

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

February 14, 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, February 14, 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

Others Present: Sandra Gottlieb 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.

A moment of silence was held to honor the passing of former Board Director John Fuller, the US Troops serving our country, and those placed in harm's way.

PLEDGE OF ALLEGIANCE

Director Hammer led the Pledge of Allegiance to the Flag.

ACKNOWLEDGEMENT OF PRESS

A representative of the Laguna Woods Globe was 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 announced that a statement from the Board regarding its six-month lease restriction policy will be discussed in closed session and distributed to the Membership this week.

Without objection, the Board agreed to limit the total time for Member Comments to 20 minutes, and if further time is necessary, the Board would consider allotting additional time.

MEMBER COMMENTS

- Margaret Pearlman (342-D) spoke on behalf of the "Let There Be Light" group and inquired about the progress of the Community's lighting project.

- Doug Rook (30-F) spoke to lighting issues and suggested various light fixtures that could be used in the Community.
- Michele Stanton (950-E) commented on solar power.
- Roy McLain (2087-E) commented on assessments and single memberships.
- Roberta Berk (933-B) commented on the need for additional lighting near her manor, and tree trimming.
- Kay Margason (510-C) commented on the lag time for emergency services.
- Collette Siegman (607-A) commented on the cul-de-sac 67 lighting contractor.
- Joyce Moser (587-C) commented on lighting and the 6-month lease restriction.
- Pamela Grundke (2214-B) commented on receiving discounts from Lowe's and Home Depot.

Due to the numerous comments on the Mutual's lighting project, President Beldner requested that Mr. Jerry Storage respond to such comments and to provide his General Manager's Report.

Mr. Storage clarified comments from Ms. Grundke regarding discounts received from Lowe's and Home Depot and introduced Mr. Tim Huval, Projects Manager, who spoke to the membership regarding the progress of the Mutual's lighting project.

GENERAL MANAGER'S REPORT

Mr. Storage updated the membership on the ongoing GRF projects within the Community and at the Clubhouses.

RESPONSE TO MEMBER COMMENTS

- Ms. Gottlieb responded to Mr. McLain's comments regarding memberships.
- Director Dalis commented on memberships.
- Director Brians responded to comments made regarding the lighting project.
- Director Copley encouraged Ms. Berk to submit a request to the Landscape Division.

APPROVAL OF MINUTES

The Board reviewed, revised, and approved without objection the minutes of the Regular Meeting of January 10, 2012.

NEW BUSINESS

The Secretary of the Corporation, Director Barbara Copley, read a proposed resolution establishing a Candidate Information Committee in lieu of a Nominating Committee. Director Copley moved to approve the resolution. Director Gerson seconded the motion.

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

RESOLUTION 01-12-30

WHEREAS, Civil Code 1363.03 allows candidates running for a homeowner association board to self-nominate, thereby eliminating the

need for a Nominating Committee pursuant to Article VIII of the United Laguna Hills Mutual Bylaws whose function was to conduct interviews and determine a candidate's qualifications to run for the Board of Directors; and

WHEREAS, there is still a need for a committee to assist the candidates in the election process and to educate them on the duties and responsibilities of a board director; and the Board of Directors of this Corporation would like to establish such a committee;

NOW THEREFORE BE IT RESOLVED, February 14, 2012, that the Board of Directors of this Corporation hereby establishes the United Mutual Candidate Information Committee which shall be comprised of five Mutual members and, if possible, two alternates, all of whom are knowledgeable about the Community and how the Board functions; 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 a proposed resolution approving appointments to the Candidate Information Committee. Director Copley moved to approve the resolution. Director Gerson seconded the motion.

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

RESOLUTION 01-12-31

RESOLVED, February 14, 2012, that the following persons are hereby appointed to serve on the Candidate Information Committee of this Corporation:

Jodie Foster
Libby Marks
Cynthia Chyba
Lynn Hamm
Burns Nugent

RESOLVED FURTHER, that Resolution 01-11-24, adopted February 8, 2011 is hereby superseded and cancelled; 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 Gerson made a motion to renew the Board's ECHO Membership at a cost of \$495. Director Stone seconded the motion and discussion ensued. By a vote of 10-0-0, the motion carried.

The Board discussed continuing to provide the entire agenda packet to the membership. Ms. Gottlieb advised that the Board is not obligated to provide the supporting documentation to the agenda to the membership.

Director Turner made a motion to no longer provide the entire agenda packet with the backup documentation to the membership. Director Copley seconded the motion.

Director Stone amended the motion to make the entire agenda available when requested by a member at the member's expense per Civil Code.

Member Roberta Berk (933-B) commented on the amendment.

By a vote of 9-0-1 (Director Vogel abstained), the amendment carried.

Member Roberta Berk (933-B) commented on the motion.

By a vote of 7-3-0 (Directors Dalis, Bassler, and Gerson opposed) the motion carried as amended.

The Secretary of the Corporation read the proposed changes to the GRF Committee Appointments. Director Copley moved to approve the resolution. Director Brians seconded the motion.

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

RESOLUTION 01-12-32

RESOLVED, February 14, 2012, that, in compliance with Article 7, Section 7.3 of the Golden Rain Foundation Bylaws, adopted May 2006, the following persons are hereby appointed to serve on the committees of the Golden Rain Foundation:

Business Planning

Ron Beldner
Mary Stone

Community Activities

Ron Beldner
John Dalis

Finance

Mary Stone
Paul Vogel

Landscape Committee

Heather Gerson (Replaces Barbara Copley)
Roger Turner

Maintenance & Construction

Barbara Copley
Jack Bassler

Media and Communication Committee

Heather Gerson
Roger Turner

Mobility and Vehicles Committee

John Dalis
Charlie Hammer

Security and Community Access

Catherine Brians
Heather Gerson

RESOLVED FURTHER, that Resolution 01-11-213, adopted October 20, 2011 is hereby superseded and canceled.

UNFINISHED BUSINESS

Without objection, the Board agreed to waive the reading of the proposed resolution adopting a policy regarding the temporary placement of real estate signs, which was postponed from the January meeting to satisfy the 30-day notification requirement.

A motion was made to approve the resolution.

Member Roberta Berk (933-B) commented on the proposed policy.

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

RESOLUTION 01-12-33

WHEREAS, to protect the aesthetic integrity of Laguna Woods Village, and further to prevent the diminishment of the surrounding beauty of the Community, it is necessary to establish architectural guidelines with respect to real estate signage;

NOW THEREFORE BE IT RESOLVED, February 14, 2012 that the Board of Directors of this Corporation hereby adopts the following policy regarding the temporary placement of real estate signs:

1. Sign Location: To be displayed in one (1) of the following locations:
 - a) the manor window
 - b) adjacent to a wall of the manor, within one (1) foot of the structure
 - c) on the gate of the subject manor
2. Maximum Number: One per residence
3. Maximum Sign Area: The smaller of 6 square feet or 20% of the window area
4. Maximum Character Size: 12 inches
5. Sign Copy: Pertaining only to the sale, rent or lease of the manor
6. Sign Material: Wood, metal, rigid poster board, or plastic
7. Sign Illumination: None permitted
8. Permit Requirement: None

RESOLVED FURTHER, that Resolution 01-06-48 adopted June 13, 2006 is hereby superseded and cancelled; 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 proposed changes to the resolution approving the revised bench standard, which was postponed from the January meeting to satisfy the 30-day notification requirement.

A motion was made to approve the resolution.

Member Roberta Berk (933-B) commented on the proposed policy.

Without objection, the Board agreed to unsubstantial changes.

By a vote of 9-0-1 (Director Hammer abstained), the motion carried and the Board of Directors adopted the following resolution as amended:

RESOLUTION 01-12-34

WHEREAS, by way of Resolution 01-10-225, the Board of Directors of this Corporation approved the Heritage Bench style made of recycled plastic slats and a heavy-duty cast aluminum frame in green for use exclusively for all Water Wise Gardens (aka Gathering Gardens), and the seat height of the bench shall be at least 18"; and for all other areas the standard style

and color for benches donated to the Mutual or purchased by the Mutual shall be the thermoplastic coated metal mesh benches in dark green; and

WHEREAS, the Landscape Committee recommended that because of its more desirable qualities in providing attractiveness and comfort, and to provide uniformity within the property owned by the Mutual; that the Heritage Bench style should be the standard bench style in ***the following*** all-applications:

- Gathering Gardens and ***landscaped areas***
- benches donated to the Mutual and;
- benches purchased by the Mutual

with the exception of benches along the street that shall be the thermoplastic coated metal mesh; and

NOW THEREFORE BE IT RESOLVED, February 14, 2012, that the Board of Directors hereby approves the Heritage Bench style made of recycled plastic slats and a heavy-duty cast aluminum frame in green for all benches within United Mutual **with the exception of benches along the street that shall be the thermoplastic coated metal mesh**; and

RESOLVED FURTHER, that the seat height of benches shall be at least 18” and the seat shall be between 2 and 10 degrees off of horizontal and there should be a 95-105 degree angle between the seat and the back; and

RESOLVED FURTHER, that such benches shall be installed on either a concrete pad (if along sidewalk) or on concrete anchors in the grass or other areas (if the location is not along sidewalk); and

RESOLVED FURTHER, that for benches donated to the Mutual the cost to purchase and install the bench shall be borne by the donor; and

RESOLVED FURTHER, that Resolution 01-10-225, adopted October 22, 2010 is hereby superseded and cancelled; 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 Brians made a motion to reaffirm dissolving the Resident Resolution Information Service. Director Gerson seconded the motion and discussion ensued. By a vote of 8-2-0 (Directors Copley and Stone opposed), the motion carried.

CONSENT CALENDAR

Director Gerson moved to approve the Consent Calendar as written. Director Brians seconded the motion and the motion carried unanimously and the Board took the following actions:

Maintenance and Construction Committee Recommendations:

RESOLUTION 01-12-35

RESOLVED, February 14, 2012, that the request of Mr. Hideo Yoshizawa of 436-E Avenida Sevilla to install a satellite dish on the roof of his manor is hereby approved; and

RESOLVED FURTHER, that all costs for installation, repair and maintenance associated with the subject alteration are the responsibility of the Mutual Member(s) at 436-E; and

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

RESOLVED FURTHER, that the satellite dish must be mounted on a non-penetrating stand, held down by at least four cinder blocks, on the roof over the subject manor, away from the edge of the building; 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 01-12-36

RESOLVED, February 14, 2011, that the request of Mr. James Carson Bowler of 567-B Avenida Sevilla to retain custom paint color and wall attachments in the entry patio area of his manor is hereby approved; and

RESOLVED FURTHER, that all future costs for repair and maintenance associated with the subject alteration are the responsibility of the Mutual Member(s) at 567-B; and

RESOLVED FURTHER, that the Member is hereby noticed that the Mutual may need to perform repairs and maintenance to the patio walls, and that any damage that could result to the alteration paint and wall attachments would be the responsibility of the member, and not the Mutual; and

RESOLVED FURTHER, that the Member will be held responsible for all costs associated with the repair and maintenance of the wall in the case that the wall suffers damage due to non-maintained painting of the wall; 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 01-12-37

RESOLVED, February 14, 2012, that the request of Mr. Jeffrey Stewart of 690-D Avenida Sevilla to retain the workshop on the front patio of his manor is hereby approved; and

RESOLVED FURTHER, that all future costs for repair and maintenance associated with the subject alteration are the responsibility of the Mutual Member(s) at 690-D; and

RESOLVED FURTHER, that all required Mutual and City of Laguna Woods permits must be obtained, including for electrical, and the appropriate City permit numbers be submitted to the Mutual through the Permits and Inspections office located in the Laguna Woods Village Community Center; and

RESOLVED FURTHER, that the member is hereby noticed that the Mutual may need to perform repairs and maintenance for the walls to which the workshop is attached, and that any damage that could result to the alteration workshop would be the responsibility of the member, and not the Mutual; and

RESOLVED FURTHER, that the workshop must be removed, and the area restored to original condition, upon resale or transfer of the Manor.

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 01-12-38

RESOLVED, February 14, 2012, that the request of Mr. Fred Caso of 720-D Avenida Majorca to retain the storage cabinets on the patio of his manor is hereby denied; and

RESOLVED FURTHER, that the Board requires removal of the subject cabinets within thirty (30) days of the Board's decision; 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.

Landscape Committee Recommendations:

533-D Approval of request for tree removal at the Mutual's expense and replacement tree at the Mutual Member's expense

Finance Committee Recommendations:

RESOLUTION 01-12-39

WHEREAS, Member ID 947-387-72 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, February 14, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-387-72; 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 01-12-40

WHEREAS, Member ID 947-397-82 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, February 14, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-397-82; 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 01-12-41

WHEREAS, Member ID 947-362-34 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, February 14, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-362-34; 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 01-12-42

WHEREAS, Member ID 947-405-34 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, February 14, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-405-34; 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 01-12-43

WHEREAS, Member ID 947-423-47 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, February 14, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-423-47; 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 01-12-44

WHEREAS, Member ID 947-379-56 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, February 14, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-379-56; 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 01-12-45

WHEREAS, Member ID 947-371-06 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, February 14, 2012, that the Board of Directors hereby approves the recording of a Lien for Member ID 947-371-06; 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 gave the Treasurer's and the Finance Committee Reports, 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 approving the revised Contractor Referral List policy. Director Copley moved to approve the resolution. Director Brians seconded the motion and discussion ensued.

Member Roberta Berk (933-B) commented on the policy.

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

RESOLUTION 01-12-46

WHEREAS, a Contractor Referral List has been compiled to assist Laguna Woods Village residents in choosing a contractor;

NOW THEREFORE BE IT RESOLVED, February 14, 2012, that the Board of Directors of this Corporation hereby approves the following criterion that allows a contractor to be placed on the list:

1. A contractor shall be in clear and active status with the California State Contractor's License Board (SCLB). A copy of license must be filed with the Permits and Inspections Department; and
2. A contractor shall hold a minimum of \$100,000 general liability insurance, and worker's compensation as required by the CSLB. A current copy of the general liability insurance must be supplied and on file with the Permits and Inspections Department; and
3. A contractor shall have a minimum of three (3) recommendation letters from Laguna Woods Village residents.

RESOLVED FURTHER, that any one of the following items will cause removal from the referral list:

1. Expired contractors license
2. Expired general liability, or worker's compensation insurance as required by the CSLB
3. Failure to obtain Mutual and/or City of Laguna Woods permits prior to commencement of work
4. Failure to comply with the requirements of the Mutual permit

RESOLVED FURTHER, that once a contractor has been removed from the referral list, the contractor cannot be placed back on the list; and

RESOLVED FURTHER, that Resolution U-02-183 adopted December 10, 2002, is hereby superseded and canceled; 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 a proposed resolution authorizing a supplemental appropriation to test for lead-based paint. Director Copley moved to approve the resolution. Director Gerson seconded the motion and discussion ensued.

Member Roberta Berk (933-B) commented on the policy.

By a vote of 5-4-1 (Directors Gerson, Brians, Vogel, Turner, Howard voted in favor and Director Hammer abstained), the motion carried and the Board of Directors adopted the following resolution:

RESOLUTION 01-12-47

WHEREAS, in April 2010, the U.S. Environmental Protection Agency (EPA) implemented a new Lead Renovation, Repair, and Painting Rule (RRP) requiring that all renovations covered under this rule must be performed by certified firms, using certified renovators and other trained workers; and

WHEREAS, the provisions of the RRP Rule require specific actions be taken when lead-based paint is present, and both the Exterior Paint Program and the Repairs Prior to Paint Program include activities that could trigger the RRP rule as do many other repair and renovation activities performed by the Mutual;

NOW THEREFORE BE IT RESOLVED, February 14, 2012, that the Board of Directors of this Corporation hereby authorizes a supplemental appropriation in the amount of \$22,000, to be funded from the Contingency Fund to authorize an outside service to test and identify which buildings, if any, on the Mutual's 2013 Exterior Paint Program contain lead-based paint; 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 reported from the Landscape Committee.

The Secretary of the Corporation read a proposed resolution approving the installation of 7 Heritage Style Benches along Friendship Walk. Director Copley moved to approve the resolution. Director Brians seconded the motion.

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

RESOLUTION 01-12-48

WHEREAS, as a way to upgrade the area and to coincide with a completed landscape slope renovation project, the Landscape Committee recommends the installation of seven new benches in designated locations along Friendship Walk;

NOW THEREFORE BE IT RESOLVED, February 14, 2012, that the Board of Directors of this Corporation hereby agrees to install seven Heritage Style Benches along Friendship Walk at an estimated cost of \$5,250 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 the installation of 35 recycling instructional signs in Cul-de-sacs 16, 18, 35, 40, 63, 205, 206 and 209:

RESOLUTION 01-12-

WHEREAS, reports of contamination of recycling bins in trash enclosures have been received because sorting instructions are not available to residents;

NOW THEREFORE BE IT RESOLVED, February 14, 2012, that the Board of Directors of this Corporation hereby approves the installation of 35 recycling instructional signs in Cul-de-sacs (CDS) 16, 18, 35, 40, 63, 205, 206 and 209 at a cost of \$4,000 to be funded from the Contingency 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.

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

Director Copley amended the motion to include the installation of recycling instructional signs for the following 14 CDS: 16, 18, 35, 40, 63, 205, 206, 209, 213, 216, 218, 221, 222, and 224. Director Brians seconded the motion and discussion ensued.

Director Copley made a motion to table the discussion to next month. Director Dalis seconded the motion and the motion carried by a vote of 8-2-0 (Directors Brians and Howard opposed).

GRF HIGHLIGHTS

- No reports were made

DIRECTORS' FORUM

- Director Stone encouraged residents to not to eat too much chocolate for Valentine's Day.

MEETING RECESS

The Regular Open Session Meeting recessed at 11:27 A.M. and reconvened into the Regular Executive Session at 2:25 P.M.

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

During its Regular Executive Session meeting of January 10, 2012, the Board reviewed and approved the minutes of the Regular Executive Session meeting of December 13, 2011; approved delinquent assessment write-offs; heard three (3) disciplinary hearings and imposed fines totaling \$1,000 for violations of the Mutual's rules and regulations; and discussed litigation, contractual, and other member disciplinary matters.

ADJOURNMENT

With no further business before the Board of Directors, the meeting was adjourned at 6:00 P.M.

Barbara Copley, Secretary