

NAPLES RESERVE HOMEOWNERS ASSOCIATION, INC.
Donation Policy
Effective July 10, 2024

Background

Certain Owners or other individuals ("Donor") have expressed interest in advancing completion of a common area project through a donation of money, materials, or services ("Funding"). This Policy outlines the process and allowable provisions of such contributions.

Procedure

1. The Board of Directors will identify common area projects that are available for Donor Funding. The approval process will follow normal acquisition procedures but will allow the inclusion of Donor Funding to offset Association expenses. The Association will document the determined cost as well as the shared amounts between the Association and Donors. In addition, donations shall act to reduce the amount of any material alteration expenditure in determining whether the threshold for required Member approval under Section 11.5 of the Naples Reserve Bylaws is met.
2. The Association will specify a period for Donors to commit Funding toward these projects but no more than one hundred twenty (120) days ("Funding Time Period"). If the common area project is not approved, any donations collected shall be returned to the Donor. Instead of returning the funds to the Donor, if confirmed in writing by the donor, the Donor can choose to donate such funds to the Association for any Association purpose.
3. Any approved projects will draw from Donor Funding before use of Association monies. After the completion of the project, any surplus funds shall be treated as a general donation to the Association for use towards any Association purpose.
4. Donors are not entitled to any incremental rights or privileges because of their donation. Making donations has no impact on any assessment obligation the Donor has to the Association.
5. Any Donor wishing to donate to a certain common area project shall complete a Naples Reserve Donation Form which discusses the parameters of the donation as set forth in this Donation Policy. Any donation of services shall need to comply with HOA rules on vendor acceptance and insurance requirements.

6. After the completion of the common area project, any further operation, maintenance, and management of the common area project shall be an Association responsibility.
7. Donors should seek advice from their tax advisors in relation to tax implications of donations made under this Donation Policy.