

-- **Policy Resolution 2011-004: Loaning Reserve Funds to Operating Funds**

WHEREAS, the amended Covenants, Conditions, and Restrictions (2011) of the Garden Homes At Charbonneau Green Townhome Association state:

The Board of Directors may borrow funds from the reserve account to meet high seasonal demands on the Townhome Association's regular operating fund or to meet unexpected increases in expenses. Funds borrowed must be repaid later from assessments if the Board of Directors has adopted a resolution, which may be an annual continuing resolution, authorizing the borrowing of funds. Not later than the adoption of the budget for the following year, the Board of Directors shall adopt by resolution a written payment plan providing for repayment within a reasonable period (Article V, Section 6(f)).

And WHEREAS, in order to exercise this option the Board is required to adopt a Resolution that permits borrowing from reserve accounts,

NOW, THEREFORE, BE IT RESOLVED that the Board hereby states that it will allow funds to be borrowed from reserve accounts to cope with financial exigencies, provided that the Board adopts a Resolution prior to the borrowing of funds which specifies how the borrowed funds will be repaid within a reasonable period of time.

**ADOPTED BY THE BOARD OF DIRECTORS OF THE GARDEN HOMES
AT CHARBONNEAU GREEN TOWNHOME ASSOCIATION**

Recorded in the Minutes of the Board Meeting of April 20, 2011 (date)

Attested by: Madge Sempert (signature), President

Madge Sempert (printed)