

FINANCE COMMITTEE REPORT

REGULAR MEETING
TUESDAY, APRIL 26, 2016, AT 9:00 A.M.

A regular meeting of the Finance Committee was convened by the Vice Chairman, Jean A. Autrey, at 9:00 a.m. on Tuesday, April 26, 2016, in the Board Room at Gateway Complex.

Present, in addition to the Vice Chairman, were F. William Dorband, Kenneth W. Haley, Mary K. Neff, and Paul Rosenzweig. David H. Smith and Christopher T. Yahng were excused. Also attending were Leslie Birdsall, President, Mary Lou Delpech, Secretary, and Sue DiMaggio Adams and Geraldine Pyle, Directors, GRF; Richard S. Chakoff, CFO; Paul J. Donner, Director of Mutual and Trust Operations; Jeffrey P. Matheson, Resident Services Director; and four residents.

There being no corrections, the report of the Committee's meeting held on March 29, 2016, was approved, as written, by unanimous consent. Report Approved

Mr. Chakoff reviewed the monthly GRF and the quarterly MOD financial reports. The Committee discussed several line items in the reports. Staff Reports

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

A motion was made and seconded to recommend that the Board approve a refund of operating surplus from the MOD in the amount of \$200,000 to be distributed on a per manor basis to the Mutuals managed by the MOD. Following discussion, the vote on the motion was taken, and the motion CARRIED, with Mr. Rosenzweig abstaining. Refund of Operating Surplus Recommended

The Committee discussed Policy 102.3, Allocation of Revenue and Expenses, and agreed to continue the discussion at next month's meeting with comments and possible suggestions for revision. It was suggested that Anthony W. Grafals, General Counsel, should be briefed on today's discussion. Policy 102.3

The Committee discussed the need for a contingency reserve in the Trust Estate. Further discussion on this was deferred to next month's meeting of the Committee. Contingency Reserve

There being no further business to come before the Committee, the meeting was adjourned at 10:40 a.m. Adjournment

The next meeting of the Finance Committee will be held on Tuesday, May 24, 2016, at 9:00 a.m. in the Board Room at Gateway Complex. Next Mtg. 5/24/16



Jean A. Autrey, Vice Chairman
Finance Committee