

**MINUTES OF THE REGULAR MEETING OF THE
BOARD OF DIRECTORS OF UNITED LAGUNA HILLS MUTUAL
A CALIFORNIA NON-PROFIT MUTUAL BENEFIT CORPORATION**

July 10, 2012

The Regular Meeting of the Board of Directors of United Laguna Hills Mutual, a California Non-Profit Mutual Benefit Corporation, was held on Tuesday, July 10, 2012 at 9:30 A.M. at 24351 El Toro Road, Laguna Woods, California.

Directors Present: Ron Beldner, Catherine Brians, Paul Vogel, Roger Turner, John Dalis, Barbara Copley, Heather Gerson, Jack Bassler, Charles Hammer, Mary Stone, Barbara B. Howard

Directors Absent: None

Staff Present: Jerry Storage, Patty Kurzet; Executive Session: Cris Robinson, Luis Rosas

Others Present: Alex Noland of Swedelson & Gottlieb

CALL TO ORDER

Ron Beldner, President of the Corporation, chaired and opened the meeting, and stated that it was a Regular Meeting held pursuant to notice duly given. A quorum was established and the meeting was called to order at 9:30 A.M.

PLEDGE OF ALLEGIANCE

Director Heather Gerson led the Pledge of Allegiance to the Flag.

ACKNOWLEDGEMENT OF PRESS

A representative of the Laguna Woods Globe was not present, and the Channel 6 Camera Crew, by way of remote cameras, was acknowledged as present.

APPROVAL OF AGENDA

Without objection, the Board approved the agenda as submitted.

CHAIR'S REMARKS

President Beldner postponed his comments to after Members' Comments.

Alex Noland, Esq. spoke to the Membership on the issues raised regarding the proposed amendments to the United Mutual Bylaws and Occupancy Agreement.

Without objection, the Board agreed to limit Members' Comments to 30 minutes.

UNITED MUTUAL MEMBER COMMENTS AND PUBLIC FORUM

United Mutual Members were given the opportunity to speak and the Directors briefly responded to the comments.

President Beldner provided his Chair's remarks.

APPROVAL OF MINUTES

The Board reviewed and approved without objection the minutes of the Regular Meeting of June 12, 2012.

UNFINISHED BUSINESS

The Secretary of the Corporation, Director Copley, read the following proposed resolution prohibiting placement of non-commercial signage on United Mutual common area:

RESOLUTION 01-12

WHEREAS, Civil Code §1353.6 states that **an association homeowner association** cannot prohibit placement of non-commercial signs on exclusive use common area or a separate interest; and

WHEREAS, United Mutual does not have a policy prohibiting signage on common area;

NOW THEREFORE BE IT RESOLVED, August 14, 2012, that the Board of Directors hereby prohibits the placement of non-commercial signage on United Mutual common area; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purposes of this resolution.

Director Copley moved to approve the resolution. Director Vogel seconded the motion and discussion ensued.

Without objection, the Board struck out the words "homeowner association" and replaced it with "an association".

Without objection the resolution was postponed as amended to the August meeting to satisfy the 30-day notification requirement.

Without objection, the Board waived the reading of the following proposed resolution establishing an Asbestos Containing Materials Policy:

RESOLUTION 01-12

WHEREAS, asbestos-containing material (ACM) is regulated at both the Federal and State levels by mandating specific testing, material handling and disposal procedures; and United Mutual, its managing agent, and hired contractors follow established protocols when performing work involving potential asbestos-containing material; and

WHEREAS, if a Member performs a manor alteration or otherwise disturbs the potential asbestos-containing material without first properly testing the materials, the manor may become contaminated; and

WHEREAS, the Mutual does not have a formal policy that addresses Member responsibility for testing and handling ACM in performing alteration to their manors; and

NOW THEREFORE BE IT RESOLVED, August 14, 2012, that the Board of Directors of this Corporation hereby establishes an Asbestos Containing Materials Policy as attached to the minutes of this meeting; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Without objection the resolution was postponed to the August meeting to satisfy the 30-day notification requirement.

NEW BUSINESS

The Secretary of the Corporation read a proposed resolution approving the ballot package for the 2012 Director Election. Director Copley moved to approve the resolution. Director Brians seconded the motion and discussion ensued.

Members Charlene Sydow (646-A) and Pamela Grundke (2214-B) commented on the motion.

By a vote of 9-1-0 (Director Howard opposed), the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 01-12-111

RESOLVED, July 10, 2012, that the ballot package for the 2012 Election of Directors of this Corporation, as prepared by the managing agent, is hereby approved; and

RESOLVED FURTHER, that the Board hereby approves three (3) random ballot rotations to be determined by Martin and Chapman, the approved Inspectors of Election; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of the resolution.

The Secretary of the Corporation read a proposed resolution authorizing the mailing of the proposed Amended and Restated Bylaws and Occupancy Agreement out to the Membership for a vote. Director Copley moved to approve the resolution. Director Gerson seconded the motion and discussion ensued.

Members Nancy and Phil Doran (895-C) and Pat English (558-B) commented on the motion.

By a vote of 8-2-0 (Directors Howard and Bassler opposed), the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 01-12-112

WHEREAS, the Board of Directors of this Corporation have extensively reviewed and revised proposed changes to the Mutual's Bylaws and Occupancy Agreement with its legal counsel, and believe them to be in the best interest of the Corporation and its Members;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors of this Corporation hereby authorizes the mailing of the proposed Amended and Restated Bylaws and Amended and Restated Occupancy Agreement for a vote by the Membership; and

WHEREAS, this Board of Directors will hold Town Hall Meetings to inform its Membership of changes to these documents; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of the resolution.

Director Turner moved to post committee agendas on the Village website. Director Gerson seconded the motion and the motion carried unanimously.

GENERAL MANAGER'S REPORT

Mr. Storage updated the membership on the ongoing projects in United Mutual and GRF.

Mr. Gene Hart spoke to the overnight parking permit policies.

CONSENT CALENDAR

Without objection the Board approved the Consent Calendar as written and the Board took the following actions:

Maintenance and Construction Committee Recommendations:

RESOLUTION 01-12-113

RESOLVED, June 12, 2012, that the request of Mr. Robert Johnson of 487-D Calle Cadiz to perform patio and wall modifications is hereby approved; and

RESOLVED FURTHER, that all costs for installation, repair and maintenance associated with the patio and wall modifications are the responsibility of the Mutual Member(s) at Manor 487-D; and

RESOLVED FURTHER, that a required Mutual permit for the patio and wall modification must be obtained through the Permits and Inspections Office located in Laguna Woods Village Community Center; and

RESOLVED FURTHER, that the interlocking paving bricks and concrete walkway must be installed as per standard construction practices; and

RESOLVED FURTHER, that all landscape, irrigation and drainage modifications associated with the patio and wall modifications, if any, are to be completed by the Landscape Division at the expense of the Mutual Member(s) at Manor 487-D.

RESOLUTION 01-12-114

RESOLVED, June 12, 2012, that the request of Mr. Paul Gfeller of 948-B Calle Aragon to replace a landing and steps with concrete landing and steps of a different configuration, with a handrail is hereby approved; and

RESOLVED FURTHER, that all costs for installation, repair, and maintenance associated with the concrete landing, steps, and handrail are the responsibility of the Mutual Member(s) at Manor 948-B; and

RESOLVED FURTHER, that a required Mutual permit for the concrete landing, steps, and handrail must be obtained through the Permits and Inspections Office located in Laguna Woods Village Community Center; and

RESOLVED FURTHER, that the concrete landing, steps, and handrail must be installed as per standard construction practices; and

RESOLVED FURTHER, that all landscape, irrigation, and drainage modifications associated with the concrete landing, steps, and handrail, if any, are to be completed by the Landscape Division at the expense of the Mutual Member(s) at 948-B; and

RESOLVED FURTHER, that the concrete landing, steps, and handrail cannot impact the existing tree and its roots whatsoever.

Landscape Committee Recommendations:

None.

Finance Committee Recommendations:

RESOLUTION 01-12-115

WHEREAS, Member ID 947-358-26 is currently delinquent to United Laguna Hills Mutual with regard to the monthly assessment; and

WHEREAS, a Notice of Delinquent Assessment (Lien) will be filed upon adoption of this resolution following at least a majority vote of the Board (with no delegation of such action by the Board), acting in an open meeting, and for which the Board's vote is recorded in the minutes;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-358-26; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

RESOLUTION 01-12-116

WHEREAS, Member ID 947-360-16 is currently delinquent to United Laguna Hills Mutual with regard to the monthly assessment; and

WHEREAS, a Notice of Delinquent Assessment (Lien) will be filed upon adoption of this resolution following at least a majority vote of the Board (with no delegation of such action by the Board), acting in an open meeting, and for which the Board's vote is recorded in the minutes;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-360-16; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

RESOLUTION 01-12-117

WHEREAS, Member ID 947-361-48 is currently delinquent to United Laguna Hills Mutual with regard to the monthly assessment; and

WHEREAS, a Notice of Delinquent Assessment (Lien) will be filed upon adoption of this resolution following at least a majority vote of the Board (with no delegation of such action by the Board), acting in an open meeting, and for which the Board's vote is recorded in the minutes;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-361-48; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

RESOLUTION 01-12-118

WHEREAS, Member ID 947-366-43 is currently delinquent to United Laguna Hills Mutual with regard to the monthly assessment; and

WHEREAS, a Notice of Delinquent Assessment (Lien) will be filed upon adoption of this resolution following at least a majority vote of the Board (with no delegation of such action by the Board), acting in an open meeting, and for which the Board's vote is recorded in the minutes;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-366-43; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

RESOLUTION 01-12-119

WHEREAS, Member ID 947-367-70 is currently delinquent to United Laguna Hills Mutual with regard to the monthly assessment; and

WHEREAS, a Notice of Delinquent Assessment (Lien) will be filed upon adoption of this resolution following at least a majority vote of the Board (with no delegation of such action by the Board), acting in an open meeting, and for which the Board's vote is recorded in the minutes;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-367-70; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

RESOLUTION 01-12-120

WHEREAS, Member ID 947-370-55 is currently delinquent to United Laguna Hills Mutual with regard to the monthly assessment; and

WHEREAS, a Notice of Delinquent Assessment (Lien) will be filed upon adoption of this resolution following at least a majority vote of the Board (with no delegation of such action by the Board), acting in an open meeting, and for which the Board's vote is recorded in the minutes;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-370-55; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

RESOLUTION 01-12-121

WHEREAS, Member ID 947-376-61 is currently delinquent to United Laguna Hills Mutual with regard to the monthly assessment; and

WHEREAS, a Notice of Delinquent Assessment (Lien) will be filed upon adoption of this resolution following at least a majority vote of the Board (with no delegation of such action by the Board), acting in an open meeting, and for which the Board's vote is recorded in the minutes;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-376-61; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

RESOLUTION 01-12-122

WHEREAS, Member ID 947-393-52 is currently delinquent to United Laguna Hills Mutual with regard to the monthly assessment; and

WHEREAS, a Notice of Delinquent Assessment (Lien) will be filed upon adoption of this resolution following at least a majority vote of the Board

(with no delegation of such action by the Board), acting in an open meeting, and for which the Board's vote is recorded in the minutes;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-393-52; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

RESOLUTION 01-12-123

WHEREAS, Member ID 947-400-14 is currently delinquent to United Laguna Hills Mutual with regard to the monthly assessment; and

WHEREAS, a Notice of Delinquent Assessment (Lien) will be filed upon adoption of this resolution following at least a majority vote of the Board (with no delegation of such action by the Board), acting in an open meeting, and for which the Board's vote is recorded in the minutes;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-400-14; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

RESOLUTION 01-12-124

WHEREAS, Member ID 947-418-11 is currently delinquent to United Laguna Hills Mutual with regard to the monthly assessment; and

WHEREAS, a Notice of Delinquent Assessment (Lien) will be filed upon adoption of this resolution following at least a majority vote of the Board (with no delegation of such action by the Board), acting in an open meeting, and for which the Board's vote is recorded in the minutes;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-418-11; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

RESOLUTION 01-12-125

WHEREAS, Member ID 947-418-17 is currently delinquent to United Laguna Hills Mutual with regard to the monthly assessment; and

WHEREAS, a Notice of Delinquent Assessment (Lien) will be filed upon adoption of this resolution following at least a majority vote of the Board (with no delegation of such action by the Board), acting in an open meeting, and for which the Board's vote is recorded in the minutes;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-418-17; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

RESOLUTION 01-12-126

WHEREAS, Member ID 947-422-72 is currently delinquent to United Laguna Hills Mutual with regard to the monthly assessment; and

WHEREAS, a Notice of Delinquent Assessment (Lien) will be filed upon adoption of this resolution following at least a majority vote of the Board (with no delegation of such action by the Board), acting in an open meeting, and for which the Board's vote is recorded in the minutes;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-422-72; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

RESOLUTION 01-12-127

WHEREAS, Member ID 947-428-36 is currently delinquent to United Laguna Hills Mutual with regard to the monthly assessment; and

WHEREAS, a Notice of Delinquent Assessment (Lien) will be filed upon adoption of this resolution following at least a majority vote of the Board (with no delegation of such action by the Board), acting in an open meeting, and for which the Board's vote is recorded in the minutes;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-428-36; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

COMMITTEE REPORTS and SERVICES

FINANCE REPORT

Director Mary Stone reported from the Finance Committee, gave the Treasurer's Report, Delinquency Report, and commented on the Resale & Lease Activities.

Director Bassler reported from the Maintenance and Construction Committee.

The Secretary of the Corporation read a proposed resolution authorizing a supplemental appropriation to re-grade the entrance to CDS 7. Director Copley moved to approve the resolution. Director Gerson seconded the motion and discussion ensued.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 01-12-128

WHEREAS, it has been determined that the driveway entrance to cul-de-sac (CDS) 7 creates an obstacle for pedestrians and motorized scooters crossing the street; and

WHEREAS, a consultant evaluated the existing condition, and recommended design improvements including constructing curb ramps and re-grading the entrance to CDS 7; and

WHEREAS, the original estimate to construct the recommended improvements is \$47,300 and that the Golden Rain Foundation of Laguna Woods has agreed to contribute one half of the construction costs; and

WHEREAS, the Maintenance and Construction committee has recommended installing pavers per the Renovation Master Plan at the entrance of CDS 7 for an additional appropriation of \$10,000; and

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$23,650 to re-grade the entrance to CDS 7, with an additional appropriation of \$10,000 for the installation of pavers, per the Renovation Master Plan, for a total of \$33,650, to be funded from the Replacement Fund; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

The Secretary of the Corporation read the following proposed resolution approving to switch from the current standard 18 CF refrigerator to a 16.5 CF refrigerator model as the Mutual Standard:

RESOLUTION 01-12-

WHEREAS, United Mutual purchases refrigerators from GE Appliance, and GE discontinued the specific 18 cubic feet (CF) model offered by the Mutual as its standard refrigerator;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves to continue to use the GE refrigerator appliance, but switch from the current standard 18 CF refrigerator to a 16.5 CF refrigerator model as the Mutual Standard in order to accommodate the typical built-in kitchen cabinetry openings in the Mutual Manors; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purpose of this resolution.

Director Copley moved to approve the resolution. Director Gerson seconded the motion and discussion ensued.

Director Hammer moved to refer the issue back to the Committee for further review. Director Gerson seconded the motion and the motion carried unanimously.

The Secretary of the Corporation read a proposed resolution approving a proposed Pilot Program for primary and alternate manor body and trim paint colors, and laundry room body and trim paint colors for CDS 208, and the proposed laundry room body and trim paint colors for CDS 206, 209, 210, and 211. Director Copley moved to approve the resolution. Director Gerson seconded the motion and discussion ensued.

By a vote of 10-0-0, the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 01-12-129

WHEREAS, the CDS 208 Paint Color Sub-Committee recommended that the Board approve a Pilot Program for exterior paint colors for CDS 208;

NOW THEREFORE BE IT RESOLVED, July 10, 2012, that the Board of Directors hereby approves the proposed Pilot Program for primary and

alternate manor body and trim paint colors, and laundry room body and trim paint colors for CDS 208, and the proposed laundry room body and trim paint colors for CDS 206, 209, 210, and 211:

CDS 208 PRIMARY Exterior Paint Color Selections for Manors *

Facility	Manor Color	Color Code	Trim Color	Color Code
Manor 2155	Monticello Rose	HC-63	Griege Avenue	991
Manor 2156	Yorkshire Tan	HC-23	Indian White	OC-88
Manor 2157	Dry Sage	2142-40	Hush	AF-95
Manor 2158	Coastal Fog	AC-1	Smoky Mountain	AC-18
Manor 2159	Yorkshire Tan	HC-23	Indian White	OC-88
Manor 2160	Dry Sage	2142-40	Hush	AF-95
Manor 2161	Birkshire Beige	AC-2	Hush	AF-95
Manor 2162	Yorkshire Tan	HC-23	Indian White	OC-88
Manor 2163	Coastal Fog	AC-1	Smoky Mountain	AC-18
Manor 2164	Monticello Rose	HC-63	Griege Avenue	991
Manor 2165	Birkshire Beige	AC-2	Hush	AF-95

CDS 208 ALTERNATE Exterior Paint Color Selections for Manors *

Facility	Manor Color	Color Code	Trim Color	Color Code
Manor 2155	Griege Avenue	991	Fallen Timber	994
Manor 2156	Lancaster White Wash	HC-174	Yorkshire Tan	HC-23
Manor 2157	Hush	AF-95	Dry Sage	2142-40
Manor 2158	Handmade	AF-325	Smoky Mountain	AC-18
Manor 2159	Lancaster White Wash	HC-174	Yorkshire Tan	HC-23
Manor 2160	Hush	AF-95	Dry Sage	2142-40
Manor 2161	Hush	AF-95	Birkshire Beige	AC-2
Manor 2162	Lancaster White Wash	HC-174	Yorkshire Tan	HC-23
Manor 2163	Handmade	AF-325	Smoky Mountain	AC-18
Manor 2164	Griege Avenue	991	Fallen Timber	994
Manor 2165	Hush	AF-95	Birkshire Beige	AC-2

CDS 208 Exterior Paint Color Selections for the Laundry Room*

Facility	Body Color	Color Code	Trim Color	Color Code
L-1219	Blair Gold	HC-22	Hush	AF-95

CDS 206 Exterior Paint Color Selections for Laundry Rooms*

Facility	Body Color	Color Code	Trim Color	Color Code
L-223	Pittsfield Buff	HC-24	Somerville Red	HC-62
L-225	Hush	AF-95	Polo Blue	2062-10

L-226	Hush	AF-95	Polo Blue	2062-10
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CDS 209 Exterior Paint Color Selections for Laundry Rooms*

Facility	Body Color	Color Code	Trim Color	Color Code
L-212	Grieger Avenue	991	Somerville Red	HC-62
L-216	Birkshire Beige	AC-2	Hush	AF-95
L-217	Birkshire Beige	AC-2	Hush	AF-95
L-218	Handmade	AF-325	Tumeric	AF-350

CDS 210 Exterior Paint Color Selections for the Laundry Rooms*

Facility	Body Color	Color Code	Trim Color	Color Code
L-209	Coastal Fog	AC-1	Texas Leather	AC-3
L-211	Coastal Fog	AC-1	Texas Leather	AC-3

CDS 211 Exterior Paint Color Selections for the Laundry Room*

Facility	Manor Color	Color Code	Trim Color	Color Code
Laundry Room	Monticello Rose	HC-63	Edgecomb Gray	HC-173

* All color names and codes are Benjamin Moore colors

RESOLVED FURTHER, that the Board hereby grants the CDS 208 Paint Colors Subcommittee the authority to determine which building components will receive the body and trim colors where the recommended paint colors are as stated above; and

RESOLVED FURTHER, that Resolution 01-07-133 adopted October 24, 2007 (Exterior Paint Program Paint Color Selection Procedure) and Resolution 01-07-161 adopted December 11, 2007 (Exterior Paint Colors and Guidelines) are hereby amended; and

RESOLVED FURTHER, that the officers and agents of this Corporation are hereby authorized on behalf of the Corporation to carry out the purposes of this resolution.

Director Brians reported from the CDS 208 Paint Colors Sub-Committee.

Director Hammer reported from the Walkway Lighting Sub-Committee.

Director Copley reported from the Landscape Committee.

Director Gerson provided a summary of the number of disciplinary cases that have come before the Board.

GRF HIGHLIGHTS

- Director Dalis reported from the Community Activities Committee.
- Director Turner reported from the Media and Communications Committee.

DIRECTORS' FORUM

- The Directors provided final comments.

MEETING RECESS

The Regular Open Session Meeting recessed at 12:33 P.M. and reconvened into the Regular Executive Session at 1:20 P.M.

Summary of Previous Closed Session Meetings per Civil Code Section §1363.05

During its Regular Executive Session meeting of June 12, 2012, the Board reviewed and approved the minutes of the Regular Executive Session meeting of May 8, 2012, the minutes of the Special Executive Session meeting of May 15, 2012, and the Special Executive Session meeting of June 1, 2012. The Board approved two write-offs; heard four (4) disciplinary hearings and imposed fines totaling \$1,450 for violations of the Mutual's rules and regulations; and discussed litigation, contractual, and other member disciplinary matters.

During its Special Executive Session meetings of July 3, 2012 the Board discussed issues with corporate counsel.

ADJOURNMENT

With no further business before the Board of Directors, the meeting was adjourned at 4:52 P.M.

Barbara Copley, Secretary