



REGULAR MEETING OF THE FINANCE COMMITTEE

**Tuesday, June 7, 2022 – 1:30 p.m.
Laguna Woods Village Board Room/Virtual
24351 El Toro Road
Laguna Woods, CA 92637**

NOTICE and AGENDA

1. Call to Order
2. Acknowledgment of Media
3. Approval of the Agenda
4. Approval of Meeting Report for May 3, 2022
5. Chair Remarks
6. Member Comments (Items Not on the Agenda)

At this time Members only may address the Committee regarding items not on the agenda and within the jurisdiction of this Committee. The Committee reserves the right to limit the total amount of time allotted for the Open Forum. Members can attend the meeting by joining the Zoom link <https://us06web.zoom.us/j/81161366511> or by calling (669) 900-6833 and enter the meeting ID 81161366511# or email meeting@vmsinc.org to request to speak.

7. Department Head Update

Reports

8. Preliminary Financial Statements dated April 30, 2022

Items for Discussion and Consideration

9. Endorsements from Standing Committee

Highlights

10. Paint Cycle
11. 2022 HOA Assessment Breakdown

Future Agenda Items

Concluding Business:

12. Committee Member Comments
13. Date of Next Meeting – Tuesday, July 5, 2022 at 1:30 p.m.
14. Recess to Closed Session

Donna Rane-Szostak, Chair
Steve Hormuth, Staff Officer
Telephone: 949-597-4201



FINANCE COMMITTEE MEETING REPORT OF THE REGULAR OPEN SESSION

Tuesday, May 3, 2022 – 1:30 p.m.
Hybrid Meeting

DIRECTORS PRESENT: Craig Wayne – Chair (Alternate for Donna Rane-Szostak), Robert Mutchnick, Ralph Engdahl, Jim Cook, John Frankel, Annie McCary, Lynn Jarrett, Ira Lewis, Cush Bhada, Mark Laws

DIRECTORS ABSENT: Donna Rane-Szostak (excused)

ADVISORS PRESENT: Wei-Ming Tao, John Hess

STAFF PRESENT: Steve Hormuth, Jose Campos, Erika Hernandez

Call to Order

Director Craig Wayne chaired and called the meeting to order at 1:30pm.

Acknowledgement of Media

The meeting was streamed through Granicus and made available via Zoom for members of the community to participate virtually.

Approval of Meeting Agenda

A motion was made and carried unanimously to approve the agenda as presented.

Approval of Meeting Report for March 1, 2022

A motion was made and carried by a vote of 8-0-1 (Director Mark Laws Abstained) to approve the committee report as presented.

Chair Remarks

Director Craig Wayne commented on the recent Fed interest rate increases during 2022 and their impact on Third's investments.

Member Comments (Items Not on the Agenda)

None.

Department Head Update

Steve Hormuth, Director of Financial Services, provided an updated on the Purchasing Policy Review, 2023 Business Plan and the 2021 Audit Update issued by KPMG resulting in a favorable opinion.

Preliminary Financial Statements dated March 31, 2022

Jose Campos, Assistant Director of Financial Services, presented the Preliminary Financial Statements dated March 31, 2022. Questions were addressed.

Endorsements from Standing Committees

Resident Policy and Compliance Committee – Resale Policy: Equity of Non-U.S Property; Foreign Pension; and Require U.S Federal Tax Returns. Steve Hormuth presented a staff report provided by the Resident Policy and Compliance Committee requesting advisement as to whether any consideration must be made for prospective buyers who do not file U.S. federal income tax returns. Director Robert Mutchnick made a motion to include the words “U.S Federal Tax returns” in the Third Mutual Guidelines for Financial Qualifications and Director Annie McCary seconded the motion. The motion passed by a vote of 6-4.

Future Agenda Items

None.

Committee Member Comments

None.

Date of Next Meeting

Tuesday, June 7, 2022 at 1:30 p.m.

Recess to Closed Session

The meeting recessed at 2:58 p.m.

Craig Wayne

[Craig Wayne \(May 12, 2022 15:29 PDT\)](#)

Craig Wayne, Chair (Alternate for Donna Rane-Szostak)



MEMORANDUM

To: Third Finance Committee
 From: Steve Hormuth, Director of Financial Services
 Date: Jun 7, 2022
 Re: Department Head Update

Financial Highlights

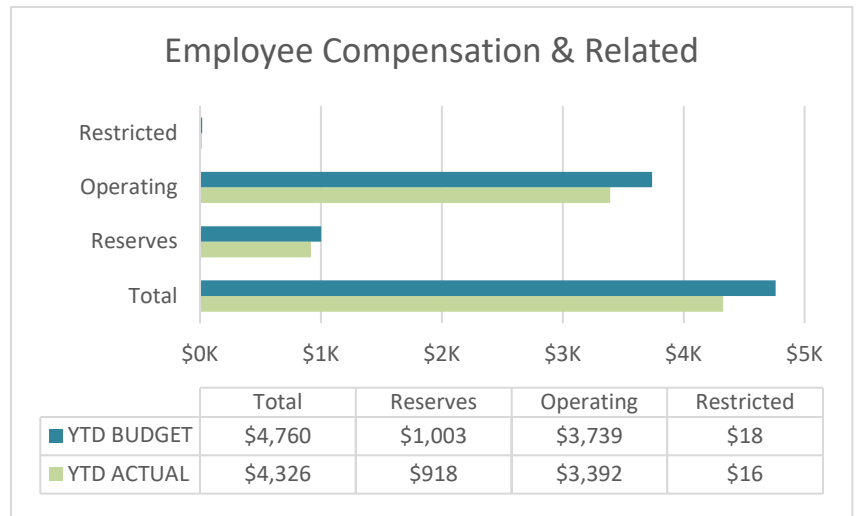
SUMMARY:

For the year-to-date period ending April 30, 2022, Third Laguna Hills Mutual was better than budget by \$2,613K primarily due to late start of programs due to COVID-19 pandemic, affecting the areas of outside services, compensation, and materials.

INCOME STATEMENT (in Thousands)			
	Actual	Budget	Variance
Assessment Revenues	\$13,804	\$13,805	(\$1)
Other Revenues	650	695	(\$45)
Expenses	\$10,516	\$13,174	\$2,658
Revenue/(Expense)	\$3,939	\$1,326	\$2,613

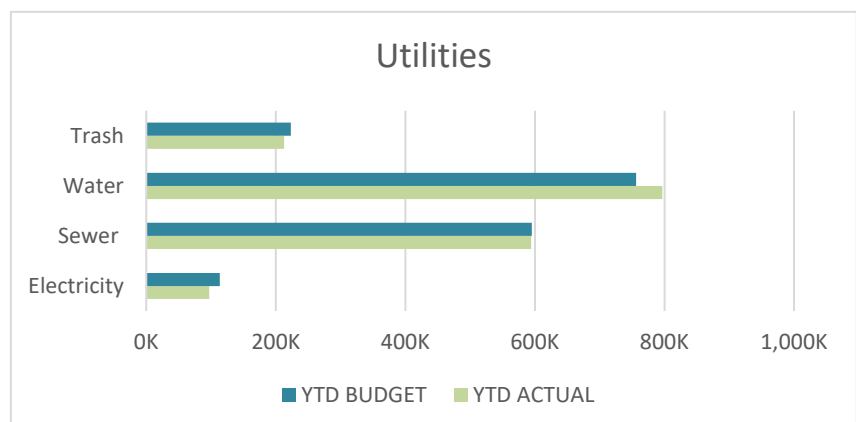
COMPENSATION:

Actual compensation and related costs came in at \$4,326K with \$3,392K in operations, \$918K in reserves, and \$16K in restricted. Combined, this category is 9.1% favorable to budget. For Third, the most significant savings were due to outsourcing of 8 Landscape staff and open positions in Maintenance & Constructions.



UTILITIES:

In total, this category was unfavorable to budget by \$12K mainly due to water coming in higher than budget. Budget was based on a five-year average of water consumption, which was 23.4% over the budgeted usage. The variance was partially offset by a lower rate than anticipated at the time of budget preparation.



Discussions

2023 Business Plan: Third kicked off the 2023 Business Plan development in March by holding a meeting to review 2022 service levels. Staff is currently in the budget development portion of the planning process. Once budgets are compiled, staff will conduct an internal review of each department. Third conducted a Maintenance review on May 31 and Landscape reviews on June 2.

Calendar

Jun 7, 2022 @ 1:30 p.m. Third Finance Committee Meeting (April Financials)

Jun 21, 2022 @ 9:30 a.m. Third Board Meeting

Jul 1, 2022 @ 9:30 a.m. Third Board Agenda Prep Meeting

Jul 5, 2022 @ 1:30 p.m. Third Finance Committee Meeting (May Financials)

Jul 15, 2022 @ 9:30 a.m. Third Budget – Business Plan Review

Jul 19, 2022 @ 9:30 a.m. Third Board Meeting

Aug 2, 2022 @ 1:30 p.m. Third Finance Committee Meeting (June Financials)

Aug 5, 2022 @ 9:30 a.m. Third Board Agenda Prep Meeting

Aug 12, 2022 @ 9:30 a.m. Third Budget – Business Plan Review

Aug 16, 2022 @ 9:30 a.m. Third Board Meeting

June 2022							July 2022							August 2022						
Su	Mo	Tu	We	Th	Fr	Sa	Su	Mo	Tu	We	Th	Fr	Sa	Su	Mo	Tu	We	Th	Fr	Sa
			1	2	3	4						1	2		1	2	3	4	5	6
5	6	7	8	9	10	11	3	4	5	6	7	8	9	6	7	8	9	10	11	12
12	13	14	15	16	17	18	10	11	12	13	14	15	16	13	14	15	16	17	18	19
19	20	21	22	23	24	25	17	18	19	20	21	22	23	20	21	22	23	24	25	26
26	27	28	29	30			24	25	26	27	28	29	30	27	28	29	30	31		
							31													

Third Laguna Hills Mutual
Statement of Revenues & Expenses - Preliminary
4/30/2022
(\$ IN THOUSANDS)

		CURRENT MONTH			YEAR TO DATE			PRIOR YEAR	TOTAL
		ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET
Revenues:									
Assessments:									
1	Operating	\$2,384	\$2,384		\$9,534	\$9,534		\$6,989	\$28,603
2	Additions to restricted funds	1,068	1,068		4,270	4,270		4,544	12,811
3	Total assessments	3,451	3,451		13,804	13,805		11,533	41,415
Non-assessment revenues:									
4	Fees and charges for services to residents	111	80	31	315	316	(1)	240	960
5	Laundry	18	18		74	70	4	74	210
6	Investment income	19	20	(1)	44	81	(38)	78	244
7	Miscellaneous	54	57	(3)	218	228	(10)	179	683
8	Total non-assessment revenue	202	175	27	650	695	(45)	571	2,097
9	Total revenue	3,653	3,626	27	14,454	14,500	(45)	12,104	43,512
Expenses:									
10	Employee compensation and related	1,060	1,176	117	4,326	4,760	434	4,147	14,324
11	Materials and supplies	91	117	26	427	464	37	464	1,411
12	Utilities and telephone	486	429	(58)	1,701	1,689	(12)	1,800	5,968
13	Legal fees	6	44	38	27	163	136	186	527
14	Professional fees	3	13	10	14	67	53	37	155
15	Equipment rental	1	4	3	4	15	11	17	45
16	Outside services	344	851	507	810	2,264	1,454	1,014	8,624
17	Repairs and maintenance	28	29	1	99	116	17	95	349
18	Other Operating Expense	16	14	(2)	35	65	30	35	193
19	Insurance	636	754	118	2,515	3,016	501	1,726	9,049
20	Investment expense		2	2		7	7	4	21
21	Uncollectible Accounts	33	5	(28)	48	22	(26)	(7)	65
22	(Gain)/loss on sale or trade				4		(4)	15	
23	Depreciation and amortization	11	11		45	45		45	134
24	Net allocation to mutuals	110	118	8	462	481	19	442	1,449
25	Total expenses	2,826	3,567	742	10,516	13,174	2,658	10,020	42,314
26	Excess of revenues over expenses	\$827	\$59	\$768	\$3,939	\$1,326	\$2,613	\$2,084	\$1,198

**Third Laguna Hills Mutual
Operating Statement
4/30/2022
THIRD LAGUNA HILLS MUTUAL**

	Actual	YEAR TO DATE Budget	VAR\$ B/(W)	VAR% B/(W)	TOTAL BUDGET
Revenues:					
Assessments:					
Operating					
41001000 - Monthly Assessments	\$9,534,045	\$9,534,498	(\$453)	0.00%	\$28,603,493
Total Operating	9,534,045	9,534,498	(453)	0.00%	28,603,493
Additions To Restricted Funds					
41002000 - Monthly Assessments - Disaster Fund	530,630	530,630	0	0.00%	1,591,890
41003500 - Monthly Assessments - Replacement Fund	3,563,568	3,563,568	0	0.00%	10,690,704
41004000 - Monthly Assessments - Elevator Replacement Fund	122,040	122,040	0	0.00%	366,120
41004500 - Monthly Assessments - Laundry Replacement Fund	24,408	24,408	0	0.00%	73,224
41006000 - Monthly Assessments - Garden Villa Recreation Room Fund	29,808	29,808	0	0.00%	89,424
Total Additions To Restricted Funds	4,270,454	4,270,454	0	0.00%	12,811,362
Total Assessments	13,804,499	13,804,952	(453)	0.00%	41,414,855
Non-Assessment Revenues:					
Fees and Charges for Services to Residents					
46501000 - Permit Fee	94,571	79,407	15,164	19.10%	238,222
46501500 - Inspection Fee	30,868	24,512	6,357	25.93%	73,537
46502000 - Resident Maintenance Fee	189,085	212,016	(22,931)	(10.82%)	648,636
Total Fees and Charges for Services to Residents	314,524	315,934	(1,410)	(0.45%)	960,396
Laundry					
46005000 - Coin Op Laundry Machine	73,845	70,000	3,845	5.49%	210,000
Total Laundry	73,845	70,000	3,845	5.49%	210,000
Investment Income					
49001000 - Investment Income - Nondiscretionary	405	1,331	(925)	(69.54%)	4,000
49002000 - Investment Income - Discretionary	43,157	80,000	(36,843)	(46.05%)	240,000
Investment Interest Income	43,563	81,331	(37,768)	(46.44%)	244,000
Miscellaneous					
46004500 - Resident Violations	2,350	18,065	(15,715)	(86.99%)	54,198
44501000 - Additional Occupant Fee	(200)	0	(200)	0.00%	0
44501510 - Lease Processing Fee - Third	86,860	86,488	372	0.43%	259,475
44502000 - Variance Processing Fee	0	5,294	(5,294)	(100.00%)	15,888
44502500 - Non-Sale Transfer Fee - Third	850	552	298	53.99%	1,666
44503520 - Resale Processing Fee - Third	63,360	63,912	(552)	(0.86%)	191,740
44505500 - Hoa Certification Fee	5,370	4,000	1,370	34.25%	12,000
44507000 - Golf Cart Electric Fee	20,163	23,332	(3,169)	(13.58%)	70,000
44507200 - Electric Vehicle Plug-In Fee	5,735	3,668	2,067	56.35%	11,000
44507500 - Cartport/Carport Space Rental Fee	1,120	1,468	(348)	(23.71%)	4,400
47001500 - Late Fee Revenue	30,513	17,000	13,513	79.49%	51,000
47002020 - Collection Administrative Fee - Third	0	900	(900)	(100.00%)	2,700
47002500 - Collection Interest Revenue	(413)	1,668	(2,081)	(124.77%)	5,000
47501000 - Recycling	2,274	1,332	942	70.70%	4,000
49009000 - Miscellaneous Revenue	7	0	7	0.00%	0
Total Miscellaneous	217,987	227,679	(9,691)	(4.26%)	683,067
Total Non-Assessment Revenue	649,919	694,944	(45,024)	(6.48%)	2,097,463
Total Revenue	14,454,418	14,499,895	(45,477)	(0.31%)	43,512,318
Expenses:					
Employee Compensation					
51011000 - Salaries & Wages - Regular	903,943	1,044,006	140,062	13.42%	3,188,996
51021000 - Union Wages - Regular	1,525,077	1,835,128	310,050	16.90%	5,581,847
51041000 - Wages - Overtime	14,070	8,407	(5,664)	(67.37%)	25,234
51051000 - Union Wages - Overtime	26,589	16,694	(9,896)	(59.28%)	50,106
51061000 - Holiday & Vacation	263,010	243,111	(19,899)	(8.19%)	740,584
51071000 - Sick	93,098	99,164	6,065	6.12%	302,080
51091000 - Missed Meal Penalty	1,603	1,181	(423)	(35.81%)	3,572
51101000 - Temporary Help	29,099	36,533	7,434	20.35%	109,606

**Third Laguna Hills Mutual
Operating Statement
4/30/2022**

THIRD LAGUNA HILLS MUTUAL

	YEAR TO DATE				TOTAL
	Actual	Budget	VAR\$ B/(W)	VAR% B/(W)	BUDGET
51981000 - Compensation Accrual	172,349	0	(172,349)	0.00%	0
Total Employee Compensation	3,028,839	3,284,221	255,382	7.78%	10,002,024
Compensation Related					
52411000 - F.I.C.A.	212,889	246,438	33,549	13.61%	742,748
52421000 - F.U.I.	7,230	10,220	2,990	29.25%	10,220
52431000 - S.U.I.	32,538	51,947	19,409	37.36%	51,947
52441000 - Union Medical	589,768	635,457	45,689	7.19%	1,906,370
52451000 - Workers' Compensation Insurance	145,112	174,334	29,222	16.76%	530,688
52461000 - Non Union Medical & Life Insurance	120,112	144,347	24,235	16.79%	432,813
52471000 - Union Retirement Plan	143,389	166,806	23,417	14.04%	507,367
52481000 - Non-Union Retirement Plan	23,462	45,760	22,298	48.73%	139,778
52981000 - Compensation Related Accrual	22,315	0	(22,315)	0.00%	0
Total Compensation Related	1,296,815	1,475,308	178,494	12.10%	4,321,933
Materials and Supplies					
53001000 - Materials & Supplies	143,475	166,839	23,365	14.00%	503,088
53003000 - Materials Direct	282,412	295,370	12,958	4.39%	902,417
53004000 - Freight	802	1,866	1,064	57.05%	5,630
Total Materials and Supplies	426,688	464,075	37,387	8.06%	1,411,135
Utilities and Telephone					
53301000 - Electricity	97,342	113,635	16,293	14.34%	372,829
53301500 - Sewer	594,036	595,200	1,164	0.20%	1,829,400
53302000 - Water	796,686	756,464	(40,222)	(5.32%)	3,095,794
53302500 - Trash	212,667	223,330	10,664	4.77%	669,993
Total Utilities and Telephone	1,700,731	1,688,629	(12,101)	(0.72%)	5,968,016
Legal Fees					
53401500 - Legal Fees	97,762	163,330	65,568	40.14%	526,652
53401550 - Legal Fees Contra	(70,655)	0	70,655	0.00%	0
Total Legal Fees	27,108	163,330	136,223	83.40%	526,652
Professional Fees					
53402020 - Audit & Tax Preparation Fees - Third	0	34,790	34,790	100.00%	47,670
53403500 - Consulting Fees	10,242	3,677	(6,565)	(178.54%)	13,597
53403520 - Consulting Fees - Third	3,279	28,492	25,213	88.49%	93,500
Total Professional Fees	13,520	66,959	53,439	79.81%	154,767
Equipment Rental					
53501500 - Equipment Rental/Lease Fees	4,049	14,886	10,837	72.80%	45,077
Total Equipment Rental	4,049	14,886	10,837	72.80%	45,077
Outside Services					
53601000 - Bank Fees	12,903	14,106	1,203	8.53%	42,322
53601500 - Credit Card Transaction Fees	4,336	0	(4,336)	0.00%	0
53604500 - Marketing Expense	0	1,668	1,668	100.00%	5,000
54603500 - Outside Services Cost Collection	751,472	2,228,720	1,477,247	66.28%	8,470,258
53704000 - Outside Services	41,486	19,612	(21,874)	(111.53%)	106,430
Total Outside Services	810,197	2,264,105	1,453,908	64.22%	8,624,010
Repairs and Maintenance					
53701000 - Equipment Repair & Maint	1,629	4,104	2,475	60.30%	12,340
53703000 - Elevator /Lift Maintenance	97,337	111,732	14,395	12.88%	336,584
Total Repairs and Maintenance	98,966	115,836	16,870	14.56%	348,924
Other Operating Expense					
53801000 - Mileage & Meal Allowance	747	3,505	2,758	78.68%	10,540
53801500 - Travel & Lodging	9	836	827	98.88%	2,511
53802000 - Uniforms	14,365	30,932	16,567	53.56%	89,998
53802500 - Dues & Memberships	329	939	610	64.96%	2,683
53803000 - Subscriptions & Books	135	640	505	78.92%	1,931
53803500 - Training & Education	711	6,603	5,892	89.24%	21,162
53903000 - Safety	87	495	408	82.42%	1,489
54001020 - Board Relations - Third	896	2,508	1,612	64.27%	7,525
54002000 - Postage	17,715	18,855	1,140	6.05%	54,488
54002500 - Filing Fees / Permits	196	165	(30)	(18.27%)	510

**Third Laguna Hills Mutual
Operating Statement
4/30/2022**
THIRD LAGUNA HILLS MUTUAL

	Actual	YEAR TO DATE Budget	VAR\$ B/(W)	VAR% B/(W)	TOTAL BUDGET
Total Other Operating Expense	35,191	65,479	30,289	46.26%	192,837
Insurance					
54401000 - Hazard & Liability Insurance	263,345	284,587	21,242	7.46%	853,762
54401500 - D&O Liability	28,685	29,585	900	3.04%	88,758
54402000 - Property Insurance	2,221,015	2,699,838	478,823	17.74%	8,099,520
54403000 - General Liability Insurance	2,111	2,397	286	11.92%	7,190
Total Insurance	2,515,156	3,016,406	501,251	16.62%	9,049,230
Investment Expense					
54201000 - Investment Expense	30	7,040	7,010	99.57%	21,120
Total Investment Expense	30	7,040	7,010	99.57%	21,120
Uncollectible Accounts					
54602000 - Bad Debt Expense	48,000	21,668	(26,332)	(121.53%)	65,000
Total Uncollectible Accounts	48,000	21,668	(26,332)	(121.53%)	65,000
(Gain)/Loss on Sale or Trade					
54101500 - (Gain)/Loss On Investments	3,699	0	(3,699)	0.00%	0
Total (Gain)/Loss on Sale or Trade	3,699	0	(3,699)	0.00%	0
Depreciation and Amortization					
55001000 - Depreciation And Amortization	44,832	44,832	0	0.00%	134,496
Total Depreciation and Amortization	44,832	44,832	0	0.00%	134,496
Net Allocation to Mutuals					
54602500 - Allocated Expenses	461,891	481,028	19,137	3.98%	1,449,122
Total Net Allocation to Mutuals	461,891	481,028	19,137	3.98%	1,449,122
Total Expenses	10,515,711	13,173,804	2,658,093	20.18%	42,314,341
Excess of Revenues Over Expenses	\$3,938,708	\$1,326,092	\$2,612,616	197.02%	\$1,197,976

**Third Laguna Hills Mutual
Balance Sheet - Preliminary
4/30/2022**

		<u>Current Month End</u>	<u>Prior Year December 31</u>
	Assets		
1	Cash and cash equivalents	\$4,931,660	\$3,967,068
2	Non-discretionary investments	2,999,256	
3	Discretionary investments	25,182,483	25,180,400
4	Receivable/(Payable) from mutuals	1,264,285	532,799
5	Accounts receivable and interest receivable	206,951	218,076
6	Prepaid expenses and deposits	824,559	2,818,713
7	Property and equipment	141,239	141,239
8	Accumulated depreciation property and equipment	(141,239)	(141,239)
9	Beneficial interest in GRF of Laguna Hills Trust	5,010,308	5,055,140
10	Non-controlling interest in GRF	41,073,262	41,073,262
11	Total Assets	<u>\$81,492,764</u>	<u>\$78,845,458</u>
	Liabilities and Fund Balances		
	Liabilities:		
12	Accounts payable and accrued expenses	\$2,105,751	\$3,429,790
13	Accrued compensation and related costs	596,103	596,103
14	Deferred income	769,814	737,176
15	Income tax payable	(26,005)	(26,005)
16	Total liabilities	<u>\$3,445,663</u>	<u>\$4,737,064</u>
	Fund balances:		
17	Fund balance prior years	74,108,394	74,218,083
18	Change in fund balance - current year	3,938,708	(109,690)
19	Net fund balances	<u>78,047,101</u>	<u>74,108,394</u>
20	Total fund balances	<u>78,047,101</u>	<u>74,108,394</u>
21	Total Liabilities and Fund Balances	<u>\$81,492,764</u>	<u>\$78,845,458</u>

**Third Laguna Hills Mutual
Fund Balance Sheet - Preliminary
4/30/2022**

		Operating Fund	Replacement Fund	Elevator Replacement Fund	Laundry Replacement Fund	Garden Villa Rec Room Fund	Disaster Fund	Unappropriated Expenditures Fund	Total
Assets									
1	Cash and cash equivalents	\$1,331,491	\$1,256,265	\$335,920	\$32,985	\$55,869	\$539,185	\$1,379,945	\$4,931,660
2	Non-discretionary investments		1,908,397	228,566	43,179	8,473	586,634	224,007	2,999,256
3	Discretionary investments		15,961,697	1,916,571	282,032	71,062	4,850,302	2,100,819	25,182,483
4	Receivable/(Payable) from mutuals	1,264,285							1,264,285
5	Accounts receivable and interest receivable	206,951							206,951
6	Prepaid expenses and deposits	535,158					144,700	144,700	824,559
7	Property and equipment	141,239							141,239
8	Accumulated depreciation property and equipment	(141,239)							(141,239)
9	Beneficial interest in GRF of Laguna Hills Trust	5,010,308							5,010,308
10	Non-controlling interest in GRF	41,073,262							41,073,262
11	Total Assets	\$49,421,454	\$19,126,359	\$2,481,058	\$358,196	\$135,403	\$6,120,821	\$3,849,471	\$81,492,763
Liabilities and Fund Balances									
Liabilities:									
12	Accounts payable and accrued expenses	\$1,152,929	\$931,202			\$14,657	\$6,962		\$2,105,750
13	Accrued compensation and related costs	596,103							596,103
14	Deferred income	769,814							769,814
15	Income tax payable	(26,005)							(26,005)
16	Total liabilities	\$2,492,842	\$931,202			\$14,657	\$6,962		\$3,445,662
Fund balances:									
17	Fund balance prior years	45,646,657	16,348,615	2,355,983	364,571	104,231	5,441,633	3,846,704	74,108,394
18	Change in fund balance - current year	1,281,955	1,846,543	125,075	(6,375)	16,515	672,227	2,768	3,938,708
19	Net fund balances	46,928,613	18,195,158	2,481,058	358,196	120,747	6,113,860	3,849,471	78,047,101
20	Total fund balances	46,928,613	18,195,158	2,481,058	358,196	120,747	6,113,860	3,849,471	78,047,101
21	Total Liabilities and Fund Balances	\$49,421,454	\$19,126,359	\$2,481,058	\$358,196	\$135,403	\$6,120,821	\$3,849,471	\$81,492,763

**Third Laguna Hills Mutual
Changes in Fund Balances - Preliminary
4/30/2022**

	Operating Fund	Replacement Fund	Elevator Replacement Fund	Laundry Replacement Fund	Garden Villa Rec Room Fund	Disaster Fund	Unappropriated Expenditures Fund	Total
Revenues:								
Assessments:								
1 Operating	\$9,534,045							\$9,534,045
2 Additions to restricted funds		3,563,568	122,040	24,408	29,808	530,630		4,270,454
3 Total assessments	9,534,045	3,563,568	122,040	24,408	29,808	530,630		13,804,499
Non-assessment revenues:								
4 Fees and charges for services to residents	314,524							314,524
5 Laundry	73,845							73,845
6 Interest income		27,716	3,320	627	123	8,523	3,254	43,563
7 Miscellaneous	217,987							217,987
8 Total non-assessment revenue	606,357	27,716	3,320	627	123	8,523	3,254	649,919
9 Total revenue	10,140,402	3,591,284	125,360	25,035	29,931	539,153	3,254	14,454,418
Expenses:								
10 Employee compensation and related	3,391,549	909,463		8,663	7,163	8,815		4,325,654
11 Materials and supplies	267,340	135,865		22,046	710	727		426,688
12 Utilities and telephone	1,700,714	16						1,700,731
13 Legal fees	27,108							27,108
14 Professional fees	11,317	1,954				250		13,520
15 Equipment rental	924	3,070			16	38		4,049
16 Outside services	339,228	609,688		11	5,124	(144,062)	207	810,197
17 Repairs and maintenance	98,141	817			4	4		98,966
18 Other Operating Expense	30,572	4,473		63	44	38		35,191
19 Insurance	2,515,156							2,515,156
20 Investment expense		19	2			6	2	30
21 Uncollectible Accounts	48,000							48,000
22 (Gain)/loss on sale or trade		2,354	282	53	10	723	276	3,699
23 Depreciation and amortization	44,832							44,832
24 Net allocations to mutuals	383,566	77,022		572	345	386		461,891
25 Total expenses	8,858,446	1,744,741	284	31,410	13,416	(133,073)	486	10,515,711
26 Excess of revenues over expenses	\$1,281,955	\$1,846,543	\$125,075	(\$6,375)	\$16,515	\$672,227	\$2,768	\$3,938,708
27 Excluding unrealized gain/(loss) and depreciation	\$1,326,787	\$1,846,543	\$125,075	(\$6,375)	\$16,515	\$672,227	\$2,768	\$3,983,540

Bank of America, N.A.
P.O. Box 2010
Lakewood, NJ 08701



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THIRD LAGUNA HILLS MUTUAL
ATTN: STEVE HORMUTH
P O BOX 2220
LAGUNA WOODS, CA 92637

798 - 1/4: 1982

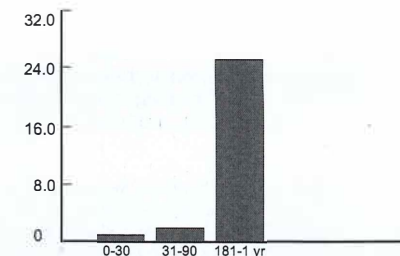
Account Summary

Current Period Ending Value **\$28,043,239.94**
Receipts (Cash and Securities) **\$ (1,999,944.73)**

Portfolio Holdings	Quantity as of 04/30/2022	Market Value as of 04/30/2022	% of Portfolio
Treasuries	28,407,000	\$28,043,239.94	100.00
Total Portfolio Value	28,407,000	\$28,043,239.94	

MATURITY SCHEDULE

\$ millions



**THIRD LAGUNA HILLS MUTUAL
FUND EXPENDITURES REPORT
AS OF APRIL 30, 2022**

DESCRIPTION	CURRENT MONTH		YEAR-TO-DATE		TOTAL BUDGET *	% EXPENDED	VARIANCE	
	ACTUAL	BUDGET	ACTUAL	BUDGET			\$	%
OPERATING FUND - MAINTENANCE & CONSTRUCTION								
APPLIANCE REPAIRS	\$7,073	\$7,677	\$28,570	\$30,990	\$93,270	31%	\$2,421	8%
CARPENTRY SERVICE	31,318	41,997	137,249	169,498	510,004	27%	32,249	19%
ELECTRICAL SERVICE	8,572	9,535	38,060	38,518	115,944	33%	457	1%
FIRE PROTECTION	3,488	10,444	6,942	30,094	144,380	5%	23,152	77%
MISC REPAIRS BY OUTSIDE SERVICE	715	4,888	(7,962)	19,552	458,664	-2%	27,514	141%
PEST CONTROL	9,665	5,645	11,845	22,580	174,633	7%	10,735	48%
PLUMBING SERVICE	61,461	58,087	198,577	234,208	704,474	28%	35,632	15%
SOLAR MAINTENANCE	5,153	2,083	6,940	8,332	25,000	28%	1,392	17%
TOTAL	\$127,444	\$140,357	\$420,221	\$553,773	\$2,226,369	19%	\$133,552	24%
OPERATING FUND - GENERAL SERVICES								
CONCRETE REPAIR/REPLACEMENT	\$23,768	\$30,409	\$108,539	\$122,883	\$369,462	29%	\$14,343	12%
JANITORIAL SERVICE	80,690	80,236	328,208	325,760	977,822	34%	(2,448)	(1%)
GUTTER CLEANING	8,792	10,168	36,049	41,150	160,758	22%	5,101	12%
TRAFFIC CONTROL	1,540	1,814	6,313	7,339	22,074	29%	1,025	14%
WELDING	7,932	10,398	33,276	42,024	126,349	26%	8,748	21%
TOTAL	\$122,722	\$133,025	\$512,387	\$539,156	\$1,656,465	31%	\$26,769	5%
OPERATING FUND - LANDSCAPE SERVICES								
LANDSCAPE ADMINISTRATION	\$19,786	\$27,946	\$107,399	\$112,689	\$341,287	31%	\$5,290	5%
NURSERY & COMPOSTING	19,384	23,884	80,519	96,774	290,925	28%	16,255	17%
GROUPS MAINTENANCE	262,023	263,605	1,053,105	1,069,968	3,211,030	33%	16,864	2%
IRRIGATION	74,668	85,475	348,530	346,026	1,040,845	33%	(2,504)	(1%)
SMALL EQUIPMENT REPAIR	23,707	18,705	74,276	75,518	227,135	33%	1,242	2%
PEST CONTROL	26,890	31,546	137,436	127,363	383,391	36%	(10,073)	(8%)
TOTAL	\$426,457	\$451,161	\$1,801,265	\$1,828,338	\$5,494,612	33%	\$27,073	1%

**THIRD LAGUNA HILLS MUTUAL
FUND EXPENDITURES REPORT
AS OF APRIL 30, 2022**

DESCRIPTION	CURRENT MONTH		YEAR-TO-DATE		TOTAL BUDGET *	% EXPENDED	VARIANCE	
	ACTUAL	BUDGET	ACTUAL	BUDGET			\$	%
REPLACEMENT FUND - MAINTENANCE & CONSTRUCTION								
BUILDING NUMBERS	\$0	\$0	\$0	\$0	\$0	0%	\$0	0%
BUILDING STRUCTURES	105,219	213,949	402,875	786,939	2,502,042	16%	384,062	49%
ELECTRICAL SYSTEMS	0	3,000	0	6,000	30,000	0%	6,000	100%
ENERGY PROJECTS	0	0	0	0	0	0%	(1)	0%
EXTERIOR LIGHTING	0	2,082	1,555	8,328	25,000	6%	6,773	81%
FENCING	4,427	5,273	18,300	21,271	63,996	29%	2,971	14%
GARDEN VILLA LOBBY	0	0	0	0	12,000	0%	0	0%
GARDEN VILLA MAILROOM	22	34	95	136	412	23%	41	30%
GARDEN VILLA RECESSED AREA	0	0	0	0	0	0%	0	0%
GV REC ROOM WATER HEATER/HEAT PUMP	968	247	1,795	992	2,984	60%	(803)	(81%)
GUTTER REPLACEMENTS	2,154	6,546	9,425	26,273	78,926	12%	16,849	64%
MAILBOXES	198	758	848	3,043	9,143	9%	2,196	72%
PAINT PROGRAM - EXTERIOR	115,492	130,562	464,202	527,438	1,586,079	29%	63,237	12%
PRIOR TO PAINT	71,552	97,417	300,198	377,015	1,166,430	26%	76,817	20%
PAVING	0	0	0	0	433,960	0%	0	0%
ROOF REPLACEMENTS	108,276	167,357	252,319	274,289	1,461,792	17%	21,970	8%
SUPPLEMENTAL APPROPRIATIONS	0	0	0	0	0	0%	0	0%
WALL REPLACEMENTS	0	0	0	0	35,000	0%	0	0%
WASTE LINE REMEDIATION	(593)	70,000	35,106	140,000	700,000	5%	104,894	75%
WATER LINES - COPPER PIPE REMEDIATION	0	166,667	0	166,667	500,000	0%	166,667	100%
TOTAL	\$407,716	\$863,892	\$1,486,716	\$2,338,390	\$8,607,764	17%	\$851,674	36%
REPLACEMENT FUND - GENERAL SERVICES								
PRIOR TO PAINT	\$882	\$1,045	\$3,614	\$4,227	\$12,712	28%	\$613	15%
PAVING	4,607	5,557	24,084	22,477	67,606	36%	(1,606)	(7%)
EXTERIOR WALLS	0	2,012	0	8,048	24,150	0%	8,048	100%
TOTAL	\$5,489	\$8,613	\$27,699	\$34,752	\$104,469	27%	\$7,054	20%
REPLACEMENT FUND - LANDSCAPE SERVICES								
LANDSCAPE MODIFICATION	\$592	\$43,629	\$2,748	\$174,553	\$523,702	1%	\$171,805	98%
IMPROVEMENT & RESTORATION	6,475	10,730	46,184	42,996	129,214	36%	(3,188)	(7%)
TREE MAINTENANCE	50,267	78,035	179,022	313,937	943,424	19%	134,916	43%
TOTAL	\$57,334	\$132,394	\$227,954	\$531,486	\$1,596,339	14%	\$303,533	57%
ELEVATOR REPLACEMENT FUND								
ELEVATOR REPLACEMENT	\$0	\$8,750	\$0	\$35,000	\$105,000	0%	\$35,000	100%
TOTAL	\$0	\$8,750	\$0	\$35,000	\$105,000	0%	\$35,000	100%

**THIRD LAGUNA HILLS MUTUAL
FUND EXPENDITURES REPORT
AS OF APRIL 30, 2022**

DESCRIPTION	CURRENT MONTH		YEAR-TO-DATE		TOTAL BUDGET *	% EXPENDED	VARIANCE	
	ACTUAL	BUDGET	ACTUAL	BUDGET			\$	%
LAUNDRY REPLACEMENT FUND								
LAUNDRY APPLIANCES	\$5,476	\$7,789	\$26,707	\$31,212	\$93,712	28%	\$4,504	14%
LAUNDRY COUNTERTOP/FLOOR/TILE REPAIRS	1,201	1,318	4,649	5,325	16,028	29%	676	13%
SUPPLEMENTAL APPROPRIATIONS	0	0	0	0	0	0%	0	0%
TOTAL	\$6,677	\$9,106	\$31,356	\$36,536	\$109,740	29%	\$5,180	14%
DISASTER FUND - MAINTENANCE & CONSTRUCTION								
MOISTURE INTRUSION - RAIN LEAKS	\$32	\$19,792	\$18,339	\$79,168	\$237,513	8%	\$60,829	77%
MOISTURE INTRUSION - PLUMBING LEAKS	14,259	33,333	(201,616)	133,332	400,000	-50%	334,948	251%
MOISTURE INTRUSION - PLUMBING STOPPAGES	0	4,166	12,170	16,664	50,000	24%	4,494	27%
MOISTURE INTRUSION - MISCELLANEOUS	0	3,879	13,671	15,516	46,548	29%	1,845	12%
DAMAGE RESTORATION SERVICES	2,411	15,871	8,462	63,600	190,935	4%	55,138	87%
TOTAL	\$16,701	\$77,041	(\$148,975)	\$308,280	\$924,996	-16%	\$457,255	148%
DISASTER FUND - LANDSCAPE SERVICES								
RISK FIRE MANAGEMENT	\$0	\$15,000	\$15,172	\$60,000	\$180,000	8%	\$44,828	75%
SUPPLEMENTAL APPROPRIATIONS	0	0	0	0	0	0%	0	0%
TOTAL	\$0	\$15,000	\$15,172	\$60,000	\$180,000	8%	\$44,828	75%

**RESERVE EXPENDITURES COMPARED TO RESERVE STUDY
AS PRESENTED IN THE 2022 BUSINESS PLAN
AS OF MARCH 31, 2022**

	Estimated Replacement Cost in 2022	2022 YTD Actual	2022 YTD Budget	2022 Annual Budget
Paved Surfaces	\$9,176,000	\$24,084	\$22,477	\$501,566
Roofing & Gutters	\$57,835,400	\$261,743	\$300,562	\$1,540,718
Building Structures	\$8,206,200	\$402,875	\$786,939	\$2,502,043
Decking Projects	\$1,310,700	\$109,595	\$141,716	\$436,454
Prior to Painting & Painting Projects	\$4,795,200	\$658,419	\$766,965	\$2,328,768
Elevators	\$5,784,900	\$0	\$35,000	\$105,000
Garden Villas	\$879,600	\$1,890	\$1,128	\$15,396
Lighting Replacement Projects	\$75,000	\$1,555	\$8,328	\$25,000
Walls, Fencing, and Railings	\$268,200	\$18,300	\$30,251	\$125,952
Laundry Facilities	\$315,300	\$31,356	\$35,604	\$106,934
Sewer Lines, Water Lines and Elect	\$1,540,300	\$35,106	\$312,667	\$1,230,000
Grounds & Miscellaneous	\$9,200	\$848	\$3,043	\$9,143
Landscape Projects	\$1,846,500	\$227,954	\$531,486	\$1,596,339
Total	\$92,042,500	\$1,773,725	\$2,976,165	\$10,523,313

**THIRD LAGUNA HILLS
MUTUAL MAINTENANCE PROGRAMS EXPENDITURES
REPORT AS OF MARCH 31, 2022**

DESCRIPTION	YTD TOTAL EXPENDITURES	LABOR	MATERIALS	OUTSIDE SERVICES
-------------	---------------------------	-------	-----------	---------------------

OPERATING FUND - MAINTENANCE & CONSTRUCTION

APPLIANCE REPAIRS	\$28,570	\$25,211	\$3,359	\$0
CARPENTRY SERVICE	137,249	126,815	10,434	0
ELECTRICAL SERVICE	38,060	33,265	3,415	1,380
FIRE PROTECTION	6,942	1,513	802	4,627
MISC REPAIRS BY OUTSIDE SERVICE	(7,962)	0	0	(7,962)
PEST CONTROL	11,845	0	0	11,845
PLUMBING SERVICE	198,577	159,625	17,770	21,182
SOLAR MAINTENANCE	6,940	0	0	6,940
TOTAL	\$420,221	\$346,429	\$35,780	\$38,012

OPERATING FUND - GENERAL SERVICES

CONCRETE REPAIR/REPLACEMENT	\$108,539	\$99,625	\$8,915	\$0
JANITORIAL SERVICE	328,208	318,718	9,490	0
GUTTER CLEANING	36,049	36,049	0	0
TRAFFIC CONTROL	6,313	6,313	0	0
WELDING	33,276	32,435	842	0
TOTAL	\$512,387	\$493,141	\$19,246	\$0

OPERATING EXPENDITURES - LANDSCAPE SERVICES

LANDSCAPE ADMINISTRATION	\$107,399	\$107,399	\$0	\$0
NURSERY & COMPOSTING	80,519	80,519	0	0
GROUND MAINTENANCE	1,053,105	922,942	0	130,163
IRRIGATION	348,530	294,284	54,246	0
SMALL EQUIPMENT REPAIR	74,276	74,276	0	0
PEST CONTROL	137,436	137,436	0	0
TOTAL	\$1,801,265	\$1,616,856	\$54,246	\$130,163

OPERATING - CHARGEABLE SERVICES

CHARGEABLE SERVICES	\$215,628	\$43,672	\$59,155	\$112,801
TOTAL	\$215,628	\$43,672	\$59,155	\$112,801

RESERVE FUND - MAINTENANCE & CONSTRUCTION

BUILDING NUMBERS	\$0	\$0	\$0	\$0
BUILDING STRUCTURES	402,875	98,130	15,650	289,095
ELECTRICAL SYSTEMS	0	0	0	0
EXTERIOR LIGHTING	1,555	0	0	1,555
FENCING	18,300	15,044	3,256	0
GARDEN VILLA LOBBY	0	0	0	0
GARDEN VILLA MAILROOM	95	95	0	0
GARDEN VILLA RECESSED AREA	0	0	0	0
GV REC ROOM WATER HEATER/HEAT PUMP	1,795	289	1,506	0
GUTTER REPLACEMENTS	9,425	7,522	1,902	0
MAILBOXES	848	848	0	0
PAINT PROGRAM - EXTERIOR	464,202	417,397	46,805	0
PRIOR TO PAINT	300,198	281,495	18,703	0
PAVING	0	0	0	0
ROOF REPLACEMENTS	252,319	0	0	252,319
WALL REPLACEMENTS	0	0	0	0
WASTE LINE REMEDIATION	35,106	0	0	35,106
WATER LINES - COPPER PIPE REMEDIATION	0	0	0	0
TOTAL	\$1,486,716	\$820,819	\$87,822	\$578,075

**THIRD LAGUNA HILLS
MUTUAL MAINTENANCE PROGRAMS EXPENDITURES
REPORT AS OF MARCH 31, 2022**

DESCRIPTION	YTD TOTAL EXPENDITURES	LABOR	MATERIALS	OUTSIDE SERVICES
-------------	---------------------------	-------	-----------	---------------------

RESERVE FUND - GENERAL SERVICES

PRIOR TO PAINT	\$3,614	\$3,614	\$0	\$0
PAVING	24,084	18,892	5,192	0
EXTERIOR WALLS	0	0	0	0
TOTAL	\$27,699	\$22,507	\$5,192	\$0

RESERVE FUND - LANDSCAPE

LANDSCAPE MODIFICATION	\$2,748	\$2,748	\$0	\$0
IMPROVEMENT & RESTORATION	46,184	46,184	0	0
TREE MAINTENANCE	179,022	147,858	0	31,164
TOTAL	\$227,954	\$196,790	\$0	\$31,164

RESERVE FUND - ELEVATOR

ELEVATOR REPLACEMENT	\$0	\$0	\$0	\$0
TOTAL	\$0	\$0	\$0	\$0

RESERVE FUND - LAUNDRY

LAUNDRY APPLIANCES	\$26,707	\$4,916	\$21,791	\$0
LAUNDRY COUNTERTOP/FLOOR/TILE REPAIRS	4,649	4,649	0	0
TOTAL	\$31,356	\$9,565	\$21,791	\$0

DISASTER FUND - MAINTENANCE & CONSTRUCTION

MOISTURE INTRUSION - RAIN LEAKS	\$18,339	\$0	\$0	\$18,339
MOISTURE INTRUSION - PLUMBING LEAKS	(201,616)	0	0	(201,616)
MOISTURE INTRUSION - PLUMBING STOPPAGES	12,170	0	0	12,170
MOISTURE INTRUSION - MISCELLANEOUS	13,671	0	0	13,671
DAMAGE RESTORATION SERVICES	8,462	9,853	163	(1,553)
TOTAL	(\$148,975)	\$9,853	\$163	(\$158,990)

DISASTER FUND - LANDSCAPE SERVICES

RISK FIRE MANAGEMENT	\$15,172	\$250	\$0	\$14,922
SUPPLEMENTAL APPROPRIATIONS	\$0	\$0	\$0	\$0
TOTAL	\$15,172	\$250	\$0	\$14,922

**THIRD LAGUNA HILLS
MUTUAL MAINTENANCE PROGRAMS EXPENDITURES
REPORT AS OF MARCH 31, 2022**

DESCRIPTION	OS Actuals	OS Budget	OS Variance
-------------	---------------	--------------	----------------

OPERATING FUND - MAINTENANCE & CONSTRUCTION

APPLIANCE REPAIRS	\$0	\$0	\$0
CARPENTRY SERVICE	0	5,832	5,832
ELECTRICAL SERVICE	1,380	832	(548)
FIRE PROTECTION	4,627	28,024	23,397
MISC REPAIRS BY OUTSIDE SERVICE	(7,962)	19,552	27,514
PEST CONTROL	11,845	22,580	10,735
PLUMBING SERVICE	21,182	31,664	10,482
SOLAR MAINTENANCE	6,940	8,332	1,392
TOTAL	\$38,012	\$116,816	\$78,805

OPERATING FUND - GENERAL SERVICES

CONCRETE REPAIR/REPLACEMENT	\$0	\$0	\$0
JANITORIAL SERVICE	0	0	0
GUTTER CLEANING	0	0	(0)
TRAFFIC CONTROL	0	0	0
WELDING	0	5,000	5,000
TOTAL	\$0	\$5,000	\$5,000

OPERATING EXPENDITURES - LANDSCAPE SERVICES

LANDSCAPE ADMINISTRATION	\$0	\$0	\$0
NURSERY & COMPOSTING	0	0	0
GROUNDS MAINTENANCE	130,163	0	(130,163)
IRRIGATION	0	0	0
SMALL EQUIPMENT REPAIR	0	0	0
PEST CONTROL	0	0	0
TOTAL	\$130,163	\$0	(\$130,163)

OPERATING - CHARGEABLE SERVICES

CHARGEABLE SERVICES	\$112,801	\$74,524	(38,277)
TOTAL	\$112,801	\$74,524	(38,277)

OPERATING - SECURITY SERVICES

Smoke Detector Services	\$0	\$0	0
TOTAL	\$0	\$0	0

**THIRD LAGUNA HILLS
MUTUAL MAINTENANCE PROGRAMS EXPENDITURES
REPORT AS OF MARCH 31, 2022**

DESCRIPTION	OS Actuals	OS Budget	OS Variance
RESERVE FUND - MAINTENANCE & CONSTRUCTION			
BUILDING NUMBERS	\$0	\$0	\$0
BUILDING STRUCTURES	289,095	639,832	350,737
ELECTRICAL SYSTEMS	0	6,000	6,000
ENERGY PROJECTS	0	0	0
EXTERIOR LIGHTING	1,555	8,328	6,773
FENCING	0	0	0
GARDEN VILLA LOBBY	0	0	0
GARDEN VILLA MAILROOM	0	0	0
GARDEN VILLA RECESSED AREA	0	0	0
GV REC ROOM WATER HEATER/HEAT PUMP	0	0	0
GUTTER REPLACEMENTS	0	16,664	16,664
MAILBOXES	0	0	0
PAINT PROGRAM - EXTERIOR	0	19,160	19,160
PRIOR TO PAINT	0	11,000	11,000
PAVING	0	0	0
ROOF REPLACEMENTS	252,319	274,289	21,970
SUPPLEMENTAL APPROPRIATIONS	0	0	0
WALL REPLACEMENTS	0	0	0
WASTE LINE REMEDIATION	35,106	140,000	104,894
WATER LINES - COPPER PIPE REMEDIATION	0	166,667	166,667
TOTAL	\$578,075	\$1,281,940	\$703,865

RESERVE FUND - GENERAL SERVICES

PRIOR TO PAINT	\$0	\$0	\$0
PAVING	0	0	0
EXTERIOR WALLS	0	8,048	8,048
TOTAL	\$0	\$8,048	\$8,048

RESERVE FUND - LANDSCAPE

LANDSCAPE MODIFICATION	\$0	\$171,716	\$171,716
IMPROVEMENT & RESTORATION	0	0	0
TREE MAINTENANCE	31,164	167,704	136,540
TOTAL	\$31,164	\$339,420	\$308,256

RESERVE FUND - ELEVATOR

ELEVATOR REPLACEMENT	\$0	\$35,000	\$35,000
TOTAL	\$0	\$35,000	\$35,000

RESERVE FUND - LAUNDRY

LAUNDRY APPLIANCES	\$0	\$932	\$932
LAUNDRY COUNTERTOP/FLOOR/TILE REPAIRS	0	0	0
TOTAL	\$0	\$932	\$932

**THIRD LAGUNA HILLS
MUTUAL MAINTENANCE PROGRAMS EXPENDITURES
REPORT AS OF MARCH 31, 2022**

DESCRIPTION	OS Actuals	OS Budget	OS Variance
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DISASTER FUND - MAINTENANCE & CONSTRUCTION

MOISTURE INTRUSION - RAIN LEAKS	\$18,339	\$79,168	\$60,829
MOISTURE INTRUSION - PLUMBING LEAKS	(201,616)	133,332	334,948
MOISTURE INTRUSION - PLUMBING STOPPAGES	12,170	16,664	4,494
MOISTURE INTRUSION - MISCELLANEOUS	13,671	15,516	1,845
DAMAGE RESTORATION SERVICES	(1,553)	51,664	53,217
TOTAL	(\$158,990)	\$296,344	\$455,334

DISASTER FUND - LANDSCAPE SERVICES

RISK FIRE MANAGEMENT	\$14,922	\$60,000	\$45,078
SUPPLEMENTAL APPROPRIATIONS	\$0	\$0	\$0
TOTAL	\$14,922	\$60,000	\$45,078

DISASTER FUND - FINANCIAL SERVICES

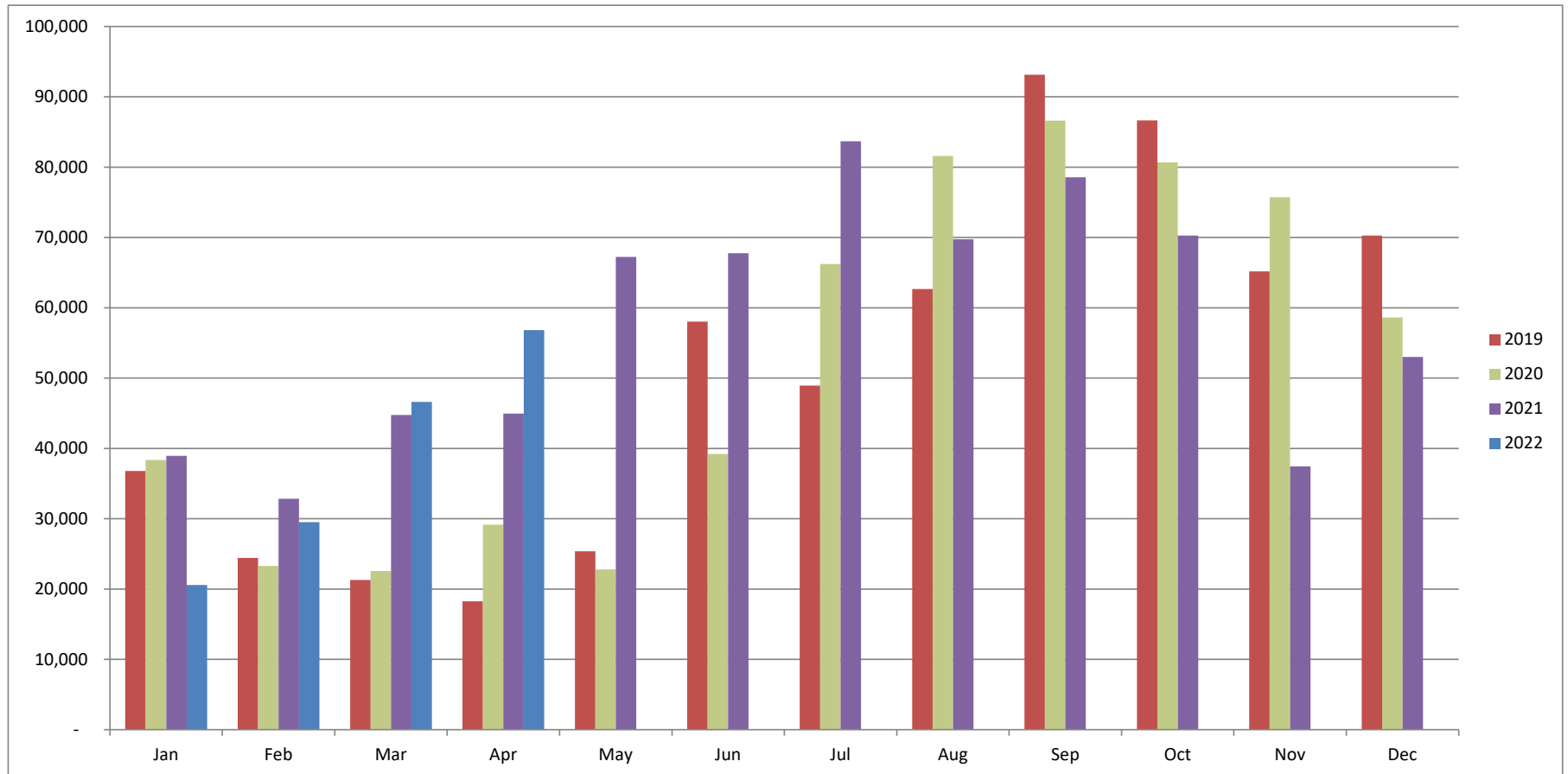
INSURANCE PREMIUMS	\$0	\$0	\$0
TOTAL	\$0	\$0	\$0

GARDEN VILLA REC ROOM FUND - MAINTENANCE & CONSTRUCTION

GARDEN VILLA RECREATION ROOMS	\$5,119	\$10,696	\$5,577
TOTAL	\$5,119	\$10,696	\$5,577

Third Mutual Water Usage in 100 cubic feet units

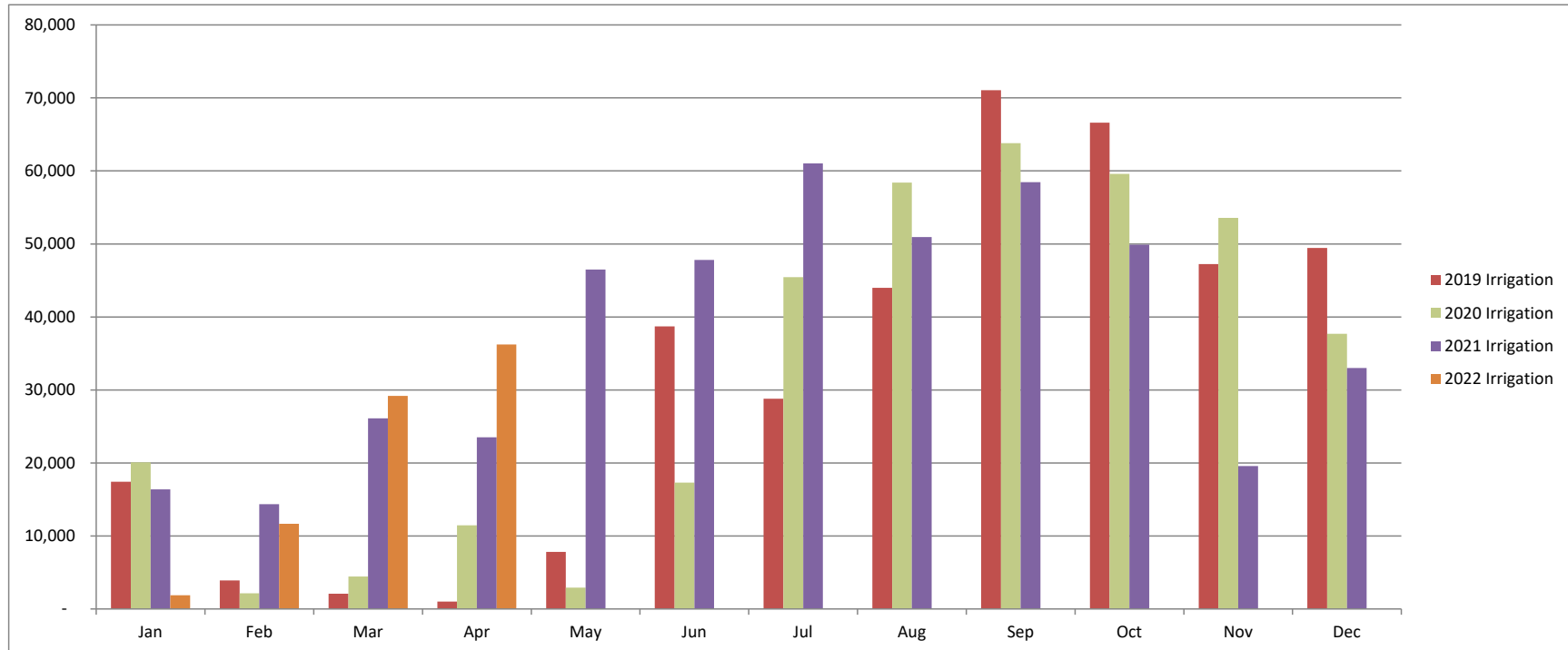
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Total
2019	36,777	24,432	21,298	18,269	25,378	58,015	48,914	62,672	93,135	86,655	65,159	70,254	100,776	610,958
2020	38,350	23,285	22,570	29,169	22,804	39,197	66,203	81,581	86,612	80,664	75,700	58,608	113,374	624,743
2021	38,929	32,844	44,745	44,946	67,232	67,759	83,660	69,752	78,563	70,259	37,446	53,014	161,464	689,149
2022	20,573	29,523	46,594	56,831	-	-	-	-	-	-	-	-	153,521	153,521



Third Mutual

Irrigation Water Usage in 100 cubic feet units

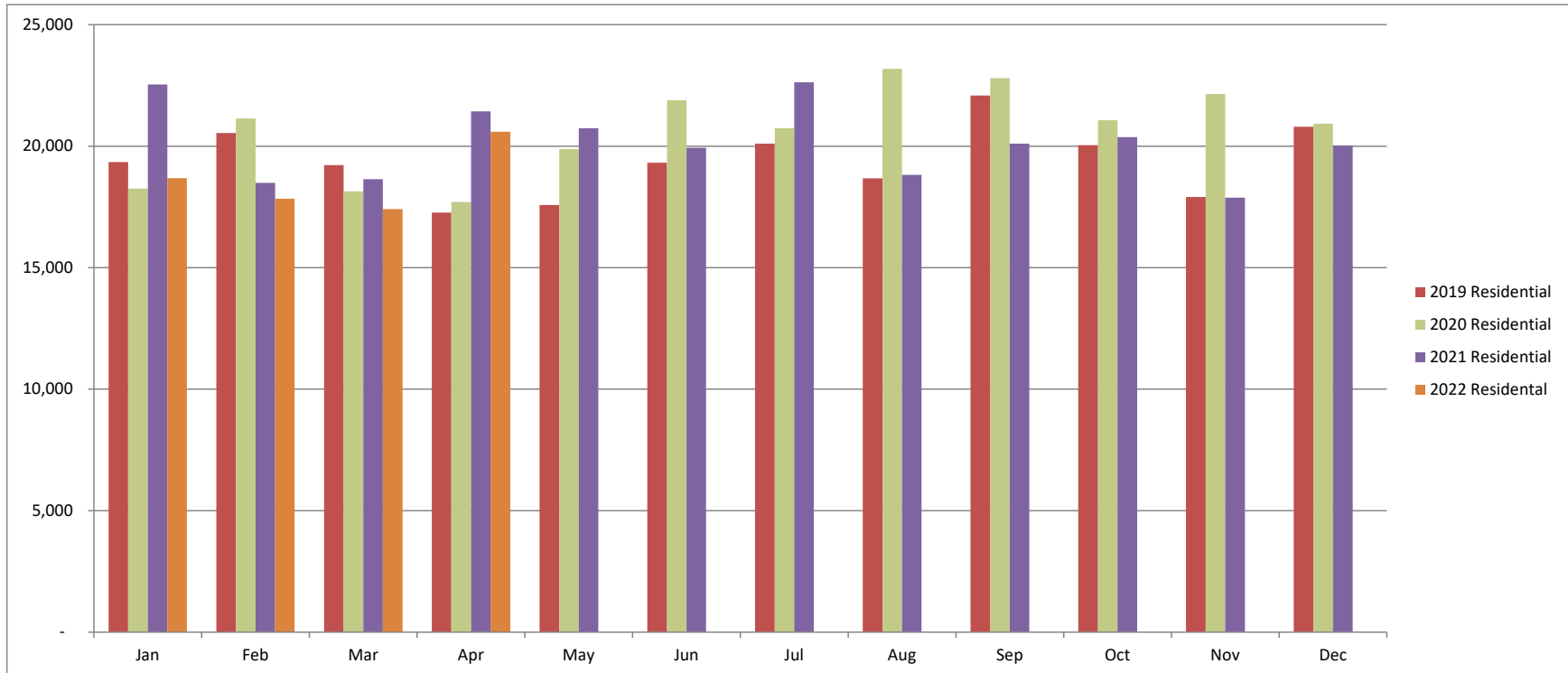
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Total
2019 Irrigation	17,434	3,892	2,081	1,000	7,803	38,696	28,811	43,994	71,052	66,612	47,254	49,451	24,407	378,080
2020 Irrigation	20,096	2,146	4,430	11,464	2,923	17,310	45,463	58,399	63,816	59,592	53,554	37,681	38,136	376,874
2021 Irrigation	16,390	14,356	26,104	23,513	46,497	47,822	61,029	50,929	58,456	49,890	19,563	32,992	80,363	447,541
2022 Irrigation	1,884	11,681	29,185	36,237	-	-	-	-	-	-	-	-	78,987	78,987



Third Mutual

Residential Water Usage in 100 cubic feet units

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Total
2019 Residential	19,343	20,540	19,217	17,269	17,575	19,319	20,103	18,678	22,083	20,043	17,905	20,803	76,369	232,878
2020 Residential	18,254	21,139	18,140	17,705	19,881	21,887	20,740	23,182	22,796	21,072	22,146	20,927	75,238	247,869
2021 Residential	22,539	18,488	18,641	21,433	20,735	19,937	22,631	18,823	20,107	20,369	17,883	20,022	81,101	241,608
2022 Residential	18,689	17,842	17,409	20,594	-	-	-	-	-	-	-	-	74,534	74,534





Gustavo De Los Santos
So. California Sales Manager
PPG Paints
8604 Miramar Rd Suite C.
San Diego California 92126

7/22/2020

Ernesto A. Munoz P.E.
Maintenance & Construction Director
VMS Inc.

Dear Ernesto:

On behalf of PPG Paints I would like to thank you for the continued opportunity to service Third Laguna Hills Mutual coatings needs.

PPG is confident the current specification of products and application method we currently have in place meet your need to extend your current warranty to a 15 year warranty. PPG would agree to extend your warranty to 15 years, starting with the 2020 paint program. Should you choose to approve a 15 year warranty, we would have a revised 15 year warranty for you to review. Thank you again for your continued partnership.

Please feel free to contact me with any questions or comments.

Sincerely,
Gustavo De Los Santos
PPG Paints
Southern California Sales Manager.



LIFE PAINT CORP.
12927 Sunshine Avenue
P.O. Box 2488
Santa Fe Springs, CA 90670-0488
(XXX) XXX-XXXX
Fax (XXX) XXX-XXXX
www.lifepaint.com



July 6, 2020

Ernesto A. Munoz, P.E.
Maintenance & Construction Director
VMS Inc.

Dear Ernesto:

Thank you for reaching out to us regarding the warranty for our Life Deck Acrylic Color Seal #10-774-WS-2G Beige with Skid-Tex Top Coat. I understand that you would like us to increase our warranty covering this product from 5 years to 7.5 years. Because our 10 Series Color Seal is manufactured using the most durable formulation and is applied by your experienced applicators we will be able to extend our warranty to 7.5 years for the normal application to balconies, decks and walkways.

As a matter of fact, we will offer this extended warranty to all Mutuals; United Laguna Woods, Third Laguna Hills and The Towers Mutual 50 since it is used by each.

Please be aware that the 10 Series coating is not a waterproofer on its own. It is however an integral part of some of our Life Deck waterproofing systems.

We are looking forward to the resumption of your painting program and are ready to assist. Feel free to contact Maury Jessner or me for any future needs.

Yours truly,
Michael S. de la Vega
Life Paint
VP Operations

Paint Cycle Budgets

Paint Cycle Changed from 10 Years to 15 Years beginning with 2021 Budget



Reserve Funds	2020 Budget	2021 Budget	2022 Budget	2023 Budget
Paint Program	\$2,055,556	\$1,506,039	\$1,586,079	\$1,634,786
Prior to Paint	\$1,470,323	\$1,071,350	\$1,166,430	\$1,214,898
Total	\$3,525,880	\$2,577,389	\$2,752,506	\$2,849,684

2022 MONTHLY ASSESSMENT

HOW \$777.12 IS SPENT

FOR THIRD • FOR GRF

