

**RUEDI SHORES HOMEOWNERS ASSOCIATION, INC.
ADOPTION AND AMENDMENT OF POLICIES, PROCEDURES AND RULES**

In compliance with the Colorado Common Interest Ownership Act, the Board of Directors desires to adopt uniform procedures for the adoption and amendment of policies, procedures and rules.

The Association hereby adopts the following policy for the adoption and amendment of policies, procedures and rules:

1) DEFINITIONS

- a) **"Policy"** is a course or principle of action adopted to guide the Board of Directors.
 - b) **"Procedure"** is an established or official way of conducting a course of action.
 - c) **"Rule"** is defined as a regulation or requirement governing conduct or behavior.
- 2) Policies and procedures, in general, shall govern the activities of the Board of Directors in the operation of the Association.
 - 3) Rules, in general, shall govern the use of property within the community and the behavior of residents and/or their guests while in the community.
 - 4) The Board shall have authority to adopt and amend those policies and procedures which govern Association operation.
 - 5) Adoption or amendment of any policy, procedure or rule shall be performed only at a meeting of the Board that is open to all Members or their representatives.
 - 6) The Board shall consider the following criteria when adopting or amending a policy, procedure or rule:
 - a) Whether it is reasonable and necessary;
 - b) If the implementation of such will create distention between groups of Members;
 - c) Ensuring consistency with other RSHOA policies in effect at the time;
 - d) Reasonably relates to the preservation, protection and enhancement of property values; and
 - e) Consistent with:
 - i) the Association's governing documents;
 - ii) applicable federal and state statutes; and
 - iii) local laws and ordinances;
 - 7) Adoption or amendment of any policy, procedure, or rule and regulation requires an affirmative vote of a majority of members of the Board.
 - 8) Any policy, procedure, or rules and regulations and any amendment shall be effective ten (10) days after distribution of notice to Members of its adoption. Notice shall be distributed by mail, either USPS or electronic, and posting on the Association's website.

CERTIFICATION

The President and Secretary of the Board of Directors of the Ruedi Shores Homeowners Association, Inc. hereby certify that the foregoing Covenant Enforcement Policy was adopted following a vote and approval of a majority of the Board Members eligible to vote, as required by the Association's Bylaws, on Sept 8, 2014 and in witness thereof the undersigned have subscribed his/her names.

**RUEDI SHORES HOMEOWNERS ASSOCIATION, INC.,
a Colorado nonprofit corporation**

By: Lynn Colhoun
Lynn Colhoun, President

ATTEST:
By: Ann Morris
Ann Morris, Secretary