

**RESOLUTION OF HERMITAGE HILLS SUBDIVISION BOARD REGARDING
ADOPTION OF DECLARATION AND RULES AND ASSIMILATION OF
COMMON ELEMENTS AND COMMON ASSETS INTO ASSOCIATION
PROPERTY**

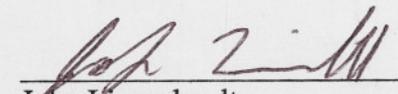
1. The incorporated entity, HERMITAGE HILLS HOMEOWNERS ASSOCIATION, shall be governed by the same rules for voting and elections and Directors' (formerly "Trustees") responsibility as those which previously existed, subject to such future modifications as the Board and/or the lot owners may subsequently establish in due course. All reporting requirements and obligations previously recognized shall continue in full force and effect.

2. All former rules of the Subdivision so duly adopted shall now be in full force and effect for this incorporated entity in its governance of the Subdivision common elements and business dealings, until such time as any rule is modified or repealed in the future in due course.

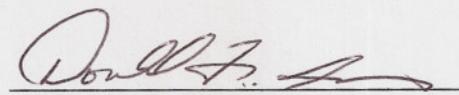
3. The same rules for disposition of assets shall apply if there is ever a dissolution of the Corporation and the Subdivision.

4. Because the community has moved to incorporated status, the Common Elements of the Subdivision shall be titled in the name of the incorporated Hermitage Hills Homeowners Association so said property will be insured as an asset of the Corporation. Accordingly, the Board and its agents shall fashion an appropriate Warranty Deed effecting devise of the Common Elements into corporate control of Hermitage Hills Homeowners Association. Additionally, all Subdivision personal property, cash, equipment, inventory and intangibles are hereby assimilated as the property of Hermitage Hills Homeowners Association.

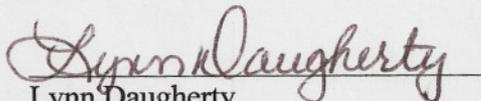
Dated: Feb 7th, 2011



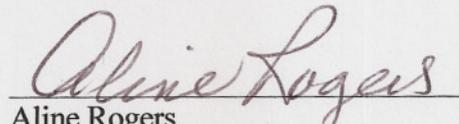
John Linsenbardt



Donny Amos



Lynn Daugherty



Aline Rogers

Being the Board of Managers of Hermitage Hills Subdivision