

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

October 3, 2007

A Special Meeting of the United Laguna Hills Mutual Board of Directors, a California non-profit mutual benefit corporation, met on Wednesday October 3, 2007 at 8:30 A.M., at 24351 El Toro Road, Laguna Woods, California.

Directors Present: Beth O'Brien, Jan McLaughlin, Linda Wilson (8:40 A.M.), Ken Hammer (8:40 A.M.), Mary Stone, Bevan Strom (8:40 A.M.), Burns Nugent, Jim McNulty, John Dalis, Marty Rubin

Directors Absent: Maxine McIntosh

Inspectors of Election: Kenneth Mostern and Catalina Woods of TrueBallot, Inc.

Staff Present: Patty Fox

Candidates: Lloyd Foster

CALL TO ORDER

President Beth O'Brien, President of the Corporation, chaired the meeting, stated that it was a special meeting held pursuant to notice duly given, established a quorum, and stated that the purpose of the meeting was to effect the counting of the Ballots for the 2007 Board of Director Election, pursuant to California Civil Code §1363.03. The meeting was called to order at 8:33 A.M.

Directors Linda Wilson, Ken Hammer and Bevan Strom entered the meeting at 8:40 A.M.

President O'Brien introduced Kenneth Mostern and Catalina Woods of TrueBallot, the Inspectors of Election, who provided a detailed summary of what to expect during the election process, and announced that the Polls will close at 9:00 A.M. today.

Kenny Mostern of TrueBallot, accompanied by Candidate/Director Marty Rubin and Director Jim McNulty, left to pick up the ballots at the Post Office at 8:35 A.M. and returned with the ballots at 9:05 A.M.

Mr. Mostern explained the ballot count procedures.

The ballot counting and scanning commenced at 9:17 A.M. under the supervision of Mr. Mostern who was available throughout the process to answer questions.

The final counting and auditing of the ballots ceased at 3:15 P.M.

Mr. Mostern certified the results and announced the election results at 3:20 P.M. and the following candidates were elected to fill three vacancies on the Board of Directors, term expiring 2010:

Marty Rubin.....1756
Lloyd Foster..... 1737
Linda Wilson.....1649

The remaining election results are as follows:

Polly Spahr.....1056

Member Comments:

None

President O'Brien thanked TrueBallot for their services and commended them for a job well done.

During its September 11, 2007 Regular Executive Session, the Board reviewed and approved the minutes of the Special Executive Session of August 8, 2007, the Regular Executive Session of August 14, 2007, and the Special Executive Session of August 29, 2007; discussed member discipline, contractual, and litigation matters; approved the recording of Notices of Default for Member ID 947-388-46 and Member ID 947-405-37; heard five (5) Disciplinary Hearings, imposed fines totaling \$1,000 and rescinded \$50 for violations of the Mutual's rules and regulations.

With no further business before the Board of Directors, the special meeting was adjourned at 3:23 P.M.

Bevan Strom, Secretary