



Ponderosa Pines Water Company
53299 Ponderosa Way, La Pine, OR 97739

September 19, 2013

Resolution - #09-19-13
Creation of Reserve Fund and Reserve Bank Account

WHEREAS, the 2012 Amended Bylaws of The Ponderosa Pines Water Company (PPWC), *ARTICLE VI* states that the business and the property of the Corporation shall be managed and controlled by a Board of Directors. Such board shall have the power and authority to make rules and regulations and generally exercise all powers necessary for the transaction of Corporation business, and,

WHEREAS, the PPWC Board of Directors deems it to be in the Corporation's best interest to create a Reserve Fund, separate and apart from the Operating Fund.

WHEREAS the PPWC Board of Directors deem a Reserve Fund is fiscally prudent and the fiduciary responsibility of the Board of Directors.

WHEREAS, the PPWC Board of Directors wishes to spread Reserve contributions toward required future capital expenditures evenly over time in an equitable manner amongst present and future homeowners.

WHEREAS, the PPWC Board of Directors wishes to avoid the need for Special Assessments or loans due to unforeseen circumstances.

WHEREAS, the PPWC Board of Directors feels that the creation of a Reserve Fund and Bank Account will benefit Corporation membership in retention of their property values.

WHEREAS, the IRS requires separate accounting and a separate bank account for non-taxable Reserve Contributions.

NOW IT IS RESOLVED THAT a Reserve Fund and Bank Account be created for the Ponderosa Pines Water Company.

NOW BE IT FURTHER RESOLVED THAT the Accounting Records will reflect Reserve Fund Equity and Expenditures in addition to Operating Fund Equity and Expenditures.

BE IT FURTHER RESOLVED THAT Reserve Contributions will be made at least quarterly to Reserve Fund bank account from the Operating account in order to keep Corporation Reserve Funds separate from Corporation Operating Funds; amount to be commensurate with approved yearly budget.

NOW BE IT FURTHER RESOLVED that a copy of this resolution shall be sent to all members at their last known address.



Ponderosa Pines Water Company
53299 Ponderosa Way, La Pine, OR 97739

Darrell Bennett 9-19-13
Date

Darrell Bennett, President
Danielle Emery 9-19-2013
Date

Danielle Emery, Vice Chairman
Andrea Benedetto 9/19/2013
Date

Andrea Benedetto, Secretary
Suzanne Mose 9-19-13
Date

Suzanne Mose, Treasurer
Alan Miller _____
Date

Alan Miller, Director
Richard Benedetto 9-19-13
Date

Richard Benedetto, Director
Gary Mose 9/19/13
Date

Gary Mose, Director

Date