X. RULEMAKING POLICY

- 1. <u>Authority</u>. The Board of Directors shall have the authority to adopt, revoke or amend any portion of these Rules, including Policies and Procedures to the extent they do not conflict with the Covenants, Articles of Incorporation, and Bylaws of the Association (hereinafter collectively referred to as the "Association Documents") in order to interpret, supplement and/or enforce the Governing Documents. The Board should adopt Rules at Board meetings which are open to attendance by Owners.
- 2. <u>Board Resolves Questions of Construction</u>. If any doubt or questions shall arise concerning the true intent or meaning of any of the Governing Documents, the Board shall, by resolution, determine the proper construction of the provision in question, and shall set forth in a written statement the meaning, effect and application of the provision. These determinations will thereafter be binding on all parties so long as it is not arbitrary or capricious, and they may be filed for record with the Clerk and Recorder of Teller County.
- 3. <u>Notice to Membership</u>. In any case where the Board is adopting a new or amended Rule of major significance to the Association, the Board will give notice to the Owners as required by the Association Documents. The Board may announce a new Rule in the Association's newsletter or by mail or hand delivery to the properties.

Adopted by the Board, this 4th day of August, 2018, effective immediately.