommended the Finance Committee approve the request to modify the current permit structure adding \$25.00 or 1% of the project cost to all permits.

Currently, there is a \$25.00 or 1% fee charged only on permits requiring a City of Seal Beach Permit. The proposed fee structure would include a \$25.00 permit fee on all permits or a 1% fee, whichever is greater, on all projects.

The proposed fee would directly help to offset wages in the process of permits and related duties. The proposed fee has the potential to generate \$30,000 in revenue, based on 1,225 permits for a 12 month period during 2015/2016.

At its meeting of August 23, 2016, the Golden Rain Foundation (GRF) Board of Directors (BOD) voted to tentatively amend this policy, pending a 30-day notice period to Foundation members. The policy draft was published in the August 25th edition of the Golden Rain News. Members were welcomed to submit their comments or questions to the Board Office on this matter. Printed

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copies were also available to shareholder/members in the News Office, the Library and the Reception desk, second floor of the Administration building. This process is recommended in accordance of the Davis-Sterling act, Civil Code §4360. The BOD received three (3) pieces of correspondence, which were shared with the GRF BOD.

The policy will become effective January 1, 2017.

Mr. Lukoff MOVED, seconded by Mr. Hood -

TO approve Physical Properties permit fee of a minimum of \$25 or 1% of the project cost, whichever is greater, on all permits required by the Mutuals, to be effective January 1, 2017.

Twelve Board Directors, the Executive Director and the Director of Finance spoke on the motion.

Mr. Moore MOVED, seconded by Mr. Lukoff and carried unanimously by the Board members present –

TO call the question.

The main motion was carried with six no votes (Doderer, Greer, McGuigan, Moore, Pratt and R. Stone) and one abstention (Fekjar).

The President called for a five minute recess at 12 p.m., the meeting reconvened at 12:05 p.m.

Amendment of Policy 5115-31, Finance Committee

At the regular meeting of the Finance Committee (FC) on August 30, 2016, the Committee proposed amendments to Policy 5115-31, Finance Committee.

Under the "Purpose" section, wherein the matters the FC has oversight are itemized, the FC recommends to the Golden Rain Foundation Board of Directors the addition of "Excluding Workers' Compensation" after "insurance" and the addition of "Fees".

Ms. Snowden MOVED, seconded by Mrs. Reed and carried unanimously by the Board members present -

TO amend Policy 5115-31, Fees.

Two Board members spoke on the motion.

The motion was carried by the Board members present with one abstention (Fekjar).

Mutual Administration Committee

Approve the Board of Directors' Reference Guide

At its September 13, 2016 meeting, the Mutual Administration Committee recommended that the Golden Rain Foundation (GRF) Board of Directors (BOD) approve the Board of Directors Reference Guide for distribution to the Mutual Boards of Directors.

This new Reference Guide was created based on work done by GRF BOD member Susan Hopewell as a Mutual BOD member. The document has been reviewed by members of the Mutual Administration Committee for the past two months.

Ms. Hopewell MOVED, seconded by Ms. Rapp -

TO recommend the GRF BOD approve the Board of Directors
Reference Guide for distribution to the Mutuals.

Two Board members spoke on the motion.

The motion was carried by the Board members present with one abstention (Fekjar).

Approve the Bereavement Workbook

It was the recommendation of the Mutual Administration Committee that the Golden Rain Foundation (GRF) Board of Directors (BOD) approve the Bereavement Workbook for distribution to the shareholder/members.

This new Reference Guide was created based on work done by GRF BOD member Joy Reed, Chair, Paula Snowden and Kathy Rapp. The document has been reviewed by members of the Mutual Administration Committee for the past several months.

Mrs. Reed MOVED, seconded by Mr. Hood-

TO recommend the GRF BOD approve the Bereavement
Workbook.

Nine Board members spoke on the motion.

The motion was carried by the Board members present with one abstention (Fekjar).

Amend Policy 1201-33, Photo ID Cards **TENTATIVE VOTE**

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At its meeting on September 13, 2016, the Mutual Administration Committee reviewed potential revenue increases in fee rates for services provided by the Stock Transfer Office.

In order to implement the fee changes, Policy 1201-33 must be amended. The proposed fee changes include:

Established Fees	Policy	Current Fee	Proposed Fee
Replace Lost ID Card (1 st loss)	1201-33, Photo ID Cards	\$10	\$20
Replace Lost ID Card (subsequent losses within 24 months of 1 st loss)	1201-33, Photo ID Cards	\$15	\$30

The proposed fees reflect a potential revenue increase from this policy change of more than \$1,200.

The Mutual Administration Committee recommends the tentative amendment of Policy 1201-31, Photo ID Cards to the Golden Rain Foundation Board of Directors at its meeting in September, with final adoption scheduled for November.

If amended, the policies and fee changes will go into effect January 1, 2017.

Ms. Rapp MOVED, seconded by Ms. Hopewell -

TO recommend the Board approve the tentative amendment of Policy 1201-33, Photo ID Cards, to reflect an increase in the fee to replace a lost ID card (1st loss), from \$10 to \$20 and an increase in the fee to replace a lost ID card (subsequent losses within 24 months of 1st loss) from \$15 to \$30, pending a minimum 30-day notification to the membership, and a final decision on November 22, 2016.

Three Board members and the Executive Director spoke on the motion.

Mr. Lukoff MOVED, seconded by Ms. Stone -

TO amend the proposed motion to remove the fee for replacement of subsequent lost Photo ID cards.

Three Board members spoke on the motion.

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The amendment to the main motion was carried by the Board members present with one abstention (Fekjar).

The amended main motion was carried with one no vote (McGuigan) and one abstention (Fekjar).

Amend Policy 5061-31, Fees

At its meeting on September 13, 2016, the Mutual Administration Committee reviewed potential revenue increases in fee rates for services provided by the Stock Transfer Office.

In order to implement the fee changes, Policy 5061-31 must be amended. The proposed fee changes include:

Established Fees	Policy	Current Fee	Proposed Fee
Co-Occupant Setup Fee	5061-31, Fees	\$50	\$100
Certificate Preparation Fee (i.e. Stock Transfer Fee)	5061-31, Fees	\$150	\$250
Escrow Transfer Fee	5061-31, Fees	\$350	\$500
New Fees	Applicable Policy	Current Fee	Proposed Fee
Powers of Attorney and Court Orders	5061-31, Fees	-	\$75
Additional Map	5061-31, Fees	-	\$5

The proposed fees reflect a potential revenue increase from this policy change of more than \$55,000.

The Mutual Administration Committee recommends the tentative amendment of Policy 5061-31, Fees, to the Golden Rain Foundation Board of Directors at its meeting in September, with final adoption scheduled for November.

If amended, the policies and fee changes will go into effect January 1, 2017.

Mr. Lukoff MOVED, seconded by Ms. Rapp-

TO recommend the Board approve the tentative amendment of Policy 15061-31, Fees, to reflect an increase in Co-Occupant Setup fees, from \$50 to \$100; an increase in the Certificate Preparation Fee, from \$150 to \$250; an increase in the Escrow Transfer Fee, from \$350 to \$500; and the establishment of new fee, Power of

Attorney and Court Orders, \$75 and new fee for additional maps, \$5, pending a minimum 30-day notification to the membership, and a final decision on November 22, 2016.

Eight Board members and the Executive Director spoke on the motion.

The motion was carried by the Board members present with one abstention (Fekjar).

Amend Policy 5536.1-33, Gate Passes

At its meeting on August 16, 2016, the Finance Committee recommended the GRF Board of Directors amend Policy 5536.1-33, Gate Passes, changing the cost from \$5 to \$10 per pass. The Committee also reviewed other additional revenue sources, including proposed fee changes concerning Policy 5536.1-33, Gate Passes.

For ease of amendment, it is recommended that the draft of Policy 5536.1-33, Gate Passes, include all suggested changes, including the addition of new fees.

In order to implement the fee changes, Policy 5536.1-33 must be amended. The proposed fee changes include:

Established Fees	Policy	Current Fee	Proposed Fee
Extra Guest Pass	5536.1-33, Gate Passes	\$5 each	\$10 each
Inheritor's Service Pass	5536.1-33, Gate Passes	\$5 each	\$10 each
New Fees	Applicable Policy	Current Fee	Proposed Fee
Replace Lost Caregiver Pass	5536.1-33, Gate Passes	-	\$20 each
Realtor's Service Pass	5536.1-33, Gate Passes	-	\$10 each

The proposed fees reflect a potential revenue increase from this policy change of more than \$21,000.

The Mutual Administration Committee recommends the tentative amendment of Policy 5536.1-33, Gate Passes, to the Golden Rain Foundation (GRF) Board of Directors (BOD) at its meeting in September, with final adoption scheduled for November. The BOD received nine (9) pieces of correspondence, which were shared with the GRF BOD.

If amended, the policies and fee changes will go into effect January 1, 2017.

Ms. Snowden MOVED, seconded by Ms. Rapp and carried unanimously by the Board members present –

TO recommend the Board approve the tentative amendment of Policy

5536.1-33, Gate Passes, to reflect an increase in Extra Guest Passes from \$5 to \$10 each; an increase in Inheritor's Service Passes from \$5 to \$10 each; and the establishment of new fee Replacement of Lost Caregiver Pass at \$20 each; and new fee Realtor's Service Pass at \$10 each, pending a minimum 30-day notification to the membership, and a final decision on November 22, 2016.

Eight Board members, the Executive Director and the Security Chief spoke on the motion.

Mr. Hood MOVED, seconded by Mr. Stone-

TO refer Policy 5536.1-33, Gate Passes, back to the Mutual Administration Committee for further amendment.

The motion was carried by the Board members present with one abstention (Fekjar).

Physical Property Committee

Southern California Edison Easement Request

The City of Seal Beach has established an Underground Utility District requiring Southern California Edison (SCE) to underground its existing overhead lines on Seal Beach Blvd. In order for SCE to complete this task, an easement is required from GRF to relocate lines on Trust Property. At its meeting on September 12, 2016, the Physical Property Committee (PPC) reviewed the request and discussed the easement request area (see attached map and Google Air screen shot included in the agenda packet); the area is east of the Main Gate entrance, adjacent to the Perimeter Wall to Seal Beach Blvd. and is six feet wide.

After review and discussion of the request, the PPC unanimously recommended the GRF Board award an easement to SCE for the purpose of relocating lines on Trust Property.

Mrs. Greer MOVED, seconded by Ms. Rapp –

TO award an easement to SCE to relocate lines on Trust Property, per request dated August 3, 2016, Service Order #TD1015088 and authorize the President to sign the Grant of Easement.

The motion was carried by the Board members present with one abstention (Fekjar).

Amphitheater Restroom Refurbishment – Non-budgeted

At the regular scheduled meeting of the Physical Property Committee (PPC) on August 12, 2016, the Committee reviewed concerns relative to the general condition of the amphitheater restrooms. Representatives of the committee toured the restrooms and noted a clear need for a general refreshing and refurbishment all of the ten (10) restrooms at the Amphitheater.

Discussion was held and a general scope of work determined, noting all areas in need of repairs and/or replacement could be performed by Service Maintenance. Based upon the scope of work, a cost estimate was provided by the Service Maintenance Department in the amount of \$50,350. (Exhibit A in the agenda packet). The Committee unanimously agreed to have the Service Maintenance Department conduct this non budgeted work and forward this project to the Finance Committee (FC) for funding.

At its regular scheduled meeting of the FC, the Committee reviewed possibilities of funding this project and unanimously agreed GRF is in a sound financial position and duly moved and approved the allocation of non-budgeted funding from CC45 (material needs) and CC74 (labor). This project will require evaluation of the Architectural Design Review Committee for final color pallet and material selections to the scope of the proposed budget.

Mr. Lukoff MOVED, seconded by Ms. Stone -

TO approve the general refreshing of the ten (10) Amphitheater restrooms, per the estimate dated September 9, 2016 (Exhibit A in agenda packet), at a cost not to exceed \$50,350, funding from CC45 and CC74.

The motion was carried by the Board members present with one abstention (Fekjar).

Publications Committee

Approve Newspaper Advertising Rates

In 2017, the print vendor is raising printing prices due to an increase in newsprint paper costs. In order to offset our printing expenses, the Committee recommends to increase the Leisure World News advertising rates. The rates haven't increased for 5 years. It is the considered opinion of the Committee that the negative impact of raising advertising rates will be minimal and manageable.

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The Committee recommends increasing the rates by 7%. A 5% increase will bring the News to a break-even point; however, a 7% increase will result in an additional \$16,500 (approximate) in revenue annually. The impact to the customer's cost, per ad, will be negligible.

At its September 14, 2016 meeting, the Publications Committee moved to recommend to the Golden Rain Foundation (GRF) Board of Directors (BOD) approval of the proposed 2017 newspaper advertising rates.

Mrs. Greer MOVED, seconded by Mrs. Reed-

TO recommend the GRF BOD approve the proposed increase of 7% in newspaper advertising rates, effective January 1, 2017.

One Director and the Executive Director spoke on the motion.

The motion was carried by the Board members present with one abstention (Fekjar).

Recreation Committee

Replace Amphitheater Stage Risers

The Amphitheater stage risers are in need of repair and have outlasted their useful life and are in need of replacement.

Quotes had been solicited from two companies to replace the existing plywood risers with professional grade staging for the Amphitheater, with all required skirting and two storage carts.

- | | |
|------------------------|-------------|
| • Mc Donnell & Company | \$10,287.00 |
| • Stage Right | \$10,270.80 |

The above quotes include sales tax and shipping charges, with funds coming from the 2016 capital portion of the budget.

At its September 14, 2016 Recreation Committee meeting, the Committee approved the purchase of new Amphitheater stage risers, from Stage Right, in the amount of \$10,270.80 and recommends final approval by the Board of Directors.

Mr. Moore MOVED, seconded by Mrs. Reed –

TO approve the purchase of new Amphitheater Stage Risers, from

Stage Right, in the amount of \$10,270.80, from the approved capital portion of the 2016 budget.

Two Directors and the Executive Director spoke on the motion.

The motion was carried by the Board members present with one abstention (Fekjar).

Holiday Decorations

The Holiday Decorations Sub-Committee was tasked with providing holiday decorations for Trust property, with a budget not to exceed \$20,000.00, as previously approved by the Finance Committee (FC). The Holiday Decorations Sub-Committee met with Magical Holiday Designs to discuss the scope of work and to take a site tour where work would be performed.

The Holiday Decorations Sub-Committee solicited a bid from Magical Holiday Designs for decorations for the following locations: Administration Building, Medical Center, Clubhouse 6 and Security front entrance.

At its meeting on September 13, 2016, the Architectural Design Review Committee approved to recommend to the Board the lease/purchase of holiday decorations from Magical Holiday Designs (Exhibit A in the agenda packet), in the amount of \$33,400, for the two-year contract term.

Mrs. Perrotti MOVED, seconded by Mr. Moore-

TO approve the two (2) year contract with Magical Holiday Designs (per Exhibit A in the agenda packet), in the amount of \$33,750, and authorize the President to sign the contract.

Two Directors and the Executive Director spoke on the motion.

The motion was carried with one no vote (McGuigan) and one abstention (Fekjar).

Security, Bus & Traffic Committee

Adopt Policy 3050-37, Security Functions

A recent staff review of Golden Rain Foundation Policy 3050-37, Security Functions, found that it needs to be updated to reflect current department activities.

At its meeting on September 19, 2016, the Security, Bus, and Traffic Committee unanimously recommended the amendment of Policy 3050-37, Security Functions, to the Golden Rain Foundation Board of Directors.

Mr. McGuigan MOVED, seconded by Mrs. Perrotti –

TO refer Policy 3050-37, Security Functions back to the Security, Bus & Traffic Committee for further review.

The motion was carried by the Board members present with one abstention (Fekjar).

Adopt Policy 1927.1-37, Fines for Parking Rules Violations on Trust Property and Adopt Policy 1927.2-37, PRV Panel

Mrs. Perrotti MOVED, seconded by Mrs. Reed

TO refer Policies 1927.1-37 and 1927.2-37 back to the Security, Bus & Traffic Committee for further review.

The motion was carried by the Board members present with one abstention (Fekjar).

Rescind Policies 1909-37, Restricted Speed Zone of 10 miles per hour; 1909.1-37, Restricted Speed Zone of 15 miles per hour; 1909.2-37, Restricted Speed Zone of 20 miles per hour

Mrs. Perrotti MOVED, seconded by Ms. Snowden -

TO rescind Policies 1909-37, Restricted Speed Zone of 10 miles per hour; 1909.1-37, Restricted Speed Zone of 15 miles per hour; and 1909.2-37, Restricted Speed Zone of 20 miles per hour.

Two Board members spoke on the motion.

The motion was carried by the Board members present with one abstention (Fekjar).

CONTROLLER'S REPORT

The Controller's report is included at the end of the minutes, as an attachment.

EXECUTIVE DIRECTOR'S REPORT

The Executive Director announced that emergency action was required pertaining to the air-conditioning in Clubhouse Six; ratification of this emergency action will be sought at the October GRF Board of Directors meeting.

BOARD MEMBER COMMENTS

Nine Board members spoke on the proceedings of today's meeting.

ADJOURNMENT

The meeting was adjourned was at 12:58 p.m.

A handwritten signature in cursive script, reading "Joy Reed", is written over a horizontal line.

Joy Reed, Corporate Secretary
GRF Board of Directors
/dfb 09.27.16