

LOFTRIDGE HOMEOWNERS ASSOCIATION, INC.

POLICY RESOLUTION NR. 7

RESERVE ACCOUNT INTEREST

WHEREAS, ARTICLE IV, Section 12 of the Loftridge Homeowners Association, Inc. Covenants, Conditions and Restrictions, states: "Reserves for Replacements. The Association may establish and maintain a reserve fund for replacement of the Common Area Such fund shall be conclusively deemed to be a common expense of the Association and may be deposited in any banking institution The reserve for replacements of the Common Area and community facilities may be expended only for the purpose of affecting the replacement of the Common areas, major repairs of any equipment replacement"

WHEREAS, the Board of Directors has established such reserve accounts and the amount of assessments allocated to these accounts was based upon the interest remaining in the account

NOW, THEREFORE BE IT RESOLVED THAT the interest earned from reserve account(s) of this Association shall remain in the account and be expended for purposes of the basic account.

ADOPTED _____, 198 ATTESTED John C. Song
DATE Dec 3, 1986 PRESIDENT Louise Whitt
LOUISE K. WHITT