AMENDED BY-LAWS of the WESTERN HEIGHTS WATER COMPANY

32352 Ave. "D", Yucaipa, California formerly Yucaipa Water Company No. 2.

As Amended March 17, 1965
As Further Amended August 4, 1987
And As Further Amended March 18, 1998

ARTICLE I

CORPORATE POWERS

The corporate powers of this corporation shall be vested in a Board of five directors who shall be stockholders, holding one or more shares of stock in their own names, on the books of the corporation, and three shall constitute a quorum for the transaction of business.

ARTICLE II

ELECTION OF DIRECTORS

The Directors shall be elected by ballot at the annual meeting of the stockholders, to serve for one year, and until their successors are elected. Their term of office shall begin immediately after election.

ARTICLE III

VACANCIES

If the office of any director or of the President, Vice-president, Secretary, or Treasurer of the corporation becomes vacant by reason of death, resignation, disqualification, or otherwise, the remaining directors may, after adopting a resolution declaring such vacancy, choose by majority vote at any regular or special meeting a successor or successors who shall hold office for the unexpired term, subject to the provisions of these by-laws. Any director may be removed, with or without cause, by a majority vote of the shareholders at a regular or special meeting of the shareholders.

ARTICLE IV

POWERS OF DIRECTORS

The directors shall have power:

- 1st. To call special meetings of the stockholders when they deem it necessary. Special meetings of the stockholders may be called at any time by the President or by the Board of Directors or by any two or more members thereof or by one or more stockholders holding not less than ten percent (10%) of the voting power of the corporation. Notice of such special meeting shall contain the general nature of the business to be transacted.
- 2nd. To appoint and remove at pleasure all officers, agents, and employees of the corporation, prescribe their duties, fix their compensation, and require of them security for faithful services. All compensation of officers, agents, consultants, and employees of the corporation shall be reasonable.
- 3rd. To conduct, manage, and control the affairs and business of the corporation, and to make rules and regulations for its government, and the distribution of the water sold or furnished by the corporation. Such rules and regulations are not to be inconsistent with the laws of the State of California or the By-Laws of this corporation.
 - 4th. To incur indebtedness.
- 5th. To reimburse any director for reasonable traveling expenses incurred by such director in attending any meeting of directors or while actually engaged in the business of the company, and to allow any director attending any such meeting such compensation as may be determined by the Board, not exceeding the sum of \$50.00 for attendance at any one meeting; provided that nothing herein contained shall be construed as precluding any director from serving the corporation in any other capacity and receiving reasonable compensation therefor.

ARTICLE V

DUTIES OF DIRECTORS

It shall be the duty of the Directors:

1st. To cause to be kept a complete record of all their minutes and acts, and of the proceedings taken and had at meetings of stockholders and to present a full statement at the regular annual meeting of the stockholders, showing the financial condition of the corporation. A similar statement shall be presented at any other meeting of the stockholders when thereto requested in writing by stockholders holding at least one-fifth of the issued capital stock of the corporation.

2nd. To supervise all officers, agents and employees and see that their duties are properly performed. To cause to be issued to the stockholders, in proportion to their several interests, certificates of stock, not to exceed in the aggregate, the Capital Stock of the corporation.

ARTICLE VI

OFFICERS

The officers of the corporation shall be a President, a Vice-President, a Secretary, a Treasurer and Manager, and an Assistant Secretary-Treasurer, which officers shall be elected by and hold office at the pleasure of the Board of Directors. The President and Vice-President shall be members of the Board of Directors. The office of Secretary, Treasurer and Manager may be held by any person.

ARTICLE VII

PRESIDENT AND VICE-PRESIDENT

The Board of Directors shall elect one of their number to act as President; and if at any time, the President shall be absent or unable to act, the Vice-President shall take his place and perform his duties and be vested with all his powers, and if the Vice-President shall be also absent or unable to act, then the Board shall elect one of their number to act as presiding officer in whom for the time being, shall be vested all the powers and duties of the President. The President, or person acting as such as above provided, shall:

- 1. Preside over all meetings of the stockholders and directors, and shall have the casting vote, in case of a tie.
- 2. Unless otherwise directed by the Board of Directors, he shall sign as President, all certificates of stock, deeds and all other instruments of writing, and contracts which have been first approved by the Board of Directors, and shall draw checks upon the Treasurer.
- 3. He shall call the Directors together whenever he deems it necessary, and shall have, subject to the advice of the Directors, direction of the affairs of the corporation, and generally shall discharge such other duties as may be required of him by the By-Laws of the corporation.

ARTICLE VIII

SECRETARY

The Board of Directors shall elect a Secretary:

- 1. It shall be the duty of the Secretary to keep a record of the proceedings of the Board of Directors and of the stockholders.
- 2. He shall keep the corporate seal of the corporation and the book of blank certificates of stock, fill up and countersign all certificates issued, unless otherwise directed by the Board of Directors, and make the corresponding entries in the margin of such book on such issuance, and he shall affix said corporate seal to all papers requiring a seal, and the Secretary shall countersign all checks drawn upon the Treasurer.
- 3. He shall keep a proper transfer book and a stock ledger in debit and credit form, showing the number of shares issued to, and transferred by any stockholder, and the dates of such issuance and transfer.
- 4. He shall keep proper account books and discharge such other duties as pertain to his office, and as are prescribed by the Board of Directors.
- 5. The Secretary shall serve all notices required to be served, either by law, or by the by-laws of the corporation; in case of his absence, inability, refusal or neglect to do so, then such notices may be served by any person thereunto directed, by the President or Vice-President of the corporation. If the Secretary from any cause shall be unable to sign checks, or if he be absent, then the Vice-President of the corporation shall perform the duty of signing checks.

ARTICLE IX

TREASURER

The Treasurer shall receive and keep all funds of the corporation, and pay them out only on the check of the President, the Secretary, Vice-President or Assistant Secretary-Treasurer.

The Treasurer shall discharge such other duties, pertaining to his office as shall be prescribed by the Board of Directors.

ARTICLE X

TERMINATION OF WATER SERVICE

No person shall be entitled to receive any water from this corporation if he or she shall be in default, for more than thirty (30) days, in making payment of any charges, fees, rentals, or other amounts owed by said person to this corporation, except with the consent of the Board of Directors.

ARTICLE XI

DUTIES OF OFFICERS MAY BE DELEGATED

In case of the absence of any officer of the company, or for any other reason that the Board may deem sufficient, the Board may delegate the powers or duties of such officer to any other officer, or to any director or any person for the time being: PROVIDED, a majority of the entire Board concur therein.

ARTICLE XII

CERTIFICATES OF STOCK

- 1st. Certificates of Stock shall be of such form and device as the Board of Directors may direct; and each Certificate shall be signed by the President or Vice-president, and countersigned by the Secretary, unless otherwise ordered by the Board of Directors, and express on its face its number, date of issuance, the number of shares for which, and the person to whom it is issued.
- 2nd. No share of stock in the corporation shall be divided into any fraction, and no certificate shall be issued for any fractional share.
- 3rd. For each share of stock held in the corporation, the stockholder shall be entitled to receive water from the corporation in accordance with these By-Laws and the corporation's rules and regulations. Water shall not be served to more than one landowner through a single meter, and no shareholder shall be entitled to more than one service connection for each share of stock owned by him or her.
- 4th. As a condition to water service through each service connection to the Company's water system, at least one share of the Company's stock shall be attached to the land which is to be served through such connection. Such attachment shall be made before the commencement of water service with respect to each service connection which shall be installed on or after April 1, 1998, and as to each service connection installed before April 1, 1998, such attachment shall be made at or before the time of transfer of the share or shares under which service is rendered, or within thirty (30) days after written demand by the Company for such attachment, whichever occurs first.
- 5th. Stock issued by the corporation to domestic shareholders specifically for residential use shall be appurtenant to the land when the same is described in the certificate issued therefor. Such attachment shall be made by delivering to the Company a written document signed by the holder(s) of record of the share in question [or greater amount of stock if the shareholder(s) so elects] stating that such one share (or more) is hereby attached to the land which shall be described in such document and which land

is to be served through such connection. All, right, title, and interest in such domestic stock shall run with the land and shall transfer to any new owner upon the sale of the property to which the stock is appurtenant, except (a) after sale or forfeiture for delinquent assessments thereon, or (b) with the consent of the Board upon permanent cessation of water service by the Company to such land, or (c) in case of the attachment of more than one share, as to any share(s) in excess of the one share with the consent of the Board in the event of a permanent diminution in the amount of water to be supplied to such land. If any shares of the corporation that have been made appurtenant to any land, as provided herein, become delinquent in the payment of assessments, the right to receive water pursuant to said shares may be denied, and they may be sold and transferred without those lands as if not appurtenant thereto, and the purchaser shall acquire the right to receive water as provided in these By-Laws.or they may be forfeited to the corporation.

ARTICLE XIII

TRANSFER OF STOCK

1st. The corporation shall not sell, distribute, supply, or deliver water to any person or entity except a stockholder of the corporation, unless otherwise required by law.

2nd. Whenever the owner of real property to which water stock by the terms of the certificate issued therefor is appurtenant at the time of conveyance, by properly issued conveyance, transfers to another the real property with the appurtenances belonging to the property, or whenever title to the property passes by execution sale, or by foreclosure or probate proceedings, the corporation shall, upon submission of a deed of the land duly recorded, or the necessary court order duly recorded, issue to the grantee named in the conveyance a new certificate of stock for the number of shares appurtenant to the land as shown in the books and records of the company. The corporation shall enter the name of the grantee upon the books if the company as the owner of the shares of stock and shall cancel on the books the number of former shares of stock appurtenant to the land in the name of the grantor or of any previous owner of the land, or of any other person.

3rd. Subject to the provisions of these by-laws, shares of stock of the corporation may be transferred at any time by endorsement by signature of the owner, or his or her agent or legal representative, and delivery of the certificate. Notwithstanding any other provision to the contrary, no transfer shall be valid, except as between the parties thereto, until the same is entered upon the books of the company, and no transfer of any share of stock of this corporation shall be made upon its books until after the payment of all indebtedness due to the corporation from the person in whose name each share or shares of stock stand on the books of said corporation, whether such indebtedness arises from an

assessment upon the stock standing on record in the name of such person, or for water tolls, or charges for water furnished or supplied to any person upon such stock. Stock which has been redeemed by the corporation shall be transferred to a new shareholder only upon evidence that the property to which the stock is appurtenant has been purchased within the service area of the corporation.

4th. Whenever legal title to any parcel of land within the corporation shall be transferred, whether voluntarily or involuntarily, there shall automatically pass to and vest in the new owner of such parcel the share or share(s) attached thereto, if any, except that the transferor of such parcel may expressly reserve the share(s), if any, in excess of one share if the Board of Directors shall determine that the share(s) which shall thereafter remain attached to such parcel will supply, for the year following such reservation, as much water as has been delivered to such parcel in the calendar year proceeding that in which such determination shall be made.

5th. If title to a portion of a parcel of land (to which stock is then attached) shall be transferred, there shall pass to and vest in the transferee the number of shares that attached, but in no case less than one share.

6th. The Board of Directors shall have the power to determine the number of shares passing with any parcel of land and to cause the same to be transferred upon the records of the Company, and its determination shall be conclusive. No liability shall be incurred by the Secretary, or by the officers of the Company, for transferring any shares or for refusing to transfer any shares as long as such Secretary or other officer acts in good faith and according to what is deemed the rights of the parties; and the attached shares shall be deemed of no value apart from the lands to which they are attached (for the purpose of this paragraph), and each shareholder and other person with respect to attached shares expressly waives the benefit of all provisions of law imposing a penalty upon an office of a corporation for wrongfully transferring or failing to transfer shares of the corporation.

7th. The share certificate book, the books of account, the By-Laws, and the minutes of any proceedings held by the shareholders, directors, and/or officers of the corporation shall be open to inspection upon the written demand of any shareholder at any reasonable time, and for a purpose reasonably related to his or her interest as a shareholder, and shall be exhibited at any time when required by the demand at any shareholders meeting of ten percent (10%) of the shareholders represented at the meeting. Such inspection may be made in person or by an agent or attorney, and shall include the right to make extracts. Demand of inspection other than at a shareholders meeting shall be made in writing upon the President, Secretary or General Manager, if any, of the corporation.

8th. Annual financial reports shall be given to the shareholders of the corporation within 105 days after the close of

the fiscal year, and the Board of Directors may cause to be sent to the shareholders annual or other periodic reports in such form as may be deemed appropriate by the Board.

ARTICLE XIV

STOCKHOLDERS' AND DIRECTORS' MEETINGS

1st. The annual meeting of the stockholders shall be held in Yucaipa, California, on the third Wednesday in March, in each year, at 7:30 o'clock P.M., and shall be called by a notice printed in some newspaper published in San Bernardino County, California, for at least two weeks last preceding the day of meeting and by written notice of such meeting mailed to each stockholder at his residence, as the same appears on the stock book of the company at least ten days prior to the meeting.

2nd. No meeting of stockholders shall be competent to transact business unless twenty percent (20%) of the issued and outstanding stock is represented, except to adjourn from day to day, or until such time as may be deemed proper.

3rd. At such annual meeting of the Stockholders, Directors for the ensuing year shall be elected by ballot, to serve for one year, and until their successors are elected. If, however, for want of a quorum, or other case, a Stockholder's meeting shall not be held on the day above named, or should the Stockholders fail to complete their elections, or such other business as may be presented for their consideration, those present may adjourn from day to day until the same shall be accomplished.

4th. The Board of Directors shall hold a regular meeting at 1:00 o'clock P.M. on the 4th Wednesday of every month, or at such other time appointed therefor by resolution adopted by the Board of Directors. If such day shall fall upon a public holiday, then such meeting shall be held at the same hour, upon the day immediately following. Notice of such regular meetings need not be given.

5th. The President or two of the Directors may call special meetings of the Directors at any time, and notice shall be given of such called meetings, at least 72 hours before the hour set for such meeting, either verbally, or by leaving a written or printed notice at the last known place of business or residence of each director or service of the notice of such special meetings may be affected by depositing a written or printed notice in any United States Post Office box in San Bernardino County, California, postage prepaid, directed to each director at his last known place of residence or business. For the purpose of this paragraph only hours falling between 12:01 A.M. and 12:00 P.M. on regular business days shall be used in computing the number of hours before a meeting that notice shall be given. If the service of any notice of any meeting of Directors be entered upon the minutes of the corporation and said minutes are read and approved at a subsequent

meeting of the Board of Directors, then the recital of such service in said minutes shall be conclusive upon the question of service.

6th. Special meetings of the Stockholders may be called by a majority of the Board of Directors or by the President whenever he or she may deem it expedient, and the President shall call such special meeting when requested in writing by a majority of the Board of Directors or by stockholders holding at least ten percent (10%) of the issued stock of the corporation, and notice of such special meetings of stockholders may be given by depositing at least ten days before the time fixed for such meeting in any United States Post Office Box in San Bernardino County, California, a written or printed notice, postage prepaid, directed to each stockholder at his or her address, if such address appears on the stock ledger of the corporation, and if no address be given therein, such notice shall be directed to the stockholder at Redlands and Yucaipa, California, and if such service of notice of such special meetings of stockholders be entered on the minutes of the corporation and said minutes are read and approved at a subsequent meeting of the stockholders, then the recital of such service in said minutes shall be conclusive upon the question of service.

7th. When all the members of the Board of Directors are present at any meeting of the Board, however called or notified, and sign the written consent thereto on the records of such meeting, or if those not present sign in writing a waiver of notice of such meeting, which waiver is presented and made a part of the records of such meeting, such consent or waiver as the case may be, shall be equivalent to the service of notice of any meeting of directors and the doings of such meetings shall be as valid as if had at a meeting legally called and noticed and this section of these By-Laws shall also apply to all meetings of the stockholders of this corporation.

8th. All regular and special meetings of stockholders and all regular and special meetings of the Board of Directors shall be governed by the laws of this Company and the laws of the State of California. All rules of procedure shall be determined by the most recent issue of Roberts Rules of Order provided that the said Roberts Rules of Order are not in conflict either with the By-Laws of the Company or the laws of the State of California.

ARTICLE XV

VOTING

(a) Shareholder Entitled to Vote.

Five o'clock P.M. on the fifth day next preceding the day first appointed for a shareholders' meeting is hereby fixed as the time for the close of stock books, and the determination of those entitled to vote at the meeting; and, subject to the provisions of

law, only persons in whose names the shares stand on the stock records of the Company at the close of stock books as aforesaid shall be entitled to vote at that meeting or any adjournment thereof.

(b) Manner of Voting at Shareholders' Meetings.

At meetings of shareholders all questions, other than an election of Directors or except as otherwise expressly provided by statute or by these By-Laws, shall be determined by majority vote of the shares represented at the meeting, and all voting shall be <u>Viva Voce</u>, unless a majority in voting power of the shares represented shall demand a vote by written ballot.

(c) <u>Election of Directors</u>.

If there have been nominated for the office of Director more than the number to be elected, or if voting by mail has been provided for, the election shall be by written ballot, otherwise it shall be by voice vote.

The entire number of directors to be elected at any meeting or time shall be elected upon a single vote or ballot. At any election of directors cumulative voting shall be allowed. A shareholder shall have a number of votes equal to the number of shares held by him, multiplied by the number of directors to be elected, and may cast all of his votes in favor of one or more candidates not exceeding the number to be elected.

(d) Proxies.

- (1) At all meetings of stockholders, representation by proxy shall be allowed.
- (2) Any proxy shall be in writing. The Company shall maintain and make available to the stockholders forms of proxies. Such forms shall be in blank as to the name of the proxy.
- (3) All proxies shall be filed with the Secretary at a Post Office Box at a United States Post Office in San Bernardino County, California, to be designated in the Notice of Meeting. Proxies received after 5:00 P.M. of the second day preceding the day of the meeting shall not be valid and the notice of meeting shall so provide.
- (4) All proxies shall be tabulated by one or more certified public accountants who shall not be stockholders of the Company. Said accountants shall have sole access to said Post Office Box. Said accountants shall also be the inspectors of any election of directors and shall tabulate the votes at such election.

ARTICLE XVI

COMMITTEES

There may be Advisory Committees of three or more persons appointed by the Board who may meet at stated times, or on notice to all by any of their own number; they shall advise with and aid the officers of the company in all matters concerning its interest and the management of its business, and generally perform such duties and exercise such powers as may be directed by the Board of Directors from time to time.

ARTICLE XVII

NOTICE

Whenever notice is required by statute or by these By-Laws to be given to the stockholders, or the directors, or to any officer of the company, personal notice is not meant unless expressly so stated; and any notice so required shall be deemed to be sufficient if given by depositing the same in a post office or United States Mail Box located in San Bernardino County, California, in a sealed postpaid envelope, addressed to such stockholder, director or officer; and such notice shall be deemed to have been given at the time of such mailing, except where notice is given by wire, in which case, notice shall be deemed to be given at the time the same is delivered to the telegraph company.

ARTICLE XVIII

AMENDMENTS

1st. These By-Laws, or any portion of them, may be repealed, rescinded, amended, or added to, or new By-Laws may be adopted in their place, by (a) the vote of the shareholders entitled to exercise at least twenty percent (20%) of the voting power, at a regular or special meeting of the shareholders, or (b) the written assent of the shareholders entitled to exercise at least twenty percent (20%) of the voting power, filed with the Secretary.

2nd. Subject to the right of shareholders to adopt, amend, or repeal By-Laws as hereinabove provided, By-Laws other than a By-Law or amendment thereof changing the authorized number of Directors or their compensation may be adopted, amended, or repealed by the Board of Directors.

ARTICLE XIX

SEAL

The Company shall have a common seal consisting of a circle with the words: "Western Heights Water Company, San Bernardino County, California" on the circumference thereof, and within the circumference the word, "Incorporated."

ARTICLE XX

ASSESSMENTS

Assessments for the installation, depreciation, maintenance, and operation of the pipelines and water system owned by the Company may be levied by the Board of Directors on the shares from time to time as deemed necessary, and any such assessments shall be delinquent thirty (30) days from the date of the call therefor mailed postage prepaid from the office of the Company to such shareholders at their addresses on file with the Secretary. However, no assessments which will raise more than twenty percent (20%) of the annual budget shall be levied without approval of a majority of the voting power of the Company. Delinquent assessments shall be subject to such penalties as may be fixed by the Board, including the redemption of the stock and forfeiture of the right to use water from the Company system.

ARTICLE XXI

CONTENT OF STOCK CERTIFICATES

Each certificate of stock hereafter issued shall have printed upon the face thereof, a statement to the effect that such certificate may be transferred only after compliance with the conditions printed on the back thereof. Upon the back of such certificate there shall be printed the following, to-wit:

"No transfer of any share or shares of stock of this Corporation shall be made upon its books until after the payment of all indebtedness due to the corporation from the person in whose name this certificate stands on the books of said corporation, except with the consent of the Board of Directors."

"No stockholder shall be entitled to receive any water from this corporation while there are any delinquent assessments against any of the stock standing in his name on the books of the corporation, or if he shall be in default for more than thirty days in making payment of any charges for water furnished to him by this corporation, except with the consent of the Board of Directors."

ARTICLE XXII

WATER SERVICE

Water shall not be served to more than one landowner through a single meter, and no shareholder shall be entitled to more than one service connection for each one share of stock owned by him.

ARTICLE XXIII

WATER FACILITIES

The Board of Directors shall have the exclusive right to provide and determine the place or places where, and the points to which, the water distributing system, or any appliance of the company, shall be located or extended. The holding of shares of the company shall confer no right upon the shareholder to have any pipeline, water conduit, or other appliance of the company, enlarged or extended without the consent of the Board; and the Board shall, at all times, be the exclusive judge of the necessity and expediency of constructing, enlarging, changing and extending the water distribution system, or other appliance of the company, and such expediency and necessity shall, at all times, be determined by them and subject to the sole and uncontrolled discretion of the Board.

ARTICLE XXIV

SERVICE DISTRICT

Pursuant to paragraph (f) of Article Second of the Second Amended Articles of Incorporation of Western Heights Water Company, the district within which delivery of water will be made and the district within which the water supplied by the corporation shall be used or put to beneficial use is hereby defined and prescribed as follows: (Legal Description Attached). Provided that any land which is described above shall not be included within said service district if the terms and conditions of annexation specified by the Board of Directors prior to the date of adoption of these By-Laws are not met.

WESTERN HEIGHTS WATER COMPANY

LEGAL DESCRIPTION OF SERVICE AREA

Beginning at the intersection of the South line of Sunset Drive North, a fifty-foot street, and the West line of fractional Section 6, T. 2 S., R. 2 W., San Bernardino Base and Meridian;

Thence South 0° 00' 10" East, 930.51 feet to the West one-quarter corner of said fractional Section 6;

Thence South 1° 29: 15" East along the West line of said Section 6, to the Southwest corner thereof;

Thence South 00° 42' 00" East along the West line of Section 7, T. 2 S., R. 2 W., SBEW, 635.38 feet to a point on a non-tangent curve, concave to the Southeast and having a radius of 613.69 feet, said point being on the North line of Sunset Drive, 80 feet in width;

Thence Northeasterly along said curve, from a back tangent bearing North 690 181 46" East, through a central angle of 120 151 14", 131.25 feet;

Thence South 8° 26' 00" Fast 80.00 feet to a point on the South line of said Sumset Drive;

Thence South 27° 58' 00" East 270.15 feet to the beginning of a curve concave to the Northwest and having a radius of 150.00 feet;

Thence Southerly along said curve, through a central angle of 85° 43' 00" 224.41 feet;

Thence North 82° 071 24" East, 870.04 feet to the most Westerly corner of Lot 14, Tract 5832, as recorded in Book 73, Pages 67 and 68, Official Records of San Bernardino County;

Thence Southeasterly and Easterly along the South line of said Tract 5832 to the Southeast corner thereof, said corner being on the centerline of said Section 7;

Thence South along the centerline of said Section 7 to the Southwest corner of Government Lot 15 in said Section 7;

Thence Easterly along the Southerly boundaries of Government Lots 15 and 16 in said Section 7 and continuing Easterly along the Southerly lines of Government Lots 5 and 6 in Section 8, T. 2 S., R. 2 W., to the Southeast corner of said Government Lot 6;

Thence Northerly along the East line of said Government Lot 6 and continuing North along the East line of Government Lot 3 in said Section 8 to the Southwest corner of Block 161 of Sub. No. 4 of the Dunlap Ranch as shown in Map Book 21, Page 1, records of San Bernardino County;

Thence East along the South line of said Sub. No. 1 as shown on the recorded map thereof, to a point in the centerline of 16th Street (formerly Avenue L), a 60-foot street, said point being the Southeast corner of said Sub. No. 4 of the Dunlap Ranch;

Thence Southeasterly along the boundaries of Lots 85 and 89 of Tract 2187 as shown in Book 31 of Maps, Page 71, to the most Southerly corner of said Lot 89;

Thence Northeasterly along the Southerly boundaries of Lots 89 and 88 of said Tract 2187 to a point in the South line of said Lot 88, that lies North 52° 58' West 38.2 feet from the Southwest corner of Lot 74 of said Tract 2187;

Thence South 520 587 East 261 feet to the Southwest corner of Lot 73 of said Tract 2187;

Thence Southeasterly along the Southerly boundary of said Lot 73 to the Southeast corner thereof;

Thence Northeasterly and Easterly along the Southeasterly and Southerly boundary of said Tract 2187 to the Southeast corner thereof, said corner being in the centerline of "F" Street, formerly Colorado Street, a 60-foot street, and being the Southeast corner of Lot 72 of said Tract 2187;

Thence Northeasterly along the Southeast line of said Tract 2187 to the Southeast corner of Lot 37 of said Tract 2187;

Thence Northeasterly following a straight line to the Southeast. corner of Lot 1 of said Tract;

Thence Northeasterly along the East line of said Lot 1 to the Northeast corner thereof, lying in the centerline of Avenue "E", formerly Arizona Street, a 60-foot street, as such centerline is located on the map of Sub. No. 2 of the Dunlap Ranch as shown in Map Book 20, Page 47, records of San Bernardino County;

Thence Southeasterly and Easterly along said centerline of Avenue "E" to its intersection with the centerline of 10th Street, formerly Avenue "F", a 60-foot street;

Thence Northeasterly along the centerline of 10th Street to its intersection with the centerline of Dakota Place;

Thence along the centerline of said Dakota Place North 38° 28! 15" East (recorded North 38° 31' 00" East) 702.06 feet;

Thence North 4° 26' 45" East (recorded North 4° 24' 00" East) 109.83 feet;

Thence North 89° 59' 15" West 203.37 feet;

Thence North 0° 10' East 660.70 feet to a point in the North line of Block 91 of Sub. No. 4 of a part of Yucaipa Valley as such is shown in Map Book 19, Pages 19 and 20 thereof, records of San Bernardino County;

Thence West along the North line of said Block 91 to its intersection with the centerline of 10th Street, formerly Avenue "F";

Thence North along said centerline of 10th Street to the Northeast corner of said Sub. No. 2 of the Dunlap Ranch;

Thence West along the North line of said Sub No. 2 to a point in said North line that lies 1301.5 feet more or less East of the East line of Section 33, T. 1 S., R. 2 W., SBR&M;

Thence North 720 feet, more or less, on a line parallel to the East line of said Section 33;

Thence West 641.5 feet on a course parallel to the North boundary of said Sub. No. 2 of the Dunlap Ranch;

Thence South 720 feet on a course parallel to the East line of said Section 33 to a point in the North line of said Sub. No. 2;

Thence West along the North line of said Sub. No. 2, a distance of 222 feet, more or less;

Thence North on a line parallel to the East line of said Section 33, a distance of 133 feet;

Thence East 222 feet more or less on a line parallel to the North line of said Sub. No. 2 of the Dunlap Ranch to a point in the Easterly line of that parcel of ground conveyed to the Yucaipa Joint Unified School District by deed recorded as Ins. 97, June 22, 1964, in Book 6174, Page 110, official records of San Bernardino County;

Thence North along said East line to the Northeast corner of said parcel of land so conveyed;

Thence continuing North along the Northerly prolongation of said East line 1430 feet more or less;

Thence West on a line parallel to the North line of said parcel of land, conveyed by said deed to Yucaipa Joint Unified School District, a

distance of 660 feet more or less to a point in the East line of said Section 33;

Thence South 38° 57' 30" West 413.05 feet;

Thence South 89° 50' West 1025 feet more or less to the intersection of such line with the 2250-foot elevation contour line;

Thence Westerly along said contour line to its intersection with the West line of said Section 33;

Thence North along said West line of said Section 33 to the North-west corner of the Southwest quarter of said Section 33;

Thence West along the North line of the Southeast quarter of Section 32, T. 1 S., R. 2 W., SBB&M, to the Northwest corner of said Southeast quarter;

Thence South along the West line of said Southeast quarter to the Southwest corner of the North half of said Southeast quarter;

Thence East along the South line of said North one-half to the East line of said Section 32;

Thence South along the East line of said Section 32 to its intersection with the North line of Sub. No. 3 of the Dunlap Ranch as shown in Map Book 20, Page 71, records of San Bernardino County;

Thence West along the North line of said Sub. No. 3 and continuing West along the Westerly prolongation of the North line of said Sub. No. 3, to a point in the centerline of Overcrest Drive, 40 feet in width, as shown in map Book 20, Page 71, records of San Bernardino County;

Thence Northwesterly and Westerly along the centerline of said Overcrest Drive, following its various courses, to a point 445.73 feet more or less east of the West line of Lot 1 of the Orange Hill Tract, said point being the Northeast corner of the parcel of land conveyed to Ridge, Inc., a corporation, by deed recorded September 29, 1959, as Ins. No. 161 in Book 4941, Page 515, official records of San Bernardino County;

Thence South 0° 15' 00" West 251.0 feet!

Thence Westerly 445.73 feet to a point on the West line of Lot 1 of said Orange Hills Tract, said point being North 0° 15' East 906.38 feet from the North line of Sub. No. 5 of the Dunlap Ranch as recorded in Map Book 23, Pages 57 and 58, official records of San Bernardino County;

Thence South 0° 15' West 906.38 feet more or less along the West Line of said Lot 1 of the Orange Hills Tract to the North line of said

Sub. No. 5 of the Dunlap Ranch;

Themce West along the North line of said Sub. No. 5 to the Northwest corner thereof, said point being the Northeast corner of fractional Section 6, T. 2 S., R. 2 W., SBB&M;

Thence South along the West line of said Sub. No. 5 and continuing South along the East line of fractional Section 6, T. 2 S., R. 2 W. SBR&M, to a point in the East line of said fractional Section 6, which point being North 1° 05' 10" West 327.15 feet from the Southeast corner of the North one-half of said fractional Section 6, said point being on the South line of Sunset Drive North;

Thence North 60° 15' 10" West 269.47 feet;

Thence North 160 37' 10" West 144.56 feet;

Thence North 44° 18: 40" West 90.28 feet;

Thence North 70° 21' 25" West 159.41 feet;

Thence North 38° 42' 10" West 118.91 feet;

Thence North 81° 48' 10" West 139.94 feet;

Thence South 05° 48' 50" West 149.76 feet;

Thence North 83° 491 10" West 252.34 feet to a point in the South line of Sunset Drive North;

Thence Westerly along the South line of said Sunset Drive North, following its various courses, to the intersection of said South line and the West line of said fractional Section 6, said point being the point of beginning.