

RESERVE FUND INVESTMENT

Policy: Over time, all the things we use as a community wear out. Those of us who are using our common elements now may not be around when they need to be replaced in the future. We plan to maintain a reserve fund to be used to pay for the replacement and repair of the common elements.

Procedure:

Reserve funds are to be invested in an interest bearing checking or savings account or a money market account only, with provision for adequate cash reserves, if necessary. The officers and members of the Board of Directors shall make investment decisions in good faith, with the care an ordinarily prudent person in a like position would exercise under similar circumstances, and in a manner the Director or officer reasonably believes to be in the best interests of the Association in accordance with the Colorado Revised Nonprofit Corporation Act.

Adopted on _____

Secretary