

FINANCE COMMITTEE REPORT  
REGULAR MEETING  
TUESDAY, APRIL 22, 2014, AT 9:05 A.M.

A regular meeting of the Finance Committee was convened by the Chairman, David H. Smith, at 9:05 a.m. on Tuesday, April 22, 2014, in the Board Room at Gateway Complex.

Present, in addition to the Chairman, were Vice Chairman, Christopher T. Yahng, Kenneth W. Haley (Treasurer), Jean A. Autrey, Richard M. Locke (by conference telephone), Paul Rosenzweig, and John W. Larsen. Also attending were GRF Directors Donald J. Liddle, Geraldine Pyle, Alice S. Lau, Barbara S. Jordan, Richard E. Hurley, Melvin N. Wall and Diane C. Guilfooy. In addition Warren T. Salmons, CEO; Richard S. Chakoff, CFO; Paul J. Donner, Director of Mutual and Trust Operations were present as were a number of residents.

Attendanc

The Finance Committee Report of March 25, 2014, was unanimously approved with one typographical change.

Minutes

Richard Hurley spoke at the Residents' Forum regarding a scheduled column for Wednesday's Rossmoor News and the wisdom of using Mechanics Bank for the planned take-out loan as opposed to seeking other lenders. A discussion ensued. Each member of the Committee voiced his or her views, and it was the unanimous decision that Mechanics Bank was a wise one, and that seeking another lender would have been unnecessarily expensive.

Residents  
Forum

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

Staff  
Reports

Warren Salmons delivered the CEO report.

Richard Chakoff reviewed the monthly GRF financials.

There was then a discussion of cash forecast projections using various scenarios for a take-out loan on the existing construction credit line.

On motion duly made, seconded and UNANIMOUSLY CARRIED, it was

RESOLVED, that this Committee recommend to the GRF Board that it authorize staff to pursue an equal principal payment take-out loan in the amount of approximately \$8,485,000 for 15 years at a fixed interest of 2.8% above the seven year Treasury rate in replacement for the current construction line of credit.

New  
Business

There having been no further business to come before the meeting, it was adjourned at 10:20 a.m.

Adjourn-  
ment

  
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David H. Smith, Chairman  
Finance Committee

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