

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

March 28, 2011

A Special Meeting of the United Laguna Hills Mutual Board of Directors, a California non-profit mutual benefit corporation, was held on Monday, March 28, 2011, immediately following the KPMG Presentation of Audited Financial Statements held at 3:00 P.M, at 24351 El Toro Road, Laguna Woods, California.

Directors Present: Gail McNulty, Arlene Miller, Ron Beldner, Barbara Copley, Libby Marks, Cynthia Chyba, John Dalis, Roger Turner, Catherine Brians, Harold Allen, Heather Gerson

Directors Absent: None

Staff Present: Janet Price and Patty Kurzet

Others Present: Tracy Hensley, Kathy Lai, and Brent Antunez of KPMG

CALL TO ORDER

Gail McNulty, President of the Corporation, called the meeting to order at 4:25 P.M., established a quorum, and entertained a motion to approve the 2010 audited financial statements for the United Laguna Hills Mutual.

Upon motion duly made, seconded and carried by a unanimous vote of 10-0-0, the Board of Directors adopted the following resolution:

RESOLUTION 01-11-61

RESOLVED, March 28, 2011, that the Board of Directors of this Corporation has reviewed the financial statements for United Laguna Hills Mutual for the year ending December 31, 2010, as audited by KPMG and approves a final report for publication; and

RESOLVED FURTHER, a condensed financial statement shall be delivered by mail to all Mutual Members.

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

During its Regular Executive Session meeting of March 8, 2011, the Board reviewed and approved, without objection, the minutes of the Regular Executive Session of February 8, 2011 and the Special Executive Disciplinary Hearing Session of February 28, 2011. The Board heard two (2) regular disciplinary hearings and imposed fines totaling \$200 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 March 15, 2011, March 18, 2011 and March 24, 2011 the Board discussed litigation matters.

March 28, 2011

During its Special Executive Disciplinary Committee meeting of March 28, 2011, the Board heard 3 disciplinary hearings and imposed fines totaling \$800 for violations of the Mutual's rules and regulations.

ADJOURNMENT

There being no further business to come before the Board of Directors, the special meeting was adjourned at 4:30 P.M.

Barbara Copley, Secretary