

**HEATHER GARDENS BUDGET & FINANCE COMMITTEE  
FEBRUARY 14, 2022, MEETING REPORT  
ZOOM MEETING**

**TO:** Members of the Heather Gardens Budget & Finance Committee, HGA Board of Directors, HGMD Board of Directors, and Chief Executive Officer.

**FROM:** Terry Hostetler, HGA Treasurer, and Bill Archambault, HGMD Treasurer

**Committee:** Terry Hostetler, Co-Chair, Bill Archambault, Co-Chair, Craig Baldwin, Harry Laubach, Ray Nash, Randy Lane, Linda Serio, and Richard Ferguson. Committee member Lane was absent and excused from the meeting.

**Staff:** Jon Rae, CEO; Jerry Counts, CFO; Jason Altshuler, COO.

**Audience:** Approximately 16 residents, including HGA Board Members and HGMD Board Members

**Welcome and Chair Comments:** The B&F Committee meeting was called to order at 10:00 AM. A quorum was established. Co-Chair Hostetler welcomed all members and residents present.

The January 17, 2022, B&F Committee meeting report was accepted with two corrections.

**Monthly Operating Analysis Review:** Jerry Counts, CFO, reviewed the November financial statements for HGA and HGMD. All questions were answered.

**Subcommittee and Other Reports:**

Audit Subcommittee: Report was reviewed.

Insurance Subcommittee: No meeting. The chair is planning on a meeting in March.

Capital Projects Subcommittee: No meeting.

Investment Update: Chair provided an update indicating that annuity interest rates had increased. There was discussion of this later in the meeting.

**Unfinished Business:** None

**New Business:** None.

**Investment Discussion:** There was a lengthy discussion regarding investing in annuities. The Association is planning on investing \$1 million in 3-year annuities. Discussion revolved around whether investing in annuities or in highly rated corporate bonds would be more prudent

fiscally for the Association. Committee member Ferguson made a motion that the Association not invest in annuities but rather obtain a proposal for investing in highly rated corporate bonds. The motion did not receive a second and therefore was not considered further.

**Members of the audience wishing to speak on non-agenda items: None**

The meeting was adjourned at 11:35 AM.

The next meeting will be on March 14, 2022.