

LWV April 23, 2009 Update

Conrad Grundke

04/23/2009

Residents Voice

1

Topics for Tonight

- **Status of vacant Third Mutual Board seat.**
- **San Sebastian update.**
- **CC&R's.**

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2

Vacant 3rd Mutual Seat

- A Temporary Restraining Order was issued by an OC Judge pending a hearing on the action that was taken by the Third Mutual Board when they removed Katie McDaniel from the board.
- The meeting was held on April 20 at the County Courthouse where the judge heard the attorneys from both sides.
- On April 22 the Judge issued an injunction until further court action is taken.

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3

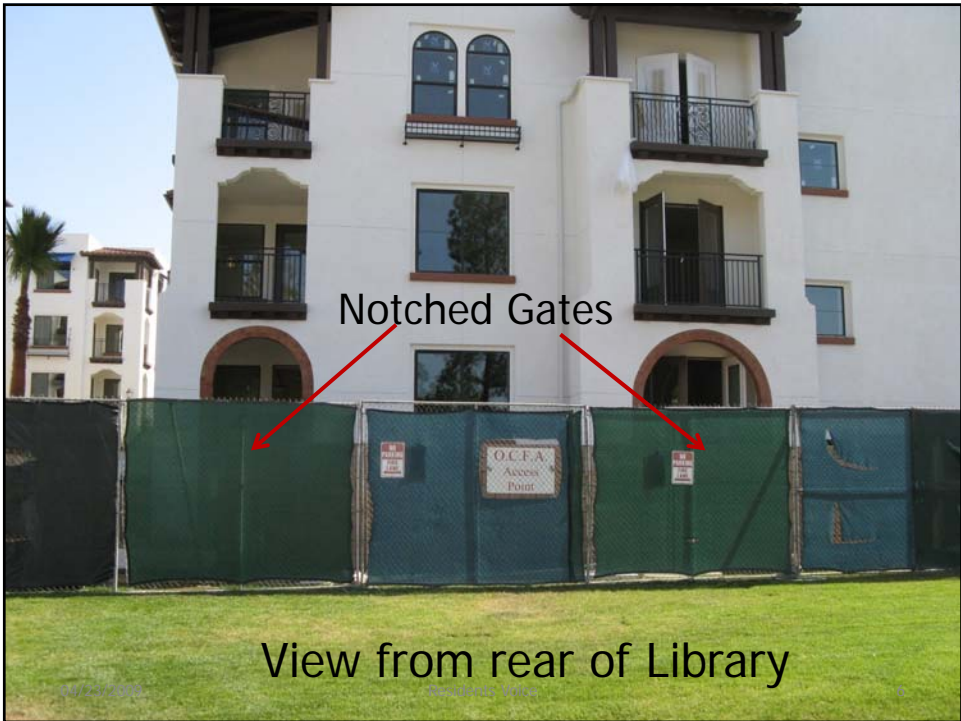
San Sebastian

- Emergency exits:
 - 3 exits into LWV from the rear of the San Sebastian via “Notched Gates.”
 - Notched Gate is a gate that is opened with an Orange County Fire Department key.
 - OCFD has not yet been asked to inspect these gates for permit compliance.
- Water runoff from the San Sebastian is directed to our Library Parking lot.
 - Same area of drainage as when CH#1 was there.

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4



**Notched
Pedestrian
Gate**

**Behind
Bocce Ball
Courts**

04/23/2009



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CC&R's

A little HISTORY

04/23/2009 Residents Voice 10

1964

Mutual #1 - Co-ops

CC&R's



Mutual #2 - Co-ops

CC&R's



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11

1968

United Mutual-Co-ops

Congress discontinued
HUD Guarantees for
Funding Co-ops

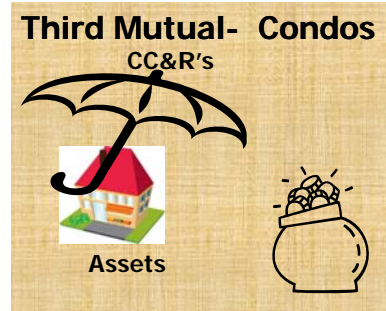
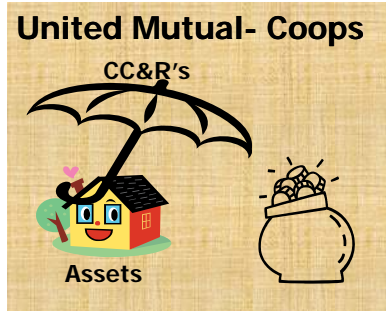
Third Mutual – Condos

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12

1968 - today



Two critical documents have been overlooked over the past 10 years resulting in the movement of assets from United to Third!

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13

Consent to Transfer – file no. L-21 97

Pursuant to Section 3901 of the California Corporate Code, the undersigned, voting member(s) of Laguna Hill Mutual No. Twenty-One, hereby gives written consent to the transfer of the assets of Laguna Hills Mutual No. Twenty-One to **THIRD LAGUNA HILLS MUTUAL** a California nonprofit corporation formed to acquire the assets of various Laguna Hills mutual corporations and to provide their members with

04/23/2009

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14

Consent to Transfer – file no. L-21 97

housing equal membership fees as the memberships in Laguna Hills Mutual No. Twenty-One, and the assumption by **Third Laguna Hills Mutual** of ALL of the liabilities, including the mortgage indebtedness, of Laguna Hills Mutual No. Twenty-One.

Following said transfer of assets, assumption and liabilities and issuance of said voting membership

04/23/2009

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15

Consent to Transfer – file no. L-21 97

the undersigned consent(s) to the winding up and dissolution of Laguna Hills Mutual No. Twenty-One pursuant to the requirements of the California Corporate Code.

This Consent is dependent upon the adoption of Resolution by the Board of Directors of Laguna Hills Mutual No. Twenty-One authorizing said transfer and dissolution.

04/23/2009

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16

Subscription Agreement in GRF of LH

I/We hereby subscribe for membership in Golden Rain Foundation of Laguna Hills, a California non-profit corporation, at and for the price of \$1,200.00 cash.

I/We hereby agree to pay annual dues of \$10.00.

I/We hereby acknowledge receipt of copies of Articles of Incorporation and By-Laws of said corporation.

04/23/2009

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17

Conclusion

- The 1968 discontinuance of funding under Title 213 forced Cortese to find alternative funding sources.
- Coops and Condos were combined as a single entity, Leisure World.
- HUD and PCM are the only two entities who were present during the period of Mutual consolidation and should have been aware of this.

04/23/2009

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18

The End

04/23/2009

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19