

PAGOSA LAKES PROPERTY OWNERS ASSOCIATION, INC.

RESOLUTION 2002-02

**A RESOLUTION APPROVING THE ASSOCIATION BUDGET PROCESS FOR
UPCOMING CALENDAR/FISCAL YEARS**

WHEREAS, Article VI, Section 1, of the Association bylaws states: "A draft budget, prepared by Association staff members, shall be presented to the Board of Directors at the October regular meeting. The Board of Directors shall adopt a final draft of the budget at the December meeting."; and

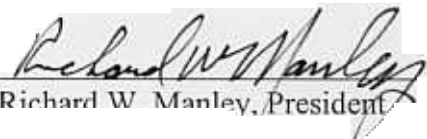
WHEREAS, the Association staff is to present a draft budget at the October regular meeting of the Board; and

WHEREAS, the Board will review and revise that draft budget to meet and maintain Association operations, services and obligations it deems necessary and prudent; and

WHEREAS, the Association staff has completed a detailed 30-year Reserve Forecast projection of all Association long-term assets and lake inlets, which forecast has been approved by the Board of Directors at the March 14, 2002, regular Board meeting,

THEREFORE, BE IT RESOLVED by the Board of Directors that for 2003 and all subsequent annual periods, the budget approval process will be inclusive of adoption of an annually updated Reserve Forecast, to be completed in a detailed format, similar to that approved by the Board of Directors at the March 14, 2000.

ADOPTED by the Board of Directors this 14th day of March, 2002.


Richard W. Manley, President

ATTEST:


Gerald G. Smith, Secretary