

**NOTICE
CHANGE IN ASSOCIATION
INSURANCE COVERAGE**

THERE ARE CHANGES IN INSURANCE POLICIES CARRIED BY THE ASSOCIATION. YOU SHOULD IMMEDIATELY NOTIFY YOUR INSURANCE AGENT OF THE CHANGES SET FORTH IN THE ENCLOSED INFORMATION AND ASK YOUR AGENT TO DETERMINE IF CHANGES TO YOUR INSURANCE POLICIES ARE NECESSARY.

After careful review and consideration of our current financial position and risk assessment, the Board has decided not to renew our earthquake insurance policy upon its expiration on April 25, 2024. This decision was not made lightly and involved thorough analysis and consultation with insurance professionals.

The seismic risk study conducted at Sunset Meadows in 2023 revealed that the probable maximum loss for the 475-year ground motion falls within the range of 4% to 7%. This means that while there is a risk of damage from seismic activity, it falls within a manageable range.

Additionally, earthquake insurance premiums for our community are exceedingly high. Given the substantial deductibles associated with these policies, homeowners may still find themselves responsible for covering most, if not all, repair costs should damage occur.

Taking these factors into consideration, the board has concluded that it is in the best interest of the association to allocate our resources towards more essential needs and maintenance projects.

It's important to note that this decision does not affect the coverage provided by our existing insurance policies for other perils. We remain committed to maintaining adequate insurance coverage to protect the interests of our community and comply with legal requirements.

Please be advised that as per our governing documents, this notice serves to inform you of the change in our insurance coverage. We strongly encourage you to review your individual homeowner insurance policies and consult with your insurance agent to determine if any adjustments or additional coverage are necessary to adequately protect your property and belongings.

If you have any questions or concerns regarding this matter, please do not hesitate to contact the Board of Directors at sunsetmeugene@gmail.com. We value your feedback and input as we strive to make decisions that are in the best interest of our community.

Thank you for your attention to this matter.

Sincerely,

Kate Schultz
President, Sunset Meadows Board of Directors