

**ALISO HOMEOWNERS ASSOCIATION  
RESOLUTION FOR EXCESS INCOME**

RE: EXCESS INCOME APPLIED TO THE FOLLOWING YEAR'S ASSESSMENT,  
OR TRANSFERRED TO REPLACEMENT FUNDS

WHEREAS, the Aliso Homeowners Association is a California Corporation duly organized and existing under the laws of the State of California.

WHEREAS, the members desire that the corporation shall act in full accordance with the rulings and regulations of the Internal Revenue Service;

WHEREAS, to comply with IRS Revenue Ruling 70-604, and in order to reduce potential tax liabilities, if the Association has a surplus of membership income at the end of its fiscal year, the membership needs to vote to apply any excess funds to replacements funds or to the following year's budget. However, based upon professional tax advice, if the ruling is not elected for tax filing purposes, it can be waived.

NOW, THEREFORE, the members hereby adopt the following resolution by and on behalf of the Aliso Homeowners Association.

BE IT RESOLVED, that any excess of membership income over membership expenses for the year ended December 31, 2008, shall be (circle one)

(a.) applied against the subsequent tax year member assessments as provided by IRS Revenue Ruling 70-604

OR

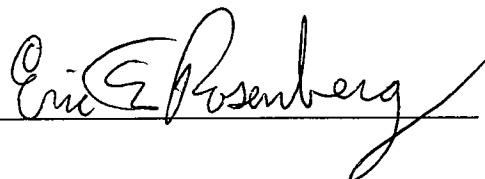
(b.) set aside for future major repairs and replacements and allocated to capital components as provided by the guidelines established by IRS Section 118 and Revenue Rulings 75-370 and 75-371. Such amounts shall be deposited into insured interest-bearing accounts. Any amounts so added to replacement funds shall be allocated to the various components at the discretion of the Board of Directors.

THIS RESOLUTION IS ADOPTED AND MADE A PART OF THE MINUTES OF THE MEETING OF March 2009.

BY: \_\_\_\_\_  
President



ATTESTED: \_\_\_\_\_  
Secretary



**RESOLUTION OF ALISO  
HOMEOWNERS ASSOCIATION**

**RE: EXCESS INCOME APPLIED TO THE FOLLOWING YEAR'S ASSESSMENT**


**WHEREAS, the Aliso Homeowners Association is a California Corporation duly organized and existing under the laws of the State of California.**

**WHEREAS, the members desire that the corporation shall act in full accordance with the rulings and regulations of the Internal Revenue Service;**

**NOW, THEREFORE, the members hereby adopt the following resolution by and on behalf of the Aliso Homeowners Association.**

**RESOLVED, that any excess of membership income over membership expenses for the year ended 2008, shall be applied against the subsequent tax year member assessments as provided by IRS Revenue Ruling 70-604.**

**THIS RESOLUTION IS ADOPTED AND MADE A PART OF THE MINUTES OF THE MEETING OF MARCH 25, 2009.**

**BY:**  \_\_\_\_\_  
President

**ATTESTED:** \_\_\_\_\_  
Secretary

CORPORATE RESOLUTION

FOR

MAINTENANCE ASSESSMENT AGREEMENT BOND RELEASE

WHEREAS, K. Hovnanian at Aliso, LLC has satisfied the conditions of Bond posted for the Aliso Homeowners Association, and is not delinquent in the payment of maintenance assessments for which they are obligated and has caused to be sold 80% of the units and/or lots in Tract 48906, Phase 3 of the Aliso Homeowners Association to individual homeowners.

NOW, THEREFORE, be it resolved that Bond No. 72BSBEB5850 in favor of this Association be and hereby is exonerated and that officers or acting agents of this corporation be and hereby are authorized and directed to take such steps and actions as they deem necessary and proper in order to carry out such exoneration.

ADOPTED by the Board of Directors on this 4<sup>th</sup> day of September, 2008.

DATE: 9/4/08

ALISO HOMEOWNERS ASSOCIATION

By: Anthony J. Smith Miller

Title: Director

By: \_\_\_\_\_

Title: \_\_\_\_\_

CORPORATE RESOLUTION

FOR

CONTRIBUTIONS TO INITIAL WORKING CAPITAL AND RESERVE BOND  
RELEASE

WHEREAS, K. Hovnanian at Aliso, LLC has satisfied the conditions of Bond posted for the Aliso Homeowners Association, and is not delinquent in the payment of start-up funds for which they are obligated and has caused to be sold 80% of the units and/or lots in Tract 48906, Phase 3 of the Aliso Homeowners Association to individual homeowners.

NOW, THEREFORE, be it resolved that Bond No. 72BSBDJ7209 in favor of this Association be and hereby is exonerated and that officers or acting agents of this corporation be and hereby are authorized and directed to take such steps and actions as they deem necessary and proper in order to carry out such exoneration.

ADOPTED by the Board of Directors on this 4<sup>th</sup> day of September, 2008.

DATE: 9/4/08

ALISO HOMEOWNERS ASSOCIATION

By: Anthony M. Smith

Title: Director

By: \_\_\_\_\_

Title: \_\_\_\_\_

**ALISO HOMEOWNERS ASSOCIATION  
RESOLUTION FOR EXCESS INCOME**

RE: EXCESS INCOME APPLIED TO THE FOLLOWING YEAR'S ASSESSMENT,  
OR TRANSFERRED TO REPLACEMENT FUNDS

WHEREAS, the Aliso Homeowners Association is a California Corporation duly organized and existing under the laws of the State of California.

WHEREAS, the members desire that the corporation shall act in full accordance with the rulings and regulations of the Internal Revenue Service;

WHEREAS, to comply with IRS Revenue Ruling 70-604, and in order to reduce potential tax liabilities, if the Association has a surplus of membership income at the end of its fiscal year, the membership needs to vote to apply any excess funds to replacements funds or to the following year's budget. However, based upon professional tax advice, if the ruling is not elected for tax filing purposes, it can be waived.

NOW, THEREFORE, the members hereby adopt the following resolution by and on behalf of the Aliso Homeowners Association.

BE IT RESOLVED, that any excess of membership income over membership expenses for the year ended December 31, 2008, shall be (circle one)

(a.) applied against the subsequent tax year member assessments as provided by IRS Revenue Ruling 70-604

OR

(b.) set aside for future major repairs and replacements and allocated to capital components as provided by the guidelines established by IRS Section 118 and Revenue Rulings 75-370 and 75-371. Such amounts shall be deposited into insured interest-bearing accounts. Any amounts so added to replacement funds shall be allocated to the various components at the discretion of the Board of Directors.

THIS RESOLUTION IS ADOPTED AND MADE A PART OF THE MINUTES OF THE MEETING OF 4/24/08.

BY: \_\_\_\_\_  
President

ATTESTED: \_\_\_\_\_  
Secretary

CORPORATE RESOLUTION

FOR

CONTRIBUTIONS TO INITIAL WORKING CAPITAL AND RESERVE BOND  
RELEASE

WHEREAS, K. Hovnanian at Aliso, LLC has satisfied the conditions of Bond posted for the Aliso Homeowners Association, and is not delinquent in the payment of start-up funds for which they are obligated and has caused to be sold 80% of the units and/or lots in Tract 48906, Phase 2 of the Aliso Homeowners Association to individual homeowners.

NOW, THEREFORE, be it resolved that Bond No. 72BSBDJ7208 in favor of this Association be and hereby is exonerated and that officers or acting agents of this corporation be and hereby are authorized and directed to take such steps and actions as they deem necessary and proper in order to carry out such exoneration.

ADOPTED by the Board of Directors on this 13 day of \_\_\_\_\_, 2007.

DATE: 1/15/08

ALISO HOMEOWNERS ASSOCIATION

By: [Signature]

Title: President + Member

By: [Signature]

Title: Secretary + Member

CORPORATE RESOLUTION

FOR

MAINTENANCE ASSESSMENT BOND RELEASE

WHEREAS, K. Hovnanian at Aliso, LLC has satisfied the conditions of Bond posted for the Aliso Homeowners Association, Inc. and is not delinquent in the payment of assessments for which they are obligated and has caused to be sold 80% of the units and/or lots in Tract 48906, Lots 28-32, Parcel 3 of LLA04-3328131 and Parcels 1 & 2 of LLA 04-3328133 Phase 2 of the Aliso Homeowners Association to individual homeowners.

NOW, THEREFORE, be it resolved that Bond No. 72BSBEB5849 in favor of this Association be and hereby is exonerated and that officers or acting agents of this corporation be and hereby are authorized and directed to take such steps and actions as they deem necessary and proper in order to carry out such exoneration.

ADOPTED by the Board of Directors on this \_\_\_\_\_ day of \_\_\_\_\_, 2007.

DATE: 12/12/07

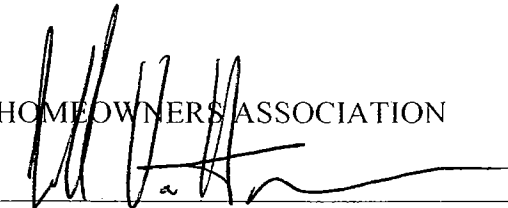

ALISO HOMEOWNERS ASSOCIATION

By: \_\_\_\_\_

Title: \_\_\_\_\_

By: \_\_\_\_\_

Title: \_\_\_\_\_

  
\_\_\_\_\_  
President  
  
\_\_\_\_\_  
Secretary

**SURETY BOND**  
(Regulation 2792.9)

RE-643J (New 1/97)

BOND NUMBER	PREMIUM
72BSBDV8990	\$122.00

Tract 43806 Lots 1, 33, 34, 38, 39 & Parcels 1-3 of LLA 04-3328127, Parcels 1-2 of LLA 04-3328129, Parcel 1 of LLA 04-3328131 and Parcels 1-3 of LLA 04-3328123 - Phase 1

Premium is for a term of One year(s).

**KNOW ALL MEN BY THESE PRESENTS:**

That we, K. Hovnanian at Aliso, LLC (Name of Subdivider)  
 as Principal, and Hartford Fire Insurance Company (Name of Surety),  
 a corporation organized and doing business under and by virtue of the laws of the State of CT  
 and duly licensed to conduct a general Surety business in the State of California as Surety, are firmly held and  
 bound unto Aliso Homeowners Association, Inc. (Name of Association),  
 a community association described in Civil Code Section 1363, as Obligee, in the penal sum of Twelve  
Thousand One Hundred Fifty Dollars and 00/100  
 Dollars (\$ 12,150.00), for the payment of which we bind ourselves, our heirs,  
 executors, administrators, successors and assigns, jointly and severally firmly by these presents.

WHEREAS, this bond is executed, issued, furnished and otherwise given on behalf of the Principal, an applicant for a public report applied for or to be issued by the California Department of Real Estate, in compliance with Section 2792.9 of Chapter 6, Title 10, California Code of Regulations, to secure the prompt and faithful performance of Principal's obligation to Obligee under the Assessment Security Agreement provisions of the Assessment Agreement and Instructions to Escrow Depository (herein "the Contract") dated \_\_\_\_\_ attached hereto and made a part hereof.

NOW THEREFORE, the condition of the obligation is such, that, if the said Principal shall promptly and faithfully perform said Contract, then this obligation shall be null and void; otherwise it shall remain in full force and effect.

Surety, for value received, does hereby waive the right granted to Surety under California Civil Code Section 2845 to require that Obligee proceed independently against Principal to enforce this obligation, but reserves to itself any right under said Section 2845 to require that Obligee proceed jointly against Principal and Surety in any such action.

IN WITNESS WHEREOF, the seal and signature of said Principal is hereto affixed and the corporate seal and the name of the said Surety is hereto affixed and attested by its duly authorized Attorney-In-Fact at Irvine CA this 5th day of April, 2006 YEAR

K. Hovnanian at Aliso, LLC  
 Name of Principal

By: \_\_\_\_\_  
 Signature of Principal

Hartford Fire Insurance Company  
 Name of Surety

By: \_\_\_\_\_  
 Signature of Surety Janina Monroe Attorney-in-Fact



CORPORATE RESOLUTION  
FOR  
START-UP FUNDS BOND RELEASE


WHEREAS, K. Hovnanian at Aliso, LLC has satisfied the conditions of Bond posted for the Aliso Homeowners Association, and is not delinquent in the payment of start-up funds for which they are obligated and has caused to be sold 80% of the units and/or lots in Tract 48906, Phase 1 of the Aliso Homeowners Association to individual homeowners.

NOW, THEREFORE, be it resolved that Bond No. 72BSBDV8989 in favor of this Association be and hereby is exonerated and that officers or acting agents of this corporation be and hereby are authorized and directed to take such steps and actions as they deem necessary and proper in order to carry out such exoneration.

ADOPTED by the Board of Directors on this 4<sup>th</sup> day of October, 2007.

DATE: Oct. 4, 2007

ALISO HOMEOWNERS ASSOCIATION

By: 

Title: \_\_\_\_\_

By: 

Title: \_\_\_\_\_

CORPORATE RESOLUTION

FOR

MAINTENANCE ASSESSMENT BOND RELEASE

WHEREAS, K. Hovnanian at Aliso, LLC has satisfied the conditions of Bond posted for the Aliso Homeowners Association, Inc. and is not delinquent in the payment of assessments for which they are obligated and has caused to be sold 80% of the units and/or lots in Tract 48906, Lots 1, 33, 34, 38 39 and Parcels 1-3 of LLA 04-3328127, 04-3328123 and 04-3328129 and Parcel 1 of LLA 04-3328131 of the Aliso Homeowners Association to individual homeowners.

NOW, THEREFORE, be it resolved that Bond No. 72BSBDV8990 in favor of this Association be and hereby is exonerated and that officers or acting agents of this corporation be and hereby are authorized and directed to take such steps and actions as they deem necessary and proper in order to carry out such exoneration.

ADOPTED by the Board of Directors on this 4<sup>th</sup> day of October, 2007.

DATE Oct. 4, 2007

ALISO HOMEOWNERS ASSOCIATION

By: [Signature]

Title: \_\_\_\_\_

By: [Signature]

Title: \_\_\_\_\_

BOND FOR START-UP FUNDS

Bond # 72BSEBV8989  
Premium: \$100.00

KNOW ALL MEN BY THESE PRESENTS, That we, K. Hovnanian at Aliso, LLC as Principal, and Hartford Fire Insurance Company, a corporation organized and doing business under and by virtue of the laws of the State of CT, and duly licensed for the purpose of becoming sole Surety upon bonds or undertakings required or authorized by the laws of the State of California, as Surety, are held and firmly bound unto Aliso Homeowners Association, Inc., in the sum of Seven Thousand Five Hundred Dollars and 00/100 (\$7,500.00) DOLLARS lawful money of the United States of America, for the payment of which, well and truly to be made, we hereby bind ourselves and each of our heirs, executors, administrators, successors and assigns, jointly and severally, firmly by these presents.

This bond is given as security for the fulfillment of the obligation of the Principal in connection with the subdivision known as Tract No. 48906 Aliso, Phase 1 or pay the Association start-up fees allocable to Units in the aforesaid subdivision which have not been conveyed to purchasers within six (6) months following the close of the first sales of a Unit in the subdivision to the Association, pursuant to California Department of Real Estate Subdivision Manual.

The security shall remain in the custody of the Escrow Depository until the Escrow Depository has received a certified copy of the resolution of the governing body of the Association adopted not more than thirty (30) days prior to its receipt, stating that it has received a contribution to capital in a sum equal to \$500.00 times the amount of the regular monthly assessments for each Unit in said subdivision as provided in Section 4.13 of Article 4 of the Declaration of Restrictions for the subdivision.

IN WITNESS WHEREOF, said Principal and said Surety have caused these presents to be dully signed and sealed this 5th day of April, 2006.

**Principal**  
K. Hovnanian at Aliso, LLC  
BY: \_\_\_\_\_

**Surety**  
Hartford Fire Insurance Company  
BY: \_\_\_\_\_  
Attorney-In-Fact Janina Monroe

**SURETY BOND**

(Regulation 2792.9)

**RE-643J (New 1/97)**

BOND NUMBER	PREMIUM
72BSBEB5849	\$100.00

Tract 48906 Lots 28-32, Parcel 3 of LLA 04-3328131 and Parcels 1 & 2 of LLA 04-3328133 Phase 2 Premium is for a term of One year(s).

**KNOW ALL MEN BY THESE PRESENTS:**

That we, K. Hovnanian at Aliso, LLC (Name of Subdivider)  
 as Principal, and Hartford Fire Insurance Company (Name of Surety),  
 a corporation organized and doing business under and by virtue of the laws of the State of CT  
 and duly licensed to conduct a general Surety business in the State of California as Surety, are firmly held and  
 bound unto Aliso Homeowners Association, Inc. (Name of Association),  
 a community association described in Civil Code Section 1363, as Obligee, in the penal sum of Four Thousand  
Three Hundred Sixty Eight Dollars and 00/100

Dollars (\$ 4,368.00 ), for the payment of which we bind ourselves, our heirs, executors, administrators, successors and assigns, jointly and severally firmly by these presents.

WHEREAS, this bond is executed, issued, furnished and otherwise given on behalf of the Principal, an applicant for a public report applied for or to be issued by the California Department of Real Estate, in compliance with Section 2792.9 of Chapter 6, Title 10, California Code of Regulations, to secure the prompt and faithful performance of Principal's obligation to Obligee under the Assessment Security Agreement provisions of the Assessment Agreement and Instructions to Escrow Depository (herein "the Contract") dated \_\_\_\_\_ attached hereto and made a part hereof.

NOW THEREFORE, the condition of the obligation is such, that, if the said Principal shall promptly and faithfully perform said Contract, then this obligation shall be null and void; otherwise it shall remain in full force and effect.

Surety, for value received, does hereby waive the right granted to Surety under California Civil Code Section 2845 to require that Obligee proceed independently against Principal to enforce this obligation, but reserves to itself any right under said Section 2845 to require that Obligee proceed jointly against Principal and Surety in any such action.

IN WITNESS WHEREOF, the seal and signature of said Principal is hereto affixed and the corporate seal and the name of the said Surety is hereto affixed and attested by its duly authorized Attorney-In-Fact at Irvine CA this 23rd day of June, 2006.  
YEAR

K. Hovnanian at Aliso, LLC  
*Name of Principal*

By: \_\_\_\_\_  
*Signature of Principal*

Hartford Fire Insurance Company  
*Name of Surety*

By: \_\_\_\_\_  
*Signature of Surety Janina Monroe* Attorney-in-Fact