



REGULAR MEETING OF THE FINANCE COMMITTEE

**Tuesday, May 4, 2021 – 1:30 p.m.
Laguna Woods Village Virtual Meeting
24351 El Toro Road
Laguna Woods, CA 92637**

AGENDA

1. Call to Order
2. Acknowledgment of Media
3. Approval of the Agenda
4. Approval of Meeting Report for April 6, 2021
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 (949) 268-2020 or email meeting@vmsinc.org to request to speak
7. Department Head Update

Reports

8. Preliminary Financial Statements dated March 31, 2021

Items for Discussion and Consideration

9. 2020 Audit Bridge Report
10. Other Endorsements from Standing Committees

Future Agenda Items

Concluding Business:

11. Committee Member Comments
12. Date of Next Meeting – Tuesday, June 1, 2021 at 1:30 p.m.
13. Recess to Closed Session

Robert Mutchnick, Chair
Betty Parker, Staff Officer
Telephone: 949-597-4201



FINANCE COMMITTEE MEETING REPORT OF THE REGULAR OPEN SESSION

Tuesday, April 6, 2021 – 1:30 p.m.
Virtual Meeting

MEMBERS PRESENT: Robert Mutchnick – Chair, Steve Parsons, Annie McCary, Ralph Engdahl, Lynn Jarrett, Cush Bhada, John Frankel, Reza Karimi, Craig Wayne, Debbie Dotson, Donna Rane-Szostak, Advisor: John Hess

MEMBERS ABSENT: Advisor: Wei-Ming Tao

STAFF PRESENT: Betty Parker, Steve Hormuth, Jose Campos, Christopher Swanson,

Call to Order

Director Mutchnick, Treasurer, chaired the meeting and called it to order at 1:36 p.m.

Approval of Meeting Agenda

A motion was made and carried unanimously to approve the agenda with the following changes:

- Remove agenda item number 9

Approval of Meeting Report for March 2, 2021

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

Chair Remarks

None.

Member Comments

Chris Powers – commented on protecting the investment portfolio and capital preservation.

Karen Shore (3012-3G) commented on reserve study not being audited.

William Walsh (3162-C) commented on laundry coin revenue, water and electricity rates.

Department Head Update

Betty Parker, Chief Financial Officer, provided updates on the 2020 Audit, 2022 Budgets and Insurance.

Preliminary Financial Statements dated February 28, 2021

Steve Hormuth, Controller, presented the Preliminary Financial Statements dated February 28, 2021 and questions were addressed from the committee.

Investment Policy

Dan Quirk from SageView presented the investment portfolio as of December 31, 2021. The committee discussed the current investment policy with SageView. No action was taken.

Future Agenda Items

None.

Committee Member Comments

None.

Date of Next Meeting

Tuesday, May 4, 2021 at 1:30 p.m.

Recess to Closed Session

The meeting recessed at 2:46 p.m.

DRAFT

Robert Mutchnick, Chair



MEMORANDUM

To: Third Finance Committee
 From: Betty Parker, CFO
 Date: May 4, 2021
 Re: Department Head Update

Financial Highlights

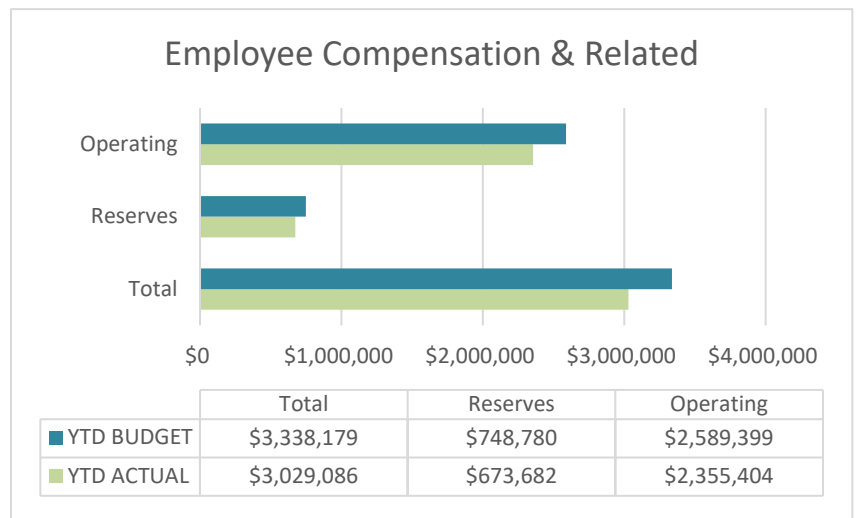
SUMMARY:

For the year-to-date period ending March 31, 2021, Third Mutual was better than budget by \$542K primarily due to timing of expenditures, affecting the areas of outside services, compensation, and materials.

INCOME STATEMENT (in Thousands)			
	Actual	Budget	Variance
Assessment Revenues	\$8,650	\$8,650	\$0
Other Revenues	(143)	540	(683)
Expenses	7,194	8,419	1,225
Revenue/(Expense)	\$1,313	\$771	\$542

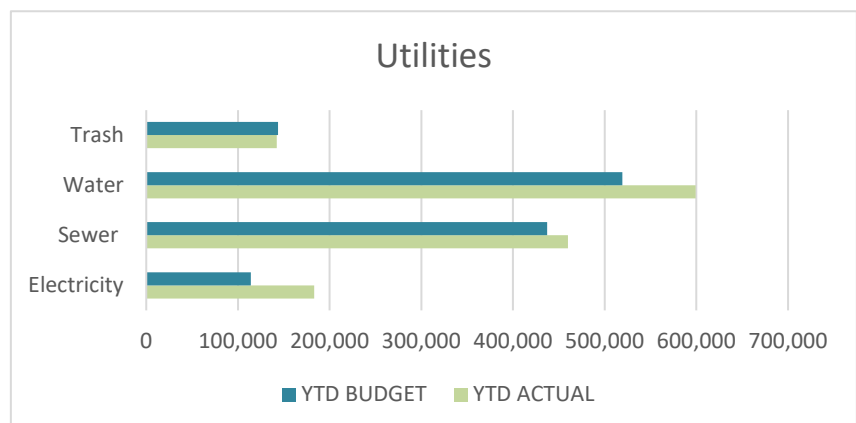
COMPENSATION:

Actual compensation and related costs came in at \$3,029K, with \$2,355K in operations and \$674K in reserves. Combined, this category is 9.3% favorable to budget. For Third, the most significant savings were in Maintenance and Landscape due to open positions and timing of programs.



UTILITIES:

In total, this category was unfavorable to budget by (\$171K) mainly due to water and electricity expenses coming in higher than budget. Water consumption was higher than a seasonally distributed budget due to less rainfall than prior years.



Discussions

Audit 2021: KPMG completed the audit on schedule and issued a favorable opinion. The audit committee (Select Audit Task Force) held several virtual update meetings with KPMG in March and April. The audit report was accepted into corporate records by the Board on April 5, 2021. A summary version of the audited financials was mailed to members by the end of April and the full audit report is available now on the Community website.

Budget 2022: Workshops were held in February and March to educate the Boards on existing budget numbers and service levels, preparing for the upcoming 2022 budget process. The budget calendar has been issued and the first round of budget reviews will be held in May at special Landscape and M&C Committee meetings.

Insurance Update: On September 30, 2020 all lines of insurance for casualty, executive liability, and property were renewed and bound with Third's portion of the total cost coming in at \$4.98M compared to a budget of \$3.14M for the policy period. Effective March 18, 2021, the broker services agreement with Beecher Carlson was terminated and Arthur J. Gallagher & Co. was named the broker of record to service existing policies and begin reviewing renewal options.

Calendar

The following scheduled meetings will be held remotely during COVID-19 stay home orders:

- May 4, 2021 @ 1:30 p.m. Third Finance Committee Meeting (March Financials)
- May 7, 2021 @ 9:30 a.m. Third Board Agenda Prep Meeting
- May 18, 2021 @ 9:30 a.m. Third Board Meeting
- June 1, 2021 @ 1:30 p.m. Third Finance Committee Meeting (April Financials)
- June 2, 2021 @ 9:30 a.m. 2022 Business Plan Review – Third M&C Portion
- June 3, 2021 @ 1:30 p.m. 2022 Business Plan Review – Third Landscape Portion
- June 4, 2021 @ 9:30 a.m. Third Board Agenda Prep Meeting
- June 15, 2021 @ 9:30 a.m. Third Board Meeting

April 2021							May 2021							June 2021						
Su	Mo	Tu	We	Th	Fr	Sa	Su	Mo	Tu	We	Th	Fr	Sa	Su	Mo	Tu	We	Th	Fr	Sa
				1	2	3							1			1	2	3	4	5
4	5	6	7	8	9	10	2	3	4	5	6	7	8	6	7	8	9	10	11	12
11	12	13	14	15	16	17	9	10	11	12	13	14	15	13	14	15	16	17	18	19
18	19	20	21	22	23	24	16	17	18	19	20	21	22	20	21	22	23	24	25	26
25	26	27	28	29	30		23	24	25	26	27	28	29	27	28	29	30			
							30	31												

Third Laguna Hills Mutual
Statement of Revenues & Expenses - Preliminary
3/31/2021
(\$ IN THOUSANDS)

		CURRENT MONTH			YEAR TO DATE			PRIOR YEAR	TOTAL
		ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET	VARIANCE	ACTUAL	BUDGET
Revenues:									
Assessments:									
1	Operating	\$1,747	\$1,747		\$5,242	\$5,242		\$5,057	\$20,968
2	Additions to restricted funds	1,136	1,136		3,408	3,408		3,234	13,632
3	Total assessments	2,883	2,883		8,650	8,650		8,291	34,600
Non-assessment revenues:									
4	Fees and charges for services to residents	58	56	3	173	166	7	50	674
5	Laundry	26	20	6	49	60	(11)	59	240
6	Investment income	23	33	(10)	58	100	(42)	116	402
7	Unrealized gain/(loss) on AFS investments	(215)	18	(233)	(554)	53	(607)	276	213
8	Miscellaneous	47	53	(6)	131	160	(29)	126	640
9	Total non-assessment revenue	(61)	180	(241)	(142)	540	(683)	627	2,170
10	Total revenue	2,823	3,064	(241)	8,507	9,190	(683)	8,918	36,770
Expenses:									
11	Employee compensation and related	1,052	1,141	88	3,029	3,338	309	3,152	13,340
12	Materials and supplies	135	125	(10)	320	385	65	297	1,526
13	Utilities and telephone	538	408	(130)	1,385	1,214	(171)	1,161	5,685
14	Legal fees	24	42	18	129	125	(4)	102	500
15	Professional fees	37	41	4	37	58	21	32	150
16	Equipment rental	5	2	(3)	15	5	(11)	5	18
17	Outside services	151	637	486	544	1,752	1,208	1,603	11,122
18	Repairs and maintenance	24	30	6	72	88	17	84	353
19	Other Operating Expense	8	15	7	20	53	32	31	192
20	Insurance	431	328	(103)	1,295	984	(310)	512	3,936
21	Investment expense		5	5	4	5	1	3	21
22	Uncollectible Accounts	6	19	12	(14)	19	33	3	75
23	(Gain)/loss on sale or trade							(18)	
24	Depreciation and amortization	11	11		34	34		34	135
25	Net allocation to mutuals	107	121	15	324	360	36	354	1,426
26	Total expenses	2,528	2,924	396	7,194	8,419	1,225	7,356	38,479
27	Excess of revenues over expenses	\$295	\$139	\$155	\$1,313	\$771	\$542	\$1,561	(\$1,710)

**Third Laguna Hills Mutual
Operating Statement
3/31/2021
THIRD LAGUNA HILLS MUTUAL**

	Actual	YEAR TO DATE Budget	VAR\$ B/(W)	VAR% B/(W)	TOTAL BUDGET
Revenues:					
Assessments:					
Operating					
41001000 - Monthly Assessments	\$5,241,895	\$5,241,955	(\$60)	0.00%	\$20,967,820
Total Operating	5,241,895	5,241,955	(60)	0.00%	20,967,820
Additions To Restricted Funds					
41002000 - Monthly Assessments - Disaster Fund	457,650	457,650	0	0.00%	1,830,600
41003000 - Monthly Assessments - Unappropriated Expenditures Fund	146,448	146,448	0	0.00%	585,792
41003500 - Monthly Assessments - Replacement Fund	2,672,676	2,672,676	0	0.00%	10,690,704
41004000 - Monthly Assessments - Elevator Replacement Fund	91,530	91,530	0	0.00%	366,120
41004500 - Monthly Assessments - Laundry Replacement Fund	18,306	18,306	0	0.00%	73,224
41006000 - Monthly Assessments - Garden Villa Recreation Room Fund	21,425	21,425	0	0.00%	85,698
Total Additions To Restricted Funds	3,408,035	3,408,035	0	0.00%	13,632,138
Total Assessments	8,649,929	8,649,989	(60)	0.00%	34,599,958
Non-Assessment Revenues:					
Fees and Charges for Services to Residents					
46501000 - Permit Fee	89,259	39,901	49,358	123.70%	159,607
46501500 - Inspection Fee	24,918	19,129	5,789	30.26%	76,520
46502000 - Resident Maintenance Fee	58,995	107,165	(48,170)	(44.95%)	438,029
Total Fees and Charges for Services to Residents	173,172	166,196	6,977	4.20%	674,157
Laundry					
46005000 - Coin Op Laundry Machine	49,215	60,000	(10,785)	(17.98%)	240,000
Total Laundry	49,215	60,000	(10,785)	(17.98%)	240,000
Investment Income					
49001000 - Investment Income - Nondiscretionary	106	2,999	(2,893)	(96.46%)	12,000
49002000 - Investment Income - Discretionary	57,978	97,500	(39,522)	(40.54%)	390,000
Investment Interest Income	58,084	100,499	(42,415)	(42.20%)	402,000
Unrealized Gain/(Loss) On AFS Investments					
49008100 - Unrealized Gain/(Loss) On Available For Sale Investments	(553,779)	53,250	(607,029)	(1139.96%)	213,000
Total Unrealized Gain/(Loss) On AFS Investments	(553,779)	53,250	(607,029)	(1139.96%)	213,000
Miscellaneous					
46004500 - Resident Violations	(150)	7,500	(7,650)	(102.00%)	30,000
44501510 - Lease Processing Fee - Third	49,530	64,866	(15,336)	(23.64%)	259,475
44502500 - Non-Sale Transfer Fee - Third	650	375	275	73.33%	1,500
44503520 - Resale Processing Fee - Third	47,936	40,767	7,169	17.59%	163,072
44505500 - Hoa Certification Fee	3,095	1,950	1,145	58.72%	7,800
44507000 - Golf Cart Electric Fee	16,767	17,499	(732)	(4.18%)	70,000
44507200 - Electric Vehicle Plug-In Fee	2,805	2,751	54	1.96%	11,000
44507500 - Cartport/Carport Space Rental Fee	1,080	1,149	(69)	(6.01%)	4,600
47001500 - Late Fee Revenue	8,460	15,000	(6,540)	(43.60%)	60,000
47002020 - Collection Administrative Fee - Third	0	1,500	(1,500)	(100.00%)	6,000
47002500 - Collection Interest Revenue	(129)	6,249	(6,378)	(102.06%)	25,000
47501000 - Recycling	782	501	281	56.00%	2,000
49009000 - Miscellaneous Revenue	(2)	0	(2)	0.00%	0
Total Miscellaneous	130,825	160,107	(29,282)	(18.29%)	640,447
Total Non-Assessment Revenue	(142,483)	540,051	(682,534)	(126.38%)	2,169,604
Total Revenue	8,507,446	9,190,041	(682,595)	(7.43%)	36,769,562
Expenses:					
Employee Compensation					
51011000 - Salaries & Wages - Regular	603,331	699,337	96,006	13.73%	2,854,473
51021000 - Union Wages - Regular	1,078,721	1,337,874	259,154	19.37%	5,425,824
51041000 - Wages - Overtime	6,273	5,185	(1,089)	(21.00%)	20,749
51051000 - Union Wages - Overtime	16,012	8,814	(7,198)	(81.67%)	35,281
51061000 - Holiday & Vacation	213,517	171,719	(41,798)	(24.34%)	697,928
51071000 - Sick	81,550	70,043	(11,507)	(16.43%)	284,681

**Third Laguna Hills Mutual
Operating Statement
3/31/2021
THIRD LAGUNA HILLS MUTUAL**

	Actual	YEAR TO DATE Budget	VAR\$ B/(W)	VAR% B/(W)	TOTAL BUDGET
51081000 - Sick - Part Time	15	64	49	76.86%	262
51091000 - Missed Meal Penalty	645	304	(341)	(112.23%)	1,236
51101000 - Temporary Help	20,730	4,849	(15,881)	(327.54%)	19,400
51981000 - Compensation Accrual	126,974	0	(126,974)	0.00%	0
Total Employee Compensation	2,147,767	2,298,188	150,421	6.55%	9,339,833
Compensation Related					
52411000 - F.I.C.A.	147,840	174,384	26,544	15.22%	702,023
52421000 - F.U.I.	6,884	9,872	2,989	30.27%	9,872
52431000 - S.U.I.	47,027	50,211	3,184	6.34%	50,211
52441000 - Union Medical	422,151	450,261	28,109	6.24%	1,801,043
52451000 - Workers' Compensation Insurance	57,699	125,901	68,202	54.17%	511,213
52461000 - Non Union Medical & Life Insurance	85,306	87,865	2,559	2.91%	351,459
52471000 - Union Retirement Plan	93,962	111,059	17,097	15.39%	450,404
52481000 - Non-Union Retirement Plan	15,655	30,439	14,784	48.57%	124,243
52981000 - Compensation Related Accrual	4,795	0	(4,795)	0.00%	0
Total Compensation Related	881,319	1,039,991	158,672	15.26%	4,000,469
Materials and Supplies					
53001000 - Materials & Supplies	123,093	135,722	12,629	9.31%	514,232
53003000 - Materials Direct	191,696	248,130	56,434	22.74%	1,007,648
53004000 - Freight	5,373	949	(4,424)	(466.23%)	3,816
Total Materials and Supplies	320,163	384,801	64,639	16.80%	1,525,696
Utilities and Telephone					
53301000 - Electricity	183,175	114,100	(69,075)	(60.54%)	365,300
53301500 - Sewer	460,082	437,100	(22,982)	(5.26%)	1,773,600
53302000 - Water	599,252	519,165	(80,087)	(15.43%)	2,971,182
53302500 - Trash	142,489	143,703	1,215	0.85%	574,820
Total Utilities and Telephone	1,384,998	1,214,068	(170,930)	(14.08%)	5,684,902
Legal Fees					
53401500 - Legal Fees	129,105	124,997	(4,107)	(3.29%)	499,985
Total Legal Fees	129,105	124,997	(4,107)	(3.29%)	499,985
Professional Fees					
53402020 - Audit & Tax Preparation Fees - Third	34,000	32,400	(1,600)	(4.94%)	45,400
53403500 - Consulting Fees	70	3,457	3,387	97.97%	15,780
53403520 - Consulting Fees - Third	2,600	22,104	19,504	88.24%	88,436
Total Professional Fees	36,670	57,961	21,291	36.73%	149,616
Equipment Rental					
53501500 - Equipment Rental/Lease Fees	15,370	4,553	(10,817)	(237.58%)	18,217
Total Equipment Rental	15,370	4,553	(10,817)	(237.58%)	18,217
Outside Services					
53601000 - Bank Fees	8,443	7,918	(525)	(6.63%)	31,679
53601500 - Credit Card Transaction Fees	2,492	0	(2,492)	0.00%	0
53604500 - Marketing Expense	1,240	1,251	11	0.88%	5,000
54603500 - Outside Services Cost Collection	502,788	1,719,327	1,216,539	70.76%	10,988,267
53704000 - Outside Services	29,086	23,837	(5,248)	(22.02%)	97,088
Total Outside Services	544,048	1,752,333	1,208,286	68.95%	11,122,035
Repairs and Maintenance					
53701000 - Equipment Repair & Maint	1,896	4,032	2,136	52.97%	15,968
53703000 - Elevator /Lift Maintenance	69,778	84,146	14,368	17.07%	336,584
Total Repairs and Maintenance	71,675	88,178	16,503	18.72%	352,552
Other Operating Expense					
53801000 - Mileage & Meal Allowance	516	3,612	3,096	85.72%	14,478
53801500 - Travel & Lodging	0	690	690	100.00%	2,764
53802000 - Uniforms	11,033	25,745	14,712	57.14%	87,700
53802500 - Dues & Memberships	503	778	274	35.29%	2,866
53803000 - Subscriptions & Books	725	577	(147)	(25.55%)	2,322
53803500 - Training & Education	1,136	5,569	4,433	79.60%	20,157
53903000 - Safety	0	251	251	100.00%	1,008
54001020 - Board Relations - Third	0	1,881	1,881	100.00%	7,525
54002000 - Postage	6,142	13,245	7,103	53.63%	52,980

**Third Laguna Hills Mutual
Operating Statement
3/31/2021
THIRD LAGUNA HILLS MUTUAL**

	Actual	YEAR TO DATE Budget	VAR\$ B/(W)	VAR% B/(W)	TOTAL BUDGET
54002500 - Filing Fees / Permits	141	166	25	15.24%	503
Total Other Operating Expense	20,196	52,514	32,317	61.54%	192,303
Insurance					
54401000 - Hazard & Liability Insurance	190,821	179,108	(11,713)	(6.54%)	716,432
54401500 - D&O Liability	20,173	31,250	11,077	35.45%	125,000
54402000 - Property Insurance	1,082,740	771,910	(310,829)	(40.27%)	3,087,644
54403000 - General Liability Insurance	791	1,768	977	55.24%	7,072
Total Insurance	1,294,525	984,036	(310,489)	(31.55%)	3,936,148
Investment Expense					
54201000 - Investment Expense	4,476	5,359	883	16.47%	21,430
Total Investment Expense	4,476	5,359	883	16.47%	21,430
Uncollectible Accounts					
54602000 - Bad Debt Expense	(13,851)	18,750	32,601	173.87%	75,000
Total Uncollectible Accounts	(13,851)	18,750	32,601	173.87%	75,000
Depreciation and Amortization					
55001000 - Depreciation And Amortization	33,720	33,720	0	0.00%	134,880
Total Depreciation and Amortization	33,720	33,720	0	0.00%	134,880
Net Allocation to Mutuals					
54602500 - Allocated Expenses	324,021	359,761	35,740	9.93%	1,426,122
Total Net Allocation to Mutuals	324,021	359,761	35,740	9.93%	1,426,122
Total Expenses	7,194,202	8,419,212	1,225,011	14.55%	38,479,186
Excess of Revenues Over Expenses	\$1,313,244	\$770,828	\$542,416	70.37%	(\$1,709,624)

**Third Laguna Hills Mutual
Balance Sheet - Preliminary
3/31/2021**

		<u>Current Month End</u>	<u>Prior Year December 31</u>
	Assets		
1	Cash and cash equivalents	\$6,298,170	\$1,412,574
2	Non-discretionary investments		3,999,894
3	Discretionary investments	25,079,556	25,579,833
4	Receivable/(Payable) from mutuals	851,427	436,199
5	Accounts receivable and interest receivable	50,077	172,270
6	Prepaid expenses and deposits	2,187,153	3,290,394
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	5,155,917	5,189,637
10	Non-controlling interest in GRF	39,594,122	39,594,122
11	Total Assets	<u>\$79,216,422</u>	<u>\$79,674,923</u>
	Liabilities and Fund Balances		
	Liabilities:		
12	Accounts payable and accrued expenses	\$1,897,535	\$3,654,600
13	Accrued compensation and related costs	583,404	548,292
14	Deferred income	779,211	829,005
15	Income tax payable	(26,005)	(26,005)
16	Total liabilities	<u>\$3,234,145</u>	<u>\$5,005,891</u>
	Fund balances:		
17	Fund balance prior years	74,669,033	72,543,822
18	Change in fund balance - current year	1,313,244	2,125,211
19	Total fund balances	<u>75,982,277</u>	<u>74,669,033</u>
20	Total Liabilities and Fund Balances	<u>\$79,216,422</u>	<u>\$79,674,923</u>

**Third Laguna Hills Mutual
Fund Balance Sheet - Preliminary
3/31/2021**

		Operating Fund	Unappropriated Expenditures Fund	Disaster Fund	Replacement Fund	Elevator Replacement Fund	Laundry Replacement Fund	Garden Villa Rec Room Fund	Total
Assets									
1	Cash and cash equivalents	\$3,455,415			\$2,842,755				\$6,298,170
2	Discretionary investments		3,691,743	6,393,428	12,958,478	1,597,260	361,966	76,682	25,079,556
3	Receivable/(Payable) from mutuals	851,427							851,427
4	Receivable/(Payable) from operating fund	(2,297,617)	715,822	(31,734)	991,856	593,327	31,746	(3,400)	
5	Accounts receivable and interest receivable	50,077							50,077
6	Prepaid expenses and deposits	2,187,153							2,187,153
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	5,155,917							5,155,917
10	Non-controlling interest in GRF	39,594,122							39,594,122
11	Total Assets	<u>\$48,996,493</u>	<u>\$4,407,566</u>	<u>\$6,361,694</u>	<u>\$16,793,089</u>	<u>\$2,190,587</u>	<u>\$393,712</u>	<u>\$73,282</u>	<u>\$79,216,422</u>
Liabilities and Fund Balances									
Liabilities:									
12	Accounts payable and accrued expenses	\$1,495,610		\$14,388	\$415,243	(\$33,636)		\$5,930	\$1,897,535
13	Accrued compensation and related costs	583,404							583,404
14	Deferred income	779,211							779,211
15	Income tax payable	(26,005)							(26,005)
16	Total liabilities	<u>\$2,832,219</u>		<u>\$14,388</u>	<u>\$415,243</u>	<u>(\$33,636)</u>		<u>\$5,930</u>	<u>\$3,234,145</u>
Fund balances:									
17	Fund balance prior years	45,592,051	4,325,548	6,980,943	15,141,444	2,145,626	393,722	89,699	74,669,033
18	Change in fund balance - current year	<u>572,223</u>	<u>82,018</u>	<u>(633,637)</u>	<u>1,236,402</u>	<u>78,596</u>	<u>(10)</u>	<u>(22,348)</u>	<u>1,313,244</u>
19	Total fund balances	<u>46,164,274</u>	<u>4,407,566</u>	<u>6,347,306</u>	<u>16,377,846</u>	<u>2,224,222</u>	<u>393,712</u>	<u>67,351</u>	<u>75,982,277</u>
20	Total Liabilities and Fund Balances	<u>\$48,996,493</u>	<u>\$4,407,566</u>	<u>\$6,361,694</u>	<u>\$16,793,089</u>	<u>\$2,190,587</u>	<u>\$393,712</u>	<u>\$73,282</u>	<u>\$79,216,422</u>

**Third Laguna Hills Mutual
Changes in Fund Balances - Preliminary
3/31/2021**

	Operating Fund	Unappropriated Expenditures Fund	Disaster Fund	Replacement Fund	Elevator Replacement Fund	Laundry Replacement Fund	Garden Villa Rec Room Fund	Total
Revenues:								
Assessments:								
1 Operating	\$5,241,895							\$5,241,895
2 Additions to restricted funds		146,448	457,650	2,672,676	91,530	18,306	21,425	3,408,035
3 Total assessments	<u>5,241,895</u>	<u>146,448</u>	<u>457,650</u>	<u>2,672,676</u>	<u>91,530</u>	<u>18,306</u>	<u>21,425</u>	<u>8,649,929</u>
Non-assessment revenues:								
4 Fees and charges for services to residents	173,172							173,172
5 Laundry	49,215							49,215
6 Interest income		7,568	17,527	31,871	786	178	153	58,084
7 Unrealized gain/(loss) on AFS investments		(71,435)	(169,081)	(305,218)	(5,380)	(1,219)	(1,445)	(553,779)
8 Miscellaneous	130,825							130,825
9 Total non-assessment revenue	<u>353,212</u>	<u>(63,867)</u>	<u>(151,554)</u>	<u>(273,347)</u>	<u>(4,594)</u>	<u>(1,041)</u>	<u>(1,292)</u>	<u>(142,483)</u>
10 Total revenue	<u>5,595,106</u>	<u>82,581</u>	<u>306,096</u>	<u>2,399,329</u>	<u>86,936</u>	<u>17,265</u>	<u>20,133</u>	<u>8,507,446</u>
Expenses:								
11 Employee compensation and related	2,355,403		12,718	649,816		6,112	5,036	3,029,086
12 Materials and supplies	187,627		2,335	115,176		10,090	4,935	320,163
13 Utilities and telephone	1,382,247		128	2,611			13	1,384,998
14 Legal fees	129,105							129,105
15 Professional fees	36,670							36,670
16 Equipment rental	2,987		357	11,963			62	15,370
17 Outside services	92,853		78,040	331,919	8,340	700	32,195	544,048
18 Repairs and maintenance	71,109		3	560			3	71,675
19 Other Operating Expense	16,120		63	3,957		29	28	20,196
20 Insurance	450,303		844,223					1,294,525
21 Investment expense		563	1,407	2,495			11	4,476
22 Uncollectible Accounts	(13,851)							(13,851)
23 Depreciation and amortization	33,720							33,720
24 Net allocations to mutuals	278,591		459	44,431		344	197	324,021
25 Total expenses	<u>5,022,883</u>	<u>563</u>	<u>939,733</u>	<u>1,162,927</u>	<u>8,340</u>	<u>17,275</u>	<u>42,481</u>	<u>7,194,202</u>
26 Excess of revenues over expenses	<u>\$572,223</u>	<u>\$82,018</u>	<u>(\$633,637)</u>	<u>\$1,236,402</u>	<u>\$78,596</u>	<u>(\$10)</u>	<u>(\$22,348)</u>	<u>\$1,313,244</u>
27 Excluding unrealized gain/(loss) and depreciation	<u>\$605,943</u>	<u>\$153,453</u>	<u>(\$464,556)</u>	<u>\$1,541,621</u>	<u>\$83,976</u>	<u>\$1,209</u>	<u>(\$20,903)</u>	<u>\$1,900,743</u>

THIRD LAGUNA HILLS MUTUAL
Provision For Doubtful Accounts
As of March 31, 2021

Month	Delinquent Assessments ⁽¹⁾	Assessments Write-Offs ⁽²⁾	Bad Debt Small Claims ⁽³⁾	Delinquent Fines, Fees, and Chargeable Services ⁽⁴⁾	Chargeable Services Write-Offs ⁽⁵⁾	Change in Provision ⁽⁶⁾	Total Delinquent Units ⁽⁷⁾
December-20	187,773			500,499			16
January-21	187,810	-	-	494,545		(5,916)	15
February-21	175,422		-	492,584	-	(14,349)	15
March-21	182,340		-	492,080	-	6,414	16
April-21			-		-	-	
May-21			-		-	-	
June-21			-		-	-	
July-21			-		-	-	
August-21			-		-	-	
September-21			-		-	-	
October-21			-		-	-	
November-21			-		-	-	
December-21		-	-		-	-	
YTD TOTAL						(13,851)	

(1) Delinquent Assessments: Represents the balance from the monthly Delinquency Report presented in the Closed Session of the Finance Committee and accounted for as a specific allowance against Accounts Receivable balance.

(2) Assessments Write-Offs: Represents write-off activities approved by the Third Board.

(3) Bad Debt Small Claims: Represents the change in the Small Claims Receivable account balance.

(4) Delinquent Fines, Fees and Chargeable Services: Balances represents a combination of a general allowance percentage and a specific allowance amount recorded for the purpose of reducing the Account Receivable balance to the amount the company anticipates to be collectible.

(5) Chargeable Services Write-Offs: Represents Chargeable Service write-off activities approved by the Third Board.

(6) Change in Provision: Calculated as the difference between the current and prior month Delinquent Assessments and Delinquent Fine, Fees and Chargeable Services balances plus current month activities from Assessment Write-Offs, Bad Debt Small Claims, and Chargeable Services Write-Offs.

(7) Total Delinquent Units: Units reported on the monthly Delinquency Reports - Assessments

INVESTMENT REPORT
March 1, 2021 - March 31, 2021



Envelope # BKSDKKBBBNGJM

THIRD LAGUNA HILLS MUTUAL
PO BOX 2220
LAGUNA HILLS CA 92654-2220

Brokerage THIRD LAGUNA HILLS MUTUAL

Your Account Value:

\$25,079,556.25

Change from Last Period:

▼ \$191,675.52

	This Period	Year-to-Date
Beginning Account Value	\$25,271,231.77	\$25,579,833.38
Subtractions	-	-4,476.47
Change in Investment Value *	-191,675.52	-495,800.66
Ending Account Value **	\$25,079,556.25	\$25,079,556.25
Accrued Interest (AI)	0.00	
Ending Account Value Incl. AI	\$25,079,556.25	

Your Advisor/Agent

SAGEVIEW ADVISORY GROUP, LLC
RANDALL LONG
4000 MACARTHUR BLVD
SUITE 1050
NEWPORT BEACH CA 92660

Phone: (949) 955-1395

* Reflects appreciation or depreciation of your holdings due to price changes, transactions from Other Activity In or Out and Multi-currency transactions, plus any distribution and income earned during the statement period.

** Excludes unpriced securities.

Your Advisor is an independent organization and is not affiliated with Fidelity Investments. Brokerage services provided by **Fidelity Brokerage Services LLC (FBS)**, Member NYSE, SIPC (800) 544-6666. Brokerage accounts carried with National Financial Services LLC (NFS), Member NYSE, SIPC.





Account Summary

Account Value: **\$25,079,556.25**

Change in Account Value ▼ **\$191,675.52**

	This Period	Year-to-Date
Beginning Account Value	\$25,271,231.77	\$25,579,833.38
Subtractions	-	-4,476.47
Transaction Costs, Fees & Charges	-	-4,476.47
Change in Investment Value *	-191,675.52	-495,800.66
Ending Account Value	\$25,079,556.25	\$25,079,556.25
Accrued Interest (AI)	0.00	
Ending Account Value Incl. AI	\$25,079,556.25	

* Reflects appreciation or depreciation of your holdings due to price changes, transactions from Other Activity In or Out and Multi-currency transactions, plus any distribution and income earned during the statement period.

Income Summary

	This Period	Year-to-Date
Taxable	\$23,183.23	\$57,977.98
Dividends	23,183.23	57,977.98
Total	\$23,183.23	\$57,977.98

Top Holdings

Description	Value	Percent of Account
Fidelity Short Term Treasury Bond Index	\$7,506,189.62	30%
Fid Inter Treasury Bond Index Fund	6,140,360.95	24
Vanguard Backed Securities Indx Adm	5,982,211.22	24
Vanguard Intermediate Term Corporate Bond ETF	2,276,537.13	9
Vanguard Short Term Corp Bd Index Admrl	1,902,011.28	8
Vanguard Short Term Treasury Admiral	1,250,997.41	5
Fidelity Government Cash Reserves	21,248.64	-
Total	\$25,079,556.25	100%

Core Account and Credit Balance Cash Flow

Core Account: FIDELITY GOVERNMENT CASH RESERVES

	This Period	Year-to-Date
Beginning Balance	\$403,175.53	\$372,857.25
Investment Activity		
Securities Bought	-\$405,110.12	-\$405,110.12
Dividends, Interest & Other Income D	23,183.23	57,977.98
Total Investment Activity	-\$381,926.89	-\$347,132.14
Cash Management Activity		
Fees & Charges	-	-4,476.47
Total Cash Management Activity	-	-\$4,476.47
Ending Balance	\$21,248.64	\$21,248.64

D Includes dividend reinvestments.





Account Summary

- ▶ The CARES Act temporarily suspended required minimum distributions (RMDs) for 2020 for certain defined contribution plans and IRAs. The suspension is no longer in effect for 2021 and beyond. You can take your RMD online at [Fidelity.com/learnRMD](https://www.fidelity.com/learnRMD) and set up an automatic withdrawal plan for 2021. 924400.2.0
- ▶ The minimum base rate for the purposes of determining interest to be applied under the terms of the Margin Account Agreement for any credit extended or maintained based on the Federal Funds Target or the Call Money rate shall not fall below 0.00% for Federal Funds target or 1.75% for the Call Money rate. All terms and conditions of the Margin Account Agreement shall continue to apply. 933933.1.0



Account Summary

Estimated Cash Flow (Rolling as of March 31, 2021)

Month	Bond & CD Income	Bond & CD Principal	Stock Income	ETP Income	Mutual Fund Income	Other Income	Total Est. Cash Flow
April 2021	--	--	--	\$4,744	\$25,791	--	\$30,535
May	--	--	--	4,744	25,791	--	30,535
June	--	--	--	4,744	25,791	--	30,535
July	--	--	--	4,744	25,791	--	30,535
August	--	--	--	4,744	25,791	--	30,535
September	--	--	--	4,744	25,791	--	30,535
October	--	--	--	4,744	25,791	--	30,535
November	--	--	--	4,744	25,791	--	30,535
December	--	--	--	4,744	25,791	--	30,535
January 2022	--	--	--	4,744	25,791	--	30,535
February	--	--	--	4,744	25,791	--	30,535
March	--	--	--	4,744	25,791	--	30,535
Total	--	--	--	\$56,928	\$309,492	--	\$366,420

This table presents the estimated monthly interest and dividend income and return of principal that your current holdings may generate over the next rolling 12 months. The cash flows displayed are estimates provided for informational purposes only and there is no guarantee that you will actually receive any of the amounts displayed. These estimates should not be relied upon for making investment, trading or tax decisions. The estimates for fixed income are calculated using the security's coupon rate. The estimates for all other securities are calculated using an indicated annual dividend (IAD). The IAD is an estimate of a security's dividend payments for the next 12 months calculated based on prior and/or declared dividends for that security. IADs are sourced from third party vendors believed to be reliable, but no assurance can be made as to accuracy. There are circumstances in which these estimates will not be presented for a specific security you hold.

Bond & CD Income includes interest payments for fixed and variable rate bonds, international bonds that pay in USD, and Certificates of Deposit (CDs).

Bond & CD Principal includes maturing principal payments for fixed and variable rate bonds, international bonds that pay in USD, and Certificates of Deposit (CDs).

Stock Income includes estimated dividend payments for common stocks, preferred stocks, ADRs, closed-end mutual funds, and MLPs.

ETP Income includes estimated dividend payments for Exchange Traded Funds (ETFs) and Exchange Traded Notes (ETNs).

Mutual Fund Income includes estimated dividend payments for Fidelity and non-Fidelity mutual funds.

Other Income includes, but is not limited to estimated dividend payments for Unit Investment Trusts (UITs), REITs, and LPs.

This table does not include cash flow from foreign denominated fixed income.

-- not available





THIRD LAGUNA HILLS MUTUAL - CORPORATION

Holdings

Core Account

Description	Quantity	Price Per Unit	Total Market Value	Total Cost Basis	Unrealized Gain/Loss	Est. Annual Income (EAI)	Est. Yield (EY)
FIDELITY GOVERNMENT CASH RESERVES (FDRXX)	21,248.640	\$1.0000	\$21,248.64	not applicable	not applicable	\$13.96	0.070%
-- 7-day yield: 0.01%							
Total Core Account (0% of account holdings)			\$21,248.64			\$13.96	

Mutual Funds

Description	Quantity	Price Per Unit	Total Market Value	Total Cost Basis	Unrealized Gain/Loss	Est. Annual Income (EAI)	Est. Yield (EY)
Bond Funds							
FIDELITY SHORT TERM TREASURY BOND INDEX (FUMBX)	699,551.689	\$10.7300	\$7,506,189.62	\$7,385,638.68	\$120,550.94	\$84,167.47	1.120%
-- 30-day yield: 0.32%							
FID INTER TREASURY BOND INDEX FUND (FUAMX)	549,718.975	11.1700	6,140,360.95	6,405,463.86	-265,102.91	91,430.66	1.490
-- 30-day yield: 1.22%							
VANGUARD SHORT TERM TREASURY ADMIRAL (VFIRX)	116,697.520	10.7200	1,250,997.41	1,238,614.21	12,383.20	8,420.07	0.670
VANGUARD SHORT TERM CORP BD INDEX ADMRL (VSCSX)	84,949.142	22.3900	1,902,011.28	1,879,539.54	22,471.74	38,634.87	2.030
VANGUARD BACKED SECURITIES INDX ADM (VMBSX)	280,459.973	21.3300	5,982,211.22	5,979,304.08	2,907.14	86,830.41	1.450
Total Bond Funds (91% of account holdings)			\$22,781,770.48	\$22,888,560.37	-\$106,789.89	\$309,483.48	
Total Mutual Funds (91% of account holdings)			\$22,781,770.48	\$22,888,560.37	-\$106,789.89	\$309,483.48	





THIRD LAGUNA HILLS MUTUAL - CORPORATION

Holdings

Exchange Traded Products

Includes exchange-traded funds (ETFs), exchange-traded notes (ETNs), and other exchange-traded vehicles.

Description	Quantity	Price Per Unit	Total Market Value	Total Cost Basis	Unrealized Gain/Loss	Est. Annual Income (EAI)	Est. Yield (EY)
Fixed Income ETPs							
VANGUARD INTERMEDIATE TERM CORPORATE BOND ETF (VCIT)	24,471.000	\$93.0300	\$2,276,537.13	\$2,272,576.78	\$3,960.35	\$56,926.89	2.500%
Total Fixed Income ETPs(9% of account holdings)			2,276,537.13	2,272,576.78	3,960.35	56,926.89	
Total Exchange Traded Products (9% of account holdings)			\$2,276,537.13	\$2,272,576.78	\$3,960.35	\$56,926.89	
Total Holdings			\$25,079,556.25	\$25,161,137.15	-\$102,829.54	\$366,424.33	

Cost Basis - the original amount paid for a security, including the amount of reinvested dividends and capital gains, plus or minus certain adjustments. See last page of statement for details. Total Cost Basis does not include the cost basis on core, money market or other positions where cost basis is unknown or not applicable.

EAI **Estimated Annual Income (EAI) & Estimated Yield (EY)**- EAI is an estimate of annual income for a specific security position over the next rolling 12 months. EAI may be negative on short & EY positions. EY is calculated by dividing the current EAI for a security position by its statement closing date market value. EAI and EY are estimates only and may include return of principal and/or capital gains, which would render them overstated. Actual income and yield might be lower or higher than the estimated amounts. **For calculation details, refer to the "Additional Information and Endnotes" section.**

All positions held in cash account unless indicated otherwise.

Activity

Securities Bought & Sold

Settlement Date	Security Name	Symbol/ CUSIP	Description	Quantity	Price	Transaction Cost	Amount
03/31	VANGUARD INTERMEDIATE TERM CORPORATE BOND ETF	92206C870	You Bought	4,364.000	\$92.83000	-	-\$405,110.12
Total Securities Bought						-	-\$405,110.12
Net Securities Bought & Sold						-	-\$405,110.12





THIRD LAGUNA HILLS MUTUAL - CORPORATION

Activity

Dividends, Interest & Other Income

(Includes dividend reinvestment)

Settlement Date	Security Name	Symbol/ CUSIP	Description	Quantity	Price	Amount
02/26	VANGUARD BACKED SECURITIES INDX ADM	92206C755	Dividend Received	-	-	\$5,525.06
02/26	VANGUARD SHORT TERM TREASURY ADMIRAL	922031851	Dividend Received	-	-	252.16
02/26	VANGUARD SHORT TERM CORP BD INDEX ADMRL	92206C607	Dividend Received	-	-	2,480.51
03/04	VANGUARD INTERMEDIATE TERM CORPORATE BOND ETF	92206C870	Dividend Received	-	-	3,273.42
03/31	FID INTER TREASURY BOND INDEX FUND	31635V257	Dividend Received	-	-	6,465.52
03/31	FIDELITY GOVERNMENT CASH RESERVES	316067107	Dividend Received	-	-	3.41
03/31	FIDELITY SHORT TERM TREASURY BOND INDEX	31635V216	Dividend Received	-	-	5,183.15
Total Dividends, Interest & Other Income						\$23,183.23

Core Fund Activity

For more information about the operation of your core account, please refer to your Customer Agreement.

Settlement Date	Account Type	Transaction	Description	Quantity	Price	Amount	Balance
03/01	CASH	You Bought	FIDELITY GOVERNMENT CASH RESERVES @ 1	252.160	\$1.0000	\$252.16	\$403,427.69
03/01	CASH	You Bought	FIDELITY GOVERNMENT CASH RESERVES MORNING TRADE @ 1	8,005.570	1.0000	8,005.57	411,433.26
03/04	CASH	You Bought	FIDELITY GOVERNMENT CASH RESERVES MORNING TRADE @ 1	3,273.420	1.0000	3,273.42	414,706.68
03/31	CASH	You Bought	FIDELITY GOVERNMENT CASH RESERVES @ 1	11,652.080	1.0000	11,652.08	426,358.76
03/31	CASH	You Sold	FIDELITY GOVERNMENT CASH RESERVES MORNING TRADE @ 1	-405,110.120	1.0000	-405,110.12	21,248.64
Total Core Fund Activity						-\$381,926.89	





Additional Information and Endnotes

A COPY OF YOUR INVESTMENT REPORT IS AVAILABLE TO:

SAGEVIEW ADVISORY GROUP, LLC
4000 MACARTHUR BLVD
SUITE 1050
NEWPORT BEACH CA 92660

STEVE HORMUTH
PO BOX 2220
LAGUNA HILLS CA 92654-2220

- ▶ Fidelity is required by the Securities Exchange Act of 1934 to provide certain financial information from the Statement of Financial Condition of National Financial Services LLC (NFS). At December 31, 2020, NFS, an affiliate of Fidelity Brokerage Services LLC, had net capital of \$5,179 million, which was 12.16% of aggregate debit items and exceeded its minimum requirement by \$4,328 million. To acquire the Statement of Financial Condition of National Financial Services LLC (NFS), log on to Fidelity.com. If you wish to obtain a copy of this document at no cost, or have any questions regarding its contents, please call Fidelity at 800-343-3548. 457389.36.0
- ▶ If your brokerage account is established with asset based pricing, please review the terms and conditions governing this program: <https://clearingcustody.fidelity.com/app/literature/item/868856.html>. If you have any questions, please contact your advisor. 911663.1.0
- ▶ "Due to current events, mail may be delayed by circumstances beyond our control. You can always view your statements and other documents online. To learn more about paperless options please contact your Investment Advisor, Family Office, Authorized Agent or www.Fidelity.com/edelivery." 925785.1.0

Estimated Annual Income (EAI) & Estimated Yield (EY) - EAI for fixed income is calculated using the coupon rate. For all other securities, EAI is calculated using an indicated annual dividend (IAD). The IAD is an estimate of a security's dividend payments for the next 12 months calculated based on prior and/or declared dividends for that security. EY reflects only the income generated by an investment and not changes in its price which may fluctuate. Interest and dividend rates are subject to change at any time and may be affected by current and future economic, political and business conditions. EAI and EY are provided for informational purposes only and should not be used or relied on for making investment, trading or tax decisions. EAI and EY are based on data obtained from information providers believed to be reliable, but no assurance can be made as to accuracy, timeliness or completeness.

If you have a question about your account or require service, please call your investment advisor/authorized agent.

Lost or Stolen Cards - For Fidelity® Debit Card, call 800-323-5353. For details refer to your Fidelity Check Card Agreement and Disclosure Statement.

Additional Investments with Fidelity - Please make all checks payable to Fidelity Brokerage Services LLC (FBS). Please include your account number on the check. Do not include trading instructions with check deposits. We mail statements at least quarterly for any account with a balance. Please review your statement and report any inaccuracies or discrepancies immediately. Questions regarding your brokerage account or the activity therein should be directed to FBS at 800-544-6666, and National Financial Services LLC ("NFS"), who carries your brokerage accounts, at 866-408-1138. Any oral communications regarding inaccuracies or discrepancies should be reconfirmed in writing to protect your rights, including those under the Securities Investor Protection Act ("SIPA"). Please contact Fidelity or your authorized agent promptly of any material changes in your investment objectives or financial situation related to your brokerage account(s). If you request a reprint of your statement, the disclosure information may not be the same as the original.

Terms and Conditions of the Statement - Other than with respect to Fidelity-advised products and services, Fidelity does not endorse or recommend any particular investment, trading activity, or investment advisor/authorized agent, or have any responsibility for and will not review, monitor or supervise suitability of trading by any investment advisor/authorized agent. Fidelity has not verified the content of any logo or artwork on this statement identifying a firm other than Fidelity. The firm represented by such a logo or artwork is not an agent of or affiliated with Fidelity.

Changes in Portfolio Value and Account Summary - Shows activity in your portfolio and in each of your accounts for the statement period. To confirm that an authorized, direct deposit was made to your Fidelity Account, call Fidelity at 1-800-544-5555.

Value by Account - Shows the value of your account(s), for the current and previous statement periods.

Income Summary - Shows income by tax status for the statement and year-to-date periods. Except for interest earned on, or distributed by, tax-exempt securities, Fidelity reports dividends and capital gains held in taxable accounts as taxable income. A portion of this **tax-exempt** income may be subject to state and local taxes and the federal alternative minimum tax. Fidelity reports earnings on investments in Traditional IRAs, Rollover IRAs, SEP-IRAs and Keoghs as tax-deferred income. Earnings on Roth-IRAs are reported as tax-exempt income, since distributions may be tax-exempt after meeting the five-year aging requirement and certain other conditions.

Cost Basis, Gain/Loss, and Holding Period Information - NFS is required to report certain cost basis and holding period information to the IRS on Form 1099-B. Unless otherwise specified, NFS applies the average cost method for open-end mutual funds and the first-in, first-out (FIFO) method for all other securities. Cost basis is adjusted for wash sales on securities with the same CUSIP held in the same account (unless your account receives mark-to-market reporting). Your statement may not reflect all adjustments required for tax purposes. Customers should consult their tax advisors for further information.

Cost - Fidelity provides purchase cost information for securities held in retirement accounts. Such information may be adjusted for certain transactions and does not reflect reinvestments of dividends or capital gains. Fidelity reports transaction profit or loss information when securities are sold within a retirement account. Transaction profit or loss is calculated by subtracting purchase cost from sales proceeds using the FIFO method if shares were purchased at different times or prices.

Contributions/Distributions - Summarizes Traditional IRA and Roth IRA contributions, and taxable and non-taxable retirement distributions for these statement and year-to-date periods.

Total Value - The reported market value of an investment at the beginning or end of a statement period.

Unrealized Gain/Loss - For long positions, ending market value minus cost basis in non-retirement accounts and ending market value minus cost in retirement accounts. For short positions, proceeds minus ending market value. Unrealized gain/loss is calculated for pending sales because they are still in holdings. Unrealized gain/loss is not calculated for pending purchases because they are not in holdings.

Holding Type Percentage - Percentages by holding type only include long positions. Holding type percentages are rounded to the nearest percent and summed. If the sum is less than 100%, the difference between 100% and the sum is added to the holding type with the largest percentage.

Account Protection - Securities in accounts carried by NFS, a Fidelity Investments company, are protected in accordance with the Securities Investor Protection Corporation (SIPC) up to \$500,000 (including cash claims limited to \$250,000). For more information, including the SIPC brochure, please see www.sipc.org or call 1-202-371-8300. NFS has arranged for additional protection for cash and covered securities to supplement its SIPC coverage. Neither coverage protects against a decline in the market value of securities. Mutual funds and/or other securities are not backed or guaranteed by any bank, nor are they insured by the FDIC and involve investment risk including possible loss of principal. Bank deposits are not securities and are not covered by SIPC. Funds used to purchase or sweep to a bank deposit are SIPC protected until deposited to a Program Bank at which time funds may be eligible for FDIC insurance.

Information About Mutual Funds and Their Performance - Before investing consider the fund's or insurance product's investment objectives, risks, charges and expenses. Contact Fidelity or visit Fidelity.com for a prospectus containing this information. Read it carefully before investing. Performance data shown represents past performance, and is no guarantee of future results. Investment return and principal value will fluctuate, so you may have a loss or a gain when shares are sold. Current performance may be higher or lower than that quoted. Visit Fidelity.com/performance for most recent month-end performance. Each fund reserves the right to terminate or modify its exchange privilege. Foreign investment, especially those in emerging markets, may involve greater risks than U.S. investments. **Sales Loads and Fees**. In connection with (i) access to, purchase or redemption of, and/or maintenance of positions in mutual funds and other investment products such as alternative investments or private placements ("funds") or (ii) infrastructure needed to support such funds, some funds, or their investment

affiliates, pay FBS and/or NFS sales loads and 12b-1 fees described in the Offering Materials as well as additional compensation for shareholder services, start-up fees, infrastructure support and maintenance, and marketing, engagement and analytics programs. Additional information about the source(s) and amount(s) of compensation as well as other remuneration received by FBS or NFS will be furnished to you upon written request. At the time you purchase shares of funds those shares will be assigned either a load, transaction fee (TF) or no transaction fee (NTF) status. When you subsequently sell those shares, any fees applicable to your transaction will be assessed based on the status assigned to the shares at the time of purchase.

Customer Free Credit Balance - Free credit balances (FCB) are funds payable to you on demand. FCB are subject to open commitments such as uncleared checks and exclude proceeds from sales of certificated securities without delivery of the certificate. If your FCB is swept to a core position, you can liquidate the core position and have the proceeds sent to you or held in your account subject to the terms of your account agreement. Required rule 10b-10(a) information not contained herein will be provided on written request. Fidelity may use this free credit balance in connection with its business, subject to applicable law.

Assets Separate From Your Brokerage Account - Only securities in the margin portion of your brokerage account contribute to margin and maintenance requirements. Other Assets, that may be reported on your statement, maintained with Fidelity Investments Life Insurance Company and mutual fund only accounts held directly with the fund (Fidelity Mutual Fund Accounts) are not carried by NFS, not covered by the Securities Investor Protection Corporation (SIPC) and do not count toward your margin and maintenance requirements. Assets held in brokerage accounts managed by Fidelity Personal and Workplace Advisors LLC (FPWA) are carried by NFS and covered by SIPC but do not contribute to your margin and maintenance requirements.

Short Account Balances - Securities sold short are held in a segregated short account. These securities are marked-to-market for margin purposes and increase or decrease from the short sale price is transferred weekly to your margin account. Your short account balance is shown as of the last weekly mark-to-market, not statement end date.

Information About Your Option Transactions - Each transaction confirmation previously delivered to you contains full information about commissions and other charges, and such information is available promptly upon request. Assignments of American and European-style options are allocated among customer short positions pursuant to a random allocation procedure, a description is available upon request. Short positions in American-style options are liable for assignment anytime. The writer of a European-style option is subject to exercise assignment only during the exercise period. For more information about these, please call Fidelity at 800-544-6666.

Equity Dividend Reinvestment - Shares credited to your account resulted from transactions by FBS acting as agent for your account, or the Depository Trust Company (DTC).

Price Information/Total Market Value - The Total Market Value has been calculated to 9 decimal places; however, the individual unit price is displayed in 5 decimal places. The Total Market Value represents prices obtained from various sources, may be impacted by the frequency with which such prices are reported and such prices are not guaranteed. Prices received from pricing vendors are generally based on current market quotes, but when such quotes are not available pricing vendors use a variety of techniques to estimate value. These estimates, particularly for fixed income securities, may be based on certain minimum principal amounts (e.g. \$1 million) and may not reflect all factors that affect the value of the security, including liquidity risk. The prices provided are not firm bids or offers. Certain securities may reflect N/A or unavailable where the price for such security is generally not available from a pricing source. The Market Value of a security, including those priced at par value, may differ from its purchase price and may not closely reflect the value at which the security may be sold or purchased based on various market factors. The sale or redemption of any fixed income security prior to maturity may result in a loss. Prices for Certificates of Deposit (CDs) are generally estimates and are not based on actual market prices. The secondary market for CDs is generally illiquid. You should always request a current valuation for your securities prior to making a financial decision or placing an order. In executing orders on the Floor, the Floor broker may permit the Designated Market Maker to trade on parity with the order for some or all of the executions associated with filling that order, where such permission would not be inconsistent with the brokers best execution obligations.

Fidelity Investments - Fidelity Distributors Company LLC (FDC) is the distributor for Fidelity Funds with marketing and shareholder services provided by FBS or NFS. Brokerage services are provided by FBS, which clears all transactions through its affiliate NFS. NFS carries all brokerage accounts. FBS and NFS are members of the NYSE and SIPC. Upon written request, Fidelity will mail a NFS financial statement, which is also available at its office. Fidelity Investments (with pyramid logo) is a trademark of FMR LLC. Insurance products are distributed by FBS, Fidelity Insurance Agency, Inc., and Fidelity Investments Insurance Agency of Texas, Inc. **FPWA Services** - Fidelity Go®, Fidelity® Personalized Planning & Advice and Fidelity® Strategic Disciplines are advisory services offered by FPWA, a registered investment adviser. Fidelity® Strategic Disciplines includes the Breckinridge Intermediate Municipal Strategy, the Fidelity® Equity-Income Strategy, the Fidelity® U.S. Large Cap Equity Strategy, the Fidelity® Tax-Managed U.S. Equity Index Strategy, the Fidelity® International Equity Strategy, the Fidelity® Tax-Managed International Equity Index Strategy, the Fidelity® Intermediate Municipal Strategy and the Fidelity® Core Bond Strategy. Fidelity® Wealth Services are advisory services offered by FPWA or Fidelity Personal Trust Company, FSB (FPTC), a federal savings bank. Nondeposit investment products and trust services offered by FPTC and its affiliates are not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency, are not obligations of any bank, and are subject to risk, including possible loss of principal. **These advisory services are provided for a fee.** FBS, NFS, FDC, FPWA and FPTC are direct or indirect subsidiaries of FMR LLC.

534024.25.0

This page is intentionally left blank.

Third Laguna Hills Mutual
Supplemental Appropriation Schedule
Period Ending: 3/31/2021

Fund/Item	Resolution	BUDGET	EXPENDITURES I-T-D*			Remaining Ecumbrance
		Total Appropriations	2021	Prior Years	Total	
Disaster Fund						
Insurance Renewal	3-20-76	\$1,800,000	\$844,223	\$0	\$844,223	\$955,777
Moisture Intrusion Relandscaping at 3129-B		86,915	0	0	0	86,915
Total		\$1,886,915	\$844,223	\$0	\$844,223	\$1,042,692

*Incurred To Date

**THIRD LAGUNA HILLS MUTUAL
FUND EXPENDITURES REPORT
AS OF MARCH 31, 2021**

DESCRIPTION	CURRENT MONTH		YEAR-TO-DATE		TOTAL BUDGET *	% EXPENDED	VARIANCE	
	ACTUAL	BUDGET	ACTUAL	BUDGET			\$	%
REPLACEMENT FUND - MAINTENANCE & CONSTRUCTION								
BUILDING NUMBERS	\$0	\$2,500	\$0	\$7,500	\$30,000	0%	\$7,500	100%
BUILDING STRUCTURES	98,820	292,610	183,394	671,198	3,599,789	5%	487,803	73%
ELECTRICAL SYSTEMS	0	4,957	0	14,871	59,495	0%	14,871	100%
EXTERIOR LIGHTING	7,853	6,249	7,853	18,747	75,000	10%	10,894	58%
FENCING	7,274	4,995	23,030	14,732	58,920	39%	(8,298)	(56%)
GARDEN VILLA LOBBY	2,466	12,500	5,150	25,000	112,500	5%	19,850	79%
GARDEN VILLA MAILROOM	24	37	73	109	439	17%	35	32%
GARDEN VILLA RECESSED AREA	0	5,909	0	11,546	65,000	0%	11,546	100%
GV REC ROOM WATER HEATER/HEAT PUMP	579	503	2,002	1,503	6,017	33%	(499)	(33%)
GUTTER REPLACEMENTS	2,149	6,392	7,083	19,049	76,206	9%	11,966	63%
MAILBOXES	26,767	4,357	30,072	12,977	51,899	58%	(17,095)	(132%)
PAINT PROGRAM - EXTERIOR	97,808	128,017	294,912	377,015	1,506,039	20%	82,103	22%
PRIOR TO PAINT	75,009	91,294	224,790	264,140	1,071,350	21%	39,350	15%
PAVING	0	0	0	0	694,149	0%	0	0%
ROOF REPLACEMENTS	10,279	11,666	23,798	101,583	1,439,294	2%	77,785	77%
WALL REPLACEMENTS	0	0	0	0	35,000	0%	0	0%
WASTE LINE REMEDIATION	(77,166)	83,333	65,982	249,999	1,000,000	7%	184,017	74%
WATER LINES - COPPER PIPE REMEDIATION	0	0	0	0	500,000	0%	0	0%
TOTAL	\$251,862	\$655,319	\$868,139	\$1,789,969	\$10,381,097	8%	\$921,830	51%
REPLACEMENT FUND - GENERAL SERVICES								
PRIOR TO PAINT	\$893	\$1,009	\$2,691	\$2,969	\$11,856	23%	\$278	9%
PAVING	5,669	6,716	17,081	19,777	79,002	22%	2,698	14%
EXTERIOR WALLS	0	4,095	11,200	12,285	49,147	23%	1,085	9%
TOTAL	\$6,561	\$11,820	\$30,971	\$35,031	\$140,005	22%	\$4,060	12%
REPLACEMENT FUND - LANDSCAPE SERVICES								
LANDSCAPE MODIFICATION	\$12,565	\$40,676	\$53,927	\$121,961	\$487,823	11%	\$68,034	56%
IMPROVEMENT & RESTORATION	9,731	10,776	29,614	31,773	126,524	23%	2,158	7%
TREE MAINTENANCE	74,186	77,450	177,780	230,295	920,872	19%	52,516	23%
TOTAL	\$96,481	\$128,902	\$261,321	\$384,029	\$1,535,219	17%	\$122,707	32%
ELEVATOR REPLACEMENT FUND								
ELEVATOR REPLACEMENT	\$0	\$0	\$8,340	\$0	\$255,000	3%	(\$8,340)	0%
TOTAL	\$0	\$0	\$8,340	\$0	\$255,000	3%	(\$8,340)	0%
LAUNDRY REPLACEMENT FUND								
LAUNDRY APPLIANCES	\$8,724	\$7,773	\$13,420	\$23,234	\$92,955	14%	\$9,815	42%
LAUNDRY COUNTERTOP/FLOOR/TILE REPAIRS	1,017	4,933	3,855	14,721	58,888	7%	10,866	74%
TOTAL	\$9,741	\$12,707	\$17,275	\$37,956	\$151,843	11%	\$20,681	54%
GARDEN VILLA RECREATION ROOM FUND								
GARDEN VILLA RECREATION ROOMS	\$38,692	\$6,204	\$42,470	\$18,003	\$71,831	59%	(\$24,466)	(136%)
TOTAL	\$38,692	\$6,204	\$42,470	\$18,003	\$71,831	59%	(\$24,466)	(136%)

**THIRD LAGUNA HILLS MUTUAL
FUND EXPENDITURES REPORT
AS OF MARCH 31, 2021**

DESCRIPTION	CURRENT MONTH		YEAR-TO-DATE		TOTAL BUDGET *	% EXPENDED	VARIANCE	
	ACTUAL	BUDGET	ACTUAL	BUDGET			\$	%
OPERATING FUND - MAINTENANCE & CONSTRUCTION								
APPLIANCE REPAIRS	\$7,178	\$7,713	\$20,342	\$22,706	\$90,825	22%	\$2,365	10%
CARPENTRY SERVICE	35,027	38,697	103,734	114,008	455,942	23%	10,274	9%
ELECTRICAL SERVICE	9,899	11,517	28,841	33,833	135,290	21%	4,991	15%
FIRE PROTECTION	1,126	9,500	2,372	28,475	133,931	2%	26,103	92%
MISC REPAIRS BY OUTSIDE SERVICE	7,944	4,888	8,389	14,664	58,664	14%	6,275	43%
PEST CONTROL	(47,505)	2,500	(42,610)	7,000	645,800	-7%	49,610	709%
PLUMBING SERVICE	49,264	57,316	143,648	169,158	676,492	21%	25,510	15%
SOLAR MAINTENANCE	0	2,083	12,553	6,249	25,000	50%	(6,304)	(101%)
TOTAL	\$62,933	\$134,214	\$277,269	\$396,094	\$2,221,944	12%	\$118,825	30%
OPERATING FUND - GENERAL SERVICES								
CONCRETE REPAIR/REPLACEMENT	\$30,136	\$32,235	\$89,524	\$95,095	\$379,831	24%	\$5,571	6%
JANITORIAL SERVICE	78,757	82,199	235,012	242,005	962,945	24%	6,994	3%
GUTTER CLEANING	3,072	15,052	9,258	44,955	179,758	5%	35,697	79%
TRAFFIC CONTROL	1,667	1,870	5,024	5,502	21,974	23%	478	9%
WELDING	8,669	9,786	25,935	28,804	115,027	23%	2,868	10%
TOTAL	\$122,301	\$141,143	\$364,753	\$416,361	\$1,659,535	22%	\$51,608	12%
OPERATING FUND - LANDSCAPE SERVICES								
LANDSCAPE ADMINISTRATION	\$28,279	\$28,494	\$76,324	\$82,588	\$332,008	23%	\$6,264	8%
NURSERY & COMPOSTING	28,512	24,515	81,592	72,437	290,340	28%	(9,156)	(13%)
GROUPS MAINTENANCE	234,541	269,968	681,006	799,824	3,173,855	21%	118,818	15%
IRRIGATION	75,281	89,367	231,374	263,724	1,053,027	22%	32,350	12%
SMALL EQUIPMENT REPAIR	25,824	19,168	54,753	56,742	226,338	24%	1,988	4%
PEST CONTROL	25,609	26,785	79,117	79,074	316,113	25%	(43)	(0%)
TOTAL	\$418,047	\$458,296	\$1,204,168	\$1,354,389	\$5,391,681	22%	\$150,221	11%
DISASTER FUND - MAINTENANCE & CONSTRUCTION								
MOISTURE INTRUSION - RAIN LEAKS	(\$2,320)	\$19,792	(\$1,311)	\$59,376	\$237,513	-1%	\$60,687	102%
MOISTURE INTRUSION - PLUMBING LEAKS	473	33,333	9,226	99,999	400,000	2%	90,773	91%
MOISTURE INTRUSION - PLUMBING STOPPAGES	0	4,166	0	12,498	50,000	0%	12,498	100%
MOISTURE INTRUSION - MISCELLANEOUS	0	3,879	0	11,637	46,548	0%	11,637	100%
DAMAGE RESTORATION SERVICES	(281)	18,476	20,993	55,093	220,370	10%	34,100	62%
TOTAL	(\$2,128)	\$79,646	\$28,908	\$238,603	\$954,431	3%	\$209,695	88%
DISASTER FUND - FINANCIAL SERVICES								
INSURANCE PREMIUMS	(\$18,493)	\$177,586	\$844,223	\$532,757	\$2,131,029	40%	(\$311,465)	(58%)
TOTAL	(\$18,493)	\$177,586	\$844,223	\$532,757	\$2,131,029	40%	(\$311,465)	(58%)
DISASTER FUND - LANDSCAPE SERVICES								
RISK FIRE MANAGEMENT	\$65,196	\$15,000	\$65,196	\$45,000	\$180,000	36%	(\$20,196)	(45%)
TOTAL	\$65,196	\$15,000	\$65,196	\$45,000	\$180,000	36%	(\$20,196)	(45%)

**THIRD LAGUNA HILLS
MUTUAL MAINTENANCE PROGRAMS EXPENDITURES
REPORT AS OF MARCH 31, 2021**

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

RESERVE FUND - MAINTENANCE & CONSTRUCTION

BUILDING NUMBERS	\$0	\$0	\$0	\$0
BUILDING STRUCTURES	183,394	72,121	25,169	86,103
ELECTRICAL SYSTEMS	0	0	0	0
EXTERIOR LIGHTING	7,853	0	0	7,853
FENCING	23,030	11,240	11,790	0
GARDEN VILLA LOBBY	5,150	0	0	5,150
GARDEN VILLA MAILROOM	73	73	0	0
GARDEN VILLA RECESSED AREA	0	0	0	0
GV REC ROOM WATER HEATER/HEAT PUMP	2,002	233	881	888
GUTTER REPLACEMENTS	7,083	5,577	1,506	0
MAILBOXES	30,072	4,142	25,930	0
PAINT PROGRAM - EXTERIOR	294,912	291,670	3,242	0
PRIOR TO PAINT	224,790	209,867	14,923	0
PAVING	0	0	0	0
ROOF REPLACEMENTS	23,798	0	0	23,798
WALL REPLACEMENTS	0	0	0	0
WASTE LINE REMEDIATION	65,982	0	0	65,982
WATER LINES - COPPER PIPE REMEDIATION	0	0	0	0
TOTAL	\$868,139	\$594,924	\$83,441	\$189,773

RESERVE FUND - GENERAL SERVICES

PRIOR TO PAINT	\$2,691	\$2,691	\$0	\$0
PAVING	17,081	17,081	0	0
EXTERIOR WALLS	11,200	0	0	11,200
TOTAL	\$30,971	\$19,771	\$0	\$11,200

RESERVE FUND - LANDSCAPE

LANDSCAPE MODIFICATION	\$53,927	\$3,215	\$0	\$50,712
IMPROVEMENT & RESTORATION	29,614	29,614	0	0
TREE MAINTENANCE	177,780	97,713	0	80,067
TOTAL	\$261,321	\$130,542	\$0	\$130,779

RESERVE FUND - ELEVATOR

ELEVATOR REPLACEMENT	\$8,340	\$0	\$0	\$8,340
TOTAL	\$8,340	\$0	\$0	\$8,340

**THIRD LAGUNA HILLS
MUTUAL MAINTENANCE PROGRAMS EXPENDITURES
REPORT AS OF MARCH 31, 2021**

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

RESERVE FUND - LAUNDRY

LAUNDRY APPLIANCES	\$13,420	\$3,725	\$9,695	\$0
LAUNDRY COUNTERTOP/FLOOR/TILE REPAIRS	3,855	3,155	0	700
TOTAL	\$17,275	\$6,880	\$9,695	\$700

GARDEN VILLA REC ROOM FUND - MAINTENANCE & CONSTRUCTION

GARDEN VILLA RECREATION ROOMS	\$42,470	\$10,261	\$13	\$32,195
TOTAL	\$42,470	\$10,261	\$13	\$32,195

OPERATING FUND - MAINTENANCE & CONSTRUCTION

APPLIANCE REPAIRS	\$20,342	\$15,659	\$4,683	\$0
CARPENTRY SERVICE	103,734	91,754	11,980	0
ELECTRICAL SERVICE	28,841	25,815	3,027	0
FIRE PROTECTION	2,372	891	58	1,423
MISC REPAIRS BY OUTSIDE SERVICE	8,389	0	0	8,389
PEST CONTROL	(42,610)	0	0	(42,610)
PLUMBING SERVICE	143,648	128,745	7,081	7,822
SOLAR MAINTENANCE	12,553	0	0	12,553
TOTAL	\$277,269	\$262,864	\$26,828	(\$12,423)

OPERATING FUND - GENERAL SERVICES

CONCRETE REPAIR/REPLACEMENT	\$89,524	\$82,770	\$6,754	\$0
JANITORIAL SERVICE	235,012	224,978	10,034	0
GUTTER CLEANING	9,258	9,258	0	0
TRAFFIC CONTROL	5,024	5,024	0	0
WELDING	25,935	25,621	315	0
TOTAL	\$364,753	\$347,650	\$17,103	\$0

OPERATING EXPENDITURES - LANDSCAPE SERVICES

LANDSCAPE ADMINISTRATION	\$76,324	\$76,324	\$0	\$0
NURSERY & COMPOSTING	81,592	81,592	0	0
GROUPS MAINTENANCE	681,006	637,646	486	42,874
IRRIGATION	231,374	207,838	23,536	0
SMALL EQUIPMENT REPAIR	54,753	54,753	0	0
PEST CONTROL	79,117	79,117	0	0
TOTAL	\$1,204,168	\$1,137,272	\$24,022	\$42,874

**THIRD LAGUNA HILLS
MUTUAL MAINTENANCE PROGRAMS EXPENDITURES
REPORT AS OF MARCH 31, 2021**

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

DISASTER FUND - MAINTENANCE & CONSTRUCTION

MOISTURE INTRUSION - RAIN LEAKS	(\$1,311)	\$0	\$0	(\$1,311)
MOISTURE INTRUSION - PLUMBING LEAKS	9,226	0	0	9,226
MOISTURE INTRUSION - PLUMBING STOPPAGES	0	0	0	0
MOISTURE INTRUSION - MISCELLANEOUS	0	0	0	0
DAMAGE RESTORATION SERVICES	20,993	14,758	1,305	4,930
TOTAL	\$28,908	\$14,758	\$1,305	\$12,845

DISASTER FUND - FINANCIAL SERVICES

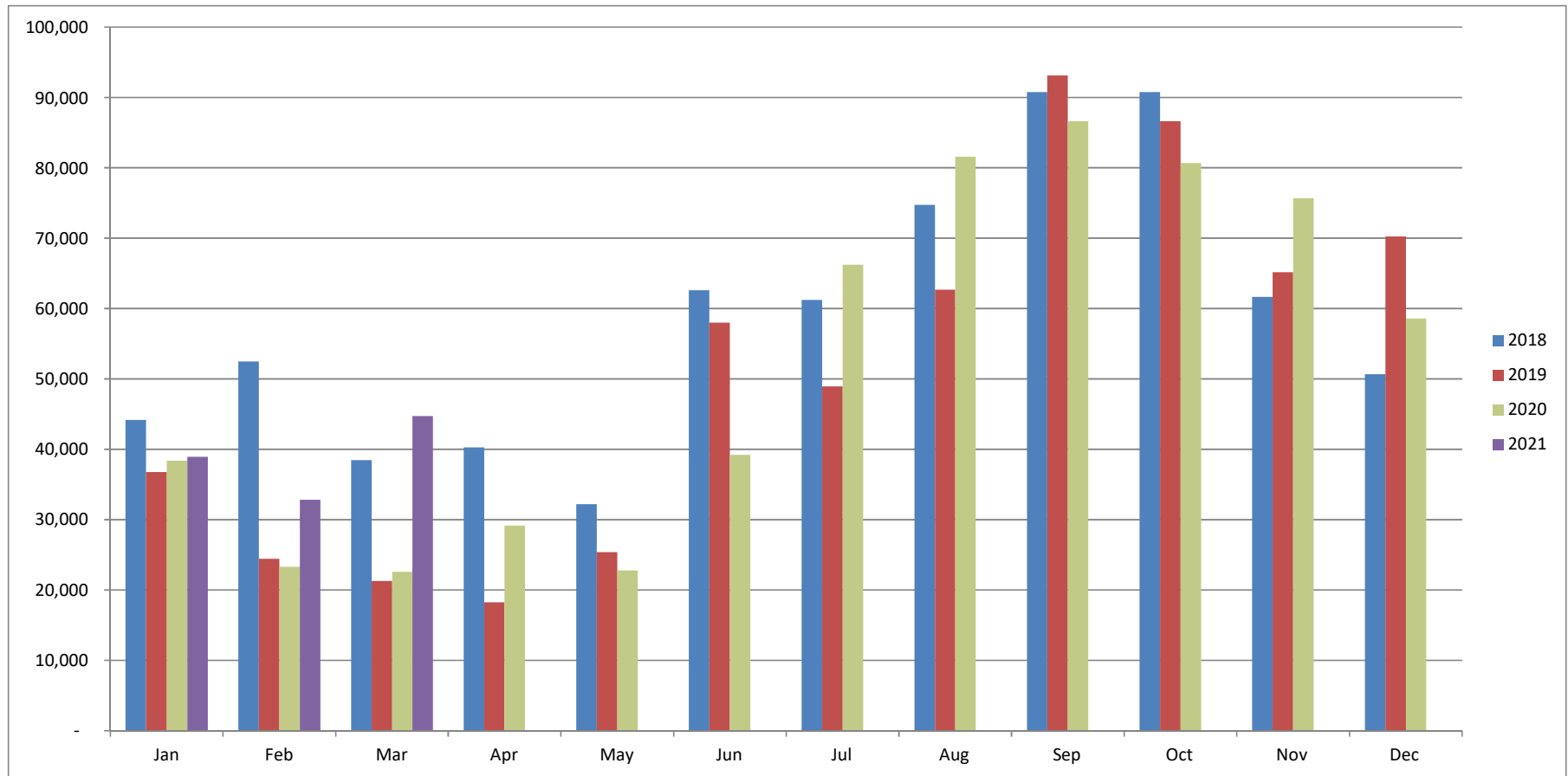
INSURANCE PREMIUMS	\$844,223	\$0	\$0	\$844,223
TOTAL	\$844,223	\$0	\$0	\$844,223

DISASTER FUND - MAINTENANCE & CONSTRUCTION

RISK FIRE MANAGEMENT	\$65,196	\$0	\$0	\$65,196
TOTAL	\$65,196	\$0	\$0	\$65,196

Third Mutual Water Usage in 100 cubic feet units

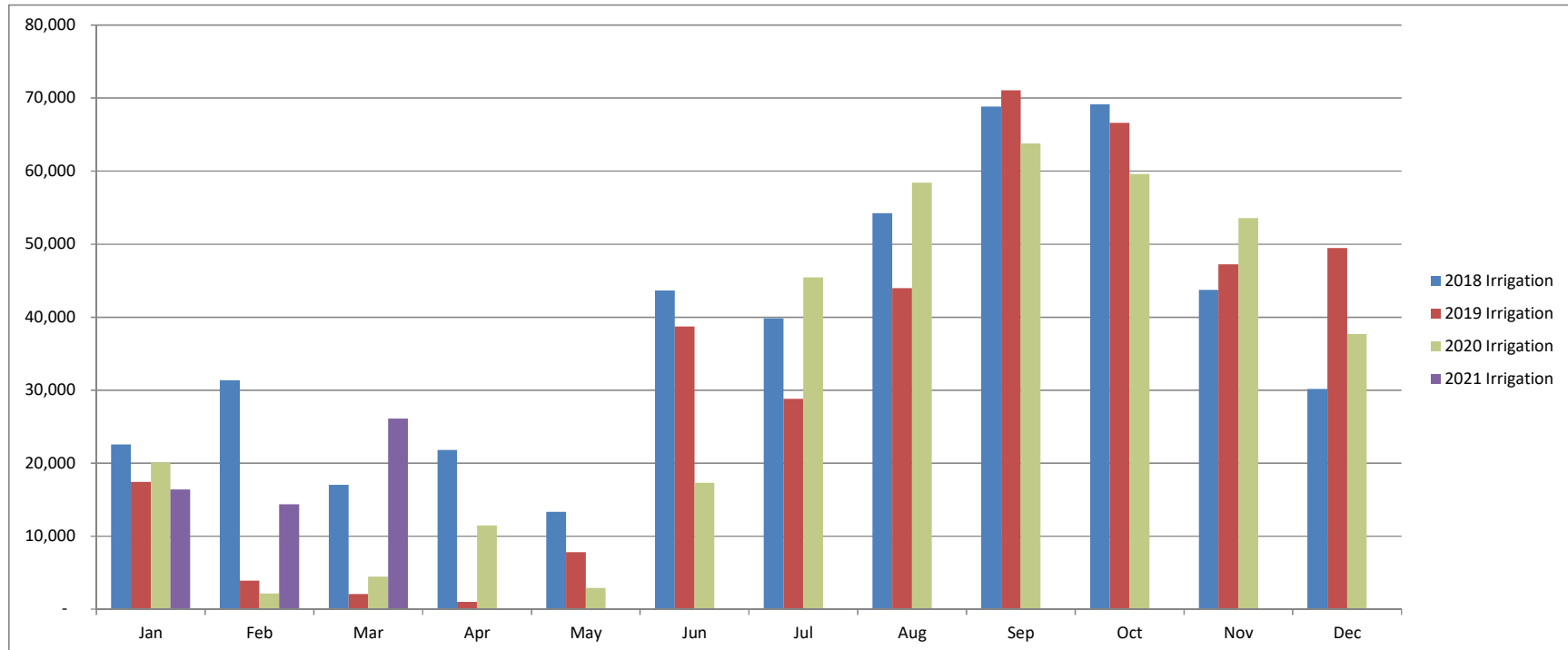
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Total
2018	44,191	52,495	38,446	40,263	32,183	62,631	61,214	74,756	90,767	90,776	61,661	50,693	135,132	700,076
2019	36,777	24,432	21,298	18,269	25,378	58,015	48,914	62,672	93,135	86,655	65,159	70,254	82,507	610,958
2020	38,350	23,285	22,570	29,169	22,804	39,197	66,203	81,581	86,612	80,664	75,700	58,608	84,205	624,743
2021	38,929	32,844	44,745	-	-	-	-	-	-	-	-	-	116,518	116,518



Third Mutual

Irrigation Water Usage in 100 cubic feet units

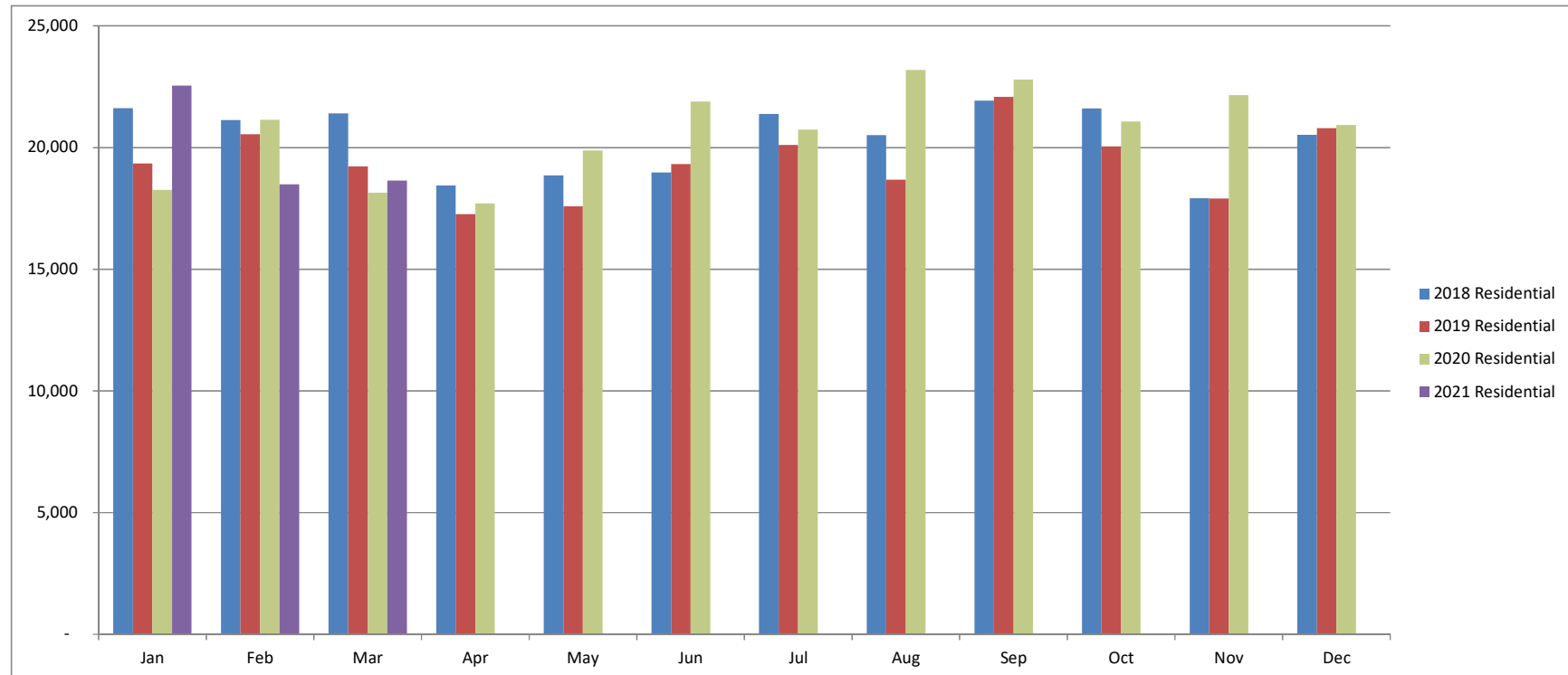
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Total
2018 Irrigation	22,567	31,368	17,039	21,814	13,332	43,653	39,833	54,254	68,843	69,176	43,741	30,171	70,974	455,791
2019 Irrigation	17,434	3,892	2,081	1,000	7,803	38,696	28,811	43,994	71,052	66,612	47,254	49,451	23,407	378,080
2020 Irrigation	20,096	2,146	4,430	11,464	2,923	17,310	45,463	58,399	63,816	59,592	53,554	37,681	26,672	376,874
2021 Irrigation	16,390	14,356	26,104	-	-	-	-	-	-	-	-	-	56,850	56,850



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
2018 Residential	21,624	21,127	21,407	18,449	18,851	18,978	21,381	20,502	21,924	21,600	17,920	20,522	64,158	244,285
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	59,100	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	57,533	247,869
2021 Residential	22,539	18,488	18,641	-	-	-	-	-	-	-	-	-	59,668	59,668



Third Laguna Hills Mutual

2020 Bridge: Preliminary Board Financials >> Audited Financials >> Final Board Financials

Total Revenue	Total Expense	Excess of Revenue Over Expenses	
\$ 35,187,362	\$ 34,184,357	\$ 1,003,005	Preliminary Board Financials for December 31, 2020
			<u>GRF revenue and expense presented for consolidated audited financial statement purposes:</u>
13,297,478	13,297,478	-	GRF Operating Revenue & Expense
1,757,376	1,757,376	-	GRF Restricted Fund Revenue & Expense
			<u>Increase in revenue resulted from additional accruals/year end adjustments:</u>
110	-	110	Leasing revenue - correction / removal of duplicate NSF charges
			<u>Increase (decrease) in expense resulted from additional accruals:</u>
-	623,760	(623,760)	Outside Services - Moisture Intrusion
-	63,843	(63,843)	Outside Services - Plumbing, Projects and Permits & Inspections
-	50,230	(50,230)	Outside Services - reclassification of election costs from Consulting Fees
-	50,115	(50,115)	Water Expense - Year end accrual correction
-	9,378	(9,378)	Employee compensation and related moved from GRF and United
-	1,107	(1,107)	Materials and supplies
-	(25,715)	25,715	Income Taxes - year end tax provision adjustment
-	(50,230)	50,230	Consulting Fees - reclassification of election costs to Outside Services
			<u>Change in revenue and expense presentation:</u>
51,113	51,113	-	Legal Expense - Resident charges reclassified from expense to Legal Revenue per GAAP
(437,409)	(437,409)	-	Unrealized gain on AFS investments presented as "Other changes" below total expenses on audited financial statements
-	(1,845,066)	1,845,066	Unrealized gain in voting interest in GRF presented as "Other changes" below total expenses on audited financial statements
-	482	(482)	Other
49,856,030	47,730,819	2,125,211	Audited Financials Statements: Statements of Operations
			<u>GRF revenue and expense presented for consolidated audited financial statement purposes (Reversal):</u>
(13,297,478)	(13,297,478)	-	GRF Operating Revenue & Expense
(1,757,376)	(1,757,376)	-	GRF Restricted Fund Revenue & Expense
			<u>Change in revenue and expense presentation (Reversal):</u>
(51,113)	(51,113)	-	Legal Expense - Resident charges reclassified from expense to Legal Revenue per GAAP
437,409	437,409	-	Unrealized holding gain on available-for-sale investments
1,845,066	1,845,066	-	Unrealized gain in voting interest in GRF
\$ 37,032,538	\$ 34,907,327	\$ 2,125,211	Final Board Financials for December 31, 2020

Third Laguna Hills Mutual

2020 Year-end analysis potential OPR surplus

	Final 12/31/2020 Operating Statement	Less Adjustments	Adjusted 12/31/2020 Operating Statement
Operating	20,228,546	-	20,228,546
Additions to restricted funds	-	-	-
Merchandise sales	-	-	-
Fees and charges for services to residents	401,033	-	401,033
Laundry	198,525	-	198,525
Interest income	-	-	-
Unrealized gain/loss on AFS investments	-	-	-
Miscellaneous	2,388,713	(1,845,066)	543,647
Total revenue	23,216,817	(1,845,066)	21,371,751
Employee compensation and related	9,437,847	-	9,437,847
Materials and supplies	633,276	-	633,276
Utilities and telephone	5,365,499	-	5,365,499
Legal fees	627,448	-	627,448
Professional fees	216,775	-	216,775
Equipment rental	4,688	-	4,688
Outside services	1,255,418	-	1,255,418
Repairs and maintenance	298,313	-	298,313
Other operating expense	106,218	-	106,218
Income tax	16,295	-	16,295
Property and sales tax	497	-	497
Insurance	1,910,975	-	1,910,975
Investment expense	-	-	-
Uncollectible accounts	71,798	-	71,798
Gain/loss on sale or trade	-	-	-
Depreciation and amortization	134,876	(134,876)	-
Net allocations to mutual	1,291,881	-	1,291,881
Total expense	21,371,804	(134,876)	21,236,928
Excess of revenues over expense	1,845,013	(1,710,190)	134,823