

**POLICY RESOLUTION TO ESTABLISH GUIDELINES
FOR STREET TREES FOR HOLLY GLEN HOMEOWNERS ASSOCIATION, INC.
2007-1**

WHEREAS, THE DULY ELECTED BOARD OF DIRECTORS (hereinafter the "Board") of the Holly Glen Homeowners Association, Inc. (hereinafter the "Association"), acting on behalf of the Association, makes the following findings; and

WHEREAS, Article III, Section 1 of the Bylaws of the Holly Glen Homeowners Association provides that the Board of Directors ("Board") of Holly Glen shall have the power to formulate, publish and enforce reasonable rules and regulations concerning the use and enjoyment of the Common Area and/or the Holly Glen Community; and

WHEREAS, the street trees planted by the declarant or builder within the Holly Glen subdivision is a matter that can adversely affect the beauty and aesthetics of the community that could possibly decrease the property values of the Holly Glen Community. The street trees planted on the streets should stay in accordance with what was governed by the Town of Holly Springs as a condition of the development and/or what was planted by the builder; and

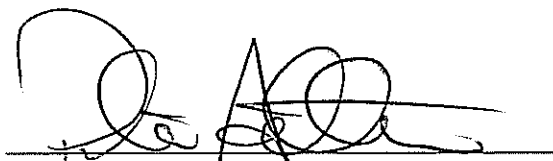
WHEREAS, The Master Declaration of Covenants, Conditions and Restrictions for the Association, Article VII, Section 2C states "the owners of lots shall see to the mowing of their lawn as needed, the maintenance and protection of the landscaping, the proper drainage of the lot so as to prevent soil erosion, and the maintenance of the home and other structures and improvements located on said lot so as to insure their good condition and appearance. "Lot" as used in this section also includes that portion of the lot between the right of way and the pavement."; and

WHEREAS, it is the goal and intention of the Board to clarify and establish a policy of the Association with regard to maintenance and enforcement of the landscaping and street trees whether there has been a violation of the restrictions set forth in the Declaration of Covenants and Restrictions for the Holly Glen Homeowners Association, Inc.;

NOW, THEREFORE, BE IT RESOLVED that the following factors/circumstances shall be the guidelines/criteria that will be considered by the Board in determining whether there has been a violation of the covenant.

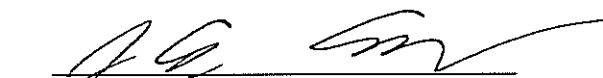
1. Owners are responsible for replacing dead or diseased street trees with the same type of tree originally planted by the declarant or builder. They should be replaced by a minimum of 2" caliper tree. Any major landscape changes must be approved by the ACC Committee.
2. After proper written notice and a right to be heard, the owner may be subject to a fine by the association.
3. Fines imposed after violation and the due process hearing shall be, pursuant to N.C.G.S. § 47F-3-107.1 and § 47F-3-116, a lien on the members' property and shall be perfected by recording said lien with the County Register of Deeds.

THIS RESOLUTION is duly enacted by a majority vote of the Board of Directors this 25th day of July, 2007.



President

Attest:



Secretary