



**ASSOCIATION RESOLUTION REGARDING
RESERVE FUNDING**

WHEREAS: The Savannah Owners Association incorporated on June 2, 2004 and recorded with the State of Colorado under 20041198893. Bound by Federal Laws, State Statutes and the Declaration of Covenants recorded in the Clerk and Recorder of Arapahoe County on July 27, 2004 under reception number B4133216.

WHEREAS: The Association has the obligation to adopt a Resolution regarding Board Members Conflict of Interest by June 1, 2008 in compliance with Senate Bill 100.

WHEREAS: The Association is empowered by the Declaration of Covenants Section 19 Paragraph i to promulgate reasonable Rules and Resolutions as it deems necessary to effectuate the intent and to enforce the duties and obligations set forth in the governing documents.

WHEREAS: The Association desires to properly fund the Corporation for the future replacement of components which make up the common elements of the Association to maintain and improve the financial health of the Corporation.

COMES NOW: This resolution duly adopted by the Executive Board of Directors on September _____, 2014 effective November 1, 2014; a policy to comply with the state statute and address the goals of the Board of Directors for the community.

The Association will have the Reserve Study reviewed and updated every third year and will be funded as a common expense of the Association. The Reserve Study will be updated by an independent industry professional who is credentialed to perform such task. The study will be based on the physical analysis and financial analysis of the community.

The Board will review and adopt a funding plan based on this analysis.

Reserve Funds will be provided through the assessment income for the Association

Reserve funding will be augmented at the time a unit transfers title. The Association shall be entitled to amount equal to two months of assessment dues for that unit to fortify the reserve fund in exchange for the benefit the purchaser receives for the capital reserve funding historically enacted by the Association.

This resolution may be amended or repealed from time to time as desired by the current and future Executive Boards for the Savannah Owners Association in accordance with Federal Laws, State Statutes, Articles and Declaration of Covenants.

The undersigned does hereby witness approval:

President Date

Secretary Date