

THE PARK EAST SUBDIVISION HOMEOWNERS ASSOCIATION

POLICY AND PROCEDURE

ADOPTION AND AMENDMENT OF POLICIES, PROCEDURES AND RULES

Resolved and Adopted February 15, 2007

Amended _____

The following policy and procedure has been adopted by the Board of Directors ("Board") of The Park East Subdivision Homeowners Association ("Association") pursuant to Colorado statutes, for adoption and amendment of policies, procedures and rules.

1. Adoption or amendment of any policy, procedure or rule shall be performed only at a meeting of the Board that is open to all Owners or their representatives.
2. The Board shall consider the following criteria when adopting or amending a policy, procedure or rule:
 - a. Reasonableness and necessity;
 - b. Impact does not create separate groups of Owners;
 - c. Consistent with other PESHOA 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 case law; and
 - (iii) local laws and ordinances;
3. Adoption or amendment of any policy, procedure, or rule and regulation requires an affirmative vote of a majority of members of the Board members who are in attendance at the meeting.
4. Any policy, procedure, or rules and regulations and any amendment shall be effective fifteen days after delivery of notice to Owners (posting on the Association's web site or publication in the Association's newsletter is considered adequate notice) of its adoption.

SECRETARY'S CERTIFICATION: The undersigned, being the Secretary of The Park East Home Owners Association, a Colorado non-profit corporation, certifies that the foregoing policy and procedure was adopted by the Board of Directors of the Association, at a duly called and held meeting of the Board on February 15, 2007, and in witness thereof, the undersigned has subscribed his/her name.

THE PARK EAST HOME OWNERS ASSOCIATION, a Colorado non-profit corporation

By: Greg Knott, Owner lot 71

_____, Secretary