

**RESOLUTION OF THE BOARD OF DIRECTORS
OF UNITED LAGUNA HILLS MUTUAL
A CALIFORNIA NONPROFIT MUTUAL BENEFIT CORPORATION**

The undersigned, being all of the directors of United Laguna Hills Mutual, a California nonprofit mutual benefit corporation, hereby exercise the powers residing by law in the directors of said corporation as follows:

1. Section 12 of Article VI of the duly adopted bylaws of the corporation, which states:

Any action required or permitted to be taken by the Board of Directors may be taken without a meeting if all Members of the Board, individually or collectively, consent in writing to that action either before or after the action. Such action by written consent shall have the same force and effect as a unanimous vote of the Board of Directors. Such written consent or consents shall be filed with the minutes of the proceedings of the Board.

2. And pursuant to Section 7211 (b) of the California Corporation Code, which states:

Any action required or permitted to be taken by the board may be taken without a meeting, if all members of the board shall individually or collectively consent in writing to such action. Such written consent or consents shall be filed with the minutes of the proceedings of the board. Such action by written consent shall have the same force and effect as a unanimous vote of such directors. For the purposes of this section only, "all members of the board" shall not include any "interested director" as defined in Section 5233, insofar as it is made applicable pursuant to Section 7238.

- 3.

**UNITED LAGUNA HILLS MUTUAL
2008 BUSINESS PLAN RESOLUTION (Revised)**

RESOLUTION 01-07-122

RESOLVED, that pursuant to said Business Plan, the Board of Directors of this Corporation hereby estimates that the net sum of \$32,761,475 is required by the Corporation to meet the United Laguna Hills Mutual operating expenses and reserve contributions for the year 2008, from which will be deducted \$227,628 derived from prior years' surplus. In addition, the sum of **\$15,528,272** is required by the Corporation to meet the Golden Rain Foundation and the Golden Rain Foundation Trust operating expenses and reserve contributions for the year 2008. Therefore, a total of **\$48,062,119** is required to be collected from and paid by members of the Corporation as monthly assessments; and

RESOLVED FURTHER, that the Board of Directors of this Corporation hereby approves expenditures from reserves in the sum of \$5,690,290, which shall be expended from the Replacement Fund; and

RESOLVED FURTHER, that all sums paid into the Replacement Reserve shall be used for capital expenditures only and shall be credited on the books of account of the Corporation to Paid-In Surplus as a capital contribution; and

RESOLVED FURTHER, that the Board of Directors of this Corporation hereby determines and establishes monthly assessments of the Corporation as shown on each member's breakdown of monthly assessments for the year 2008 and as filed in the records of the Corporation; said assessments to be due and payable by the members of this Corporation on the first day of each month for the year 2008; and

RESOLVED FURTHER, that Resolution 01-07-108, adopted September 11, 2007 is hereby rescinded; 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.

3. The Secretary of this Corporation is hereby directed to accept this writing signed by all the Directors of this Corporation and to place same in the Book of Minutes of the meetings of the Board of Directors of this Corporation as evidence of the action taken herein by the unanimous written consent of the Board of Directors of the Corporation.

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| _____ Elizabeth M. O'Brien, Pres. | _____ Date | _____ Burns Nugent, Director | _____ Date |
| _____ Jan McLaughlin, 1st VP | _____ Date | _____ Mary Stone, Director | _____ Date |
| _____ Ken Hammer, 2nd VP | _____ Date | _____ John Dalis, Director | _____ Date |
| _____ Bevan Strom, Secretary | _____ Date | _____ Maxine McIntosh, Director | _____ Date |
| _____ Jim McNulty, Treasurer | _____ Date | _____ Marty Rubin, Director | _____ Date |
| _____ Linda Wilson, Director | _____ Date | | |

Dated: _____

Certified by:

Patty Fox, Assistant Secretary