

# **Saddle Ridge Association, Ltd.**

## **Explanation on SRA Insurance and \$20,000 Deductible**

**September 1, 2017**

Saddle Ridge Association, Ltd. is currently purchasing an insurance coverage on the unit structures based on the current replacement cost.\* There is however a \$20,000 deductible per incident in the policy.

The Association shall make assessments against the unit owners, as well as the units themselves, for the cost of the insurance based on the relative value of that unit. The premium is paid by the association annually and each unit owner is billed for their SRA board determined share of the premium. By precedent the association has been covering the deductible.

The Board of Saddle Ridge Association, Ltd. has put aside funds to cover the \$20,000 deductible by self-insuring for all unit owners.

\* Current replacement cost is based on the most updated association description of the unit and will not include changes to the unit that have not been approved by the SRA board.