

FINANCE COMMITTEE REPORT  
REGULAR MEETING  
TUESDAY, JUNE 24, 2014 AT 9:00 A.M.

A regular meeting of the Finance Committee was convened by the Chairman, David H. Smith, at 9:00 a.m. on Tuesday, June 24, 2014, in the Board Room at Gateway Complex.

Present, in addition to the Chairman, were Christopher T. Yahng, Vice Chairman, Jean A. Autrey, Kenneth W. Haley, John W. Larsen, Richard M. Locke, and Paul Rosenzweig. Also attending were Diane C. Guilfooy, President, Geraldine Pyle, Vice President, and Leslie Birdsall, Mary Lou Delpuch, 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; Jeffery P. Matheson, Director of Resident Services; and a number of residents.

Attend-  
ance

The Finance Committee report of May 27, 2014, was unanimously approved.

Report  
Approved/  
Residents  
Forum

There were no speakers at the Residents' Forum.

The Chairman reported that John Larson was resigning from the Finance Committee effective at the end of the meeting due to a move. He also thanked Mr. Locke for emailing a copy of the Mechanics Bank loan documents that were omitted from the Committee package.

Chairman'  
Report

There was no CEO report.

Staff  
Reports

Mr. Chakoff reviewed the monthly GRF financials.

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

The Committee then discussed the proposed First Amendment to Loan Agreement and Promissory Note submitted by Mechanics Bank in connection with the refinancing of the existing line of credit with Mechanics Bank. Certain minor errors in the documents were noted for correction.

On motion duly made by Mr. Larsen, seconded by Mr. Haley, and CARRIED UNANIMOUSLY, it was

RESOLVED, that this Committee recommend to the Board of Directors of the Golden Rain Foundation that First Amendment of Loan Agreement and the Promissory Note supporting an \$8.1 million 15-year loan by Mechanics Bank be entered into in substantially the same form as submitted to this meeting.

Recom-  
mendation  
re. Line of  
Credit  
Loan  
Refinanc-  
ing

The draft budget calendar was then reviewed. It was pointed out that the proposed September 25<sup>th</sup> GRB meeting falls on a religious holiday. After discussion, it was informally decided to reschedule the September 23<sup>rd</sup> Finance Committee to 1:00 p.m. on September 22<sup>nd</sup> at a place to be determined, and to suggest to the Board that it may wish to consider rescheduling its September 25 meeting.

Draft  
Budget  
Calendar

The 2015 GRF Operations Budget Principles were then discussed, and it was informally agreed that the Committee would make recommendations regarding these principles at the next meeting of the Committee.

2015  
Budget  
Principles

Mr. Larsen and Mr. Smith then made brief comments on their service to the Committee.

There being no further business to come before the Committee, the meeting was adjourned at 10:15 a.m.

Adjourn-  
ment

  
David H. Smith, Chairman  
Finance Committee

DHS/pj