

FINANCE COMMITTEE REPORT

REGULAR MEETING
TUESDAY, JULY 29, 2014 AT 9:00 A.M.

A regular meeting of the Finance Committee was convened by the Acting Chairman, Paul Rosenzweig, at 9:00 a.m. on Tuesday, July 29, 2014, in the Board Room at Gateway Complex.

Present, in addition to the Acting Chairman, were Chairman Christopher T. Yahng (by telephone), Jean A. Autrey, Kenneth W. Haley, Richard M. Locke, and Mary K. Neff. F. William Dorband was excused. Also attending were Diane C. Guilfooy, President, Geraldine Pyle, Vice President, Barbara S. Jordan, Secretary, and Leslie Birdsall, Mary Lou Delpech, Richard E. Hurley, and Alice S. Lau, Directors, GRF; Warren T. Salmons, CEO; Richard S. Chakoff, CFO; Paul J. Donner, Director of Mutual and Trust Operations; Anthony W. Grafals, General Counsel and Director of Confidential Services; Judith A. Perkins, Senior Manager, Human Resources; and a number of residents.

Attendance

The Finance Committee report of June 24, 2014, was unanimously approved.

Report
Approved/
Residents'
Forum/

During Residents' Forum, Mr. Hurley asked who sets the agendas, and Mr. Yahng responded.

Acting
Chairman's
Report/

The Acting Chairman distributed conflict of interest materials.

Ms. Autrey volunteered and it was accepted by the Committee that she serve as Vice Chairman.

Vice
Chairman
Selected/
Staff
Reports

The CEO reported on his conversation with representatives of John Muir.

Mr. Chakoff reviewed the monthly GRF financials.

Mr. Donner and Mr. Chakoff delivered the Trust Facilities and Property Maintenance, Projects, and Machinery/Equipment Acquisition Reports.

Motion to
Approve
Funds for
Painting
Failed

On motion duly made by Mr. Locke and seconded by Ms. Autrey to recommend to the Board use of \$50,000 to \$60,000 for painting of the Senior Dollar Clubhouse, FAILED on a vote of five "no" and one "aye".

Mr. Chakoff reviewed and the Committee discussed the CFO's 2014 year end operating cash forecast.

Recom-
mendation
re:
Operating
Cash
Forecast

On motion duly made by Ms. Autrey, seconded by Mr. Haley, and CARRIED on a vote of five "aye" and one abstention, it was

RESOLVED that the Committee recommends that the draft budget be prepared using the assumption that the 2014 year end operating cash balance will be \$1.984 million.

The Committee discussed the Compensation Committee's recommendation to the Golden Rain Foundation Board.

On motion duly made by Ms. Autrey, seconded by Ms. Neff, and CARRIED UNANIMOUSLY, it was

RESOLVED that the Committee recommend to the Board that staff be instructed to prepare the draft budget using the amounts recommended by the Compensation Committee:

- \$87,470 for medical and other benefits for non-union GRF employees.
- \$118,000 pool for market/merit/promotion for non-union GRF employees.
- \$30,000 pool for CEO salary increase and/or bonus at the discretion of the GRF Board.

Recom-
mendation
re:
Compen-
sation
Committee
Recom-
mendations
to GRF
Board

The 2015 GRF Operations Budget Principles were then discussed.

On motion duly made by Mr. Haley and seconded by Mr. Locke, and CARRIED five "aye" and two absent, it was

RESOLVED that the Committee recommend to the Board approval of the 2015 budget principles as drafted with minor edits to #9 and #13.

Recom-
mendation
re: 2015
Budget
Principles

There being no further business to come before the Committee, the meeting was adjourned at 11:05 a.m.

Adjourn-
ment


Paul Rosenzweig, Acting Chairman
Finance Committee