

**RESOLUTION
OF THE
SILVER LAKE CONDOMINIUMS ASSOCIATION, INC.
POLICY AND PROCEDURE REGARDING
INVESTMENT OF RESERVES**

- SUBJECT:** Adoption of a policy regarding the investment of the Association's reserve funds.
- PURPOSE:** To adopt a policy and institute proper guidelines for the ongoing management of the Association's reserve funds.
- AUTHORITY:** The Declaration, Articles of Incorporation, Bylaws and Rules and Regulations of the Association and Colorado law.
- EFFECTIVE DATE:** January, 1, 2015
- RESOLUTION:** The Association hereby adopts the following policy and procedures to be followed in investment of reserve funds.

INVESTMENT OBJECTIVES

The principal represents the reserve funds for maintenance, repair and replacement of those items for which the Association is responsible and that must be periodically maintained, repaired or replaced. Reserve funds are to be invested in a manner that assures maximum safety and appropriate liquidity and, secondarily, maximizes yield within such constraints. The investment objectives are, in order of propriety, as follows:

1. Preservation and safety of principal;
2. Liquidity to meet expected and unexpected expenditures; and
3. Maximization of yield

INVESTMENT RESPONSIBILITIES

The Board has sole authority to approve and amend, alter or otherwise make changes to this Policy. Any modifications to this policy shall be in writing and approved by the Board. The Board, in consultation with the Association Manager or other authorized person, shall have direct control with regard to opening appropriate bank accounts and establishing safekeeping accounts or other arrangements for the custody of securities and execute such documents as may be necessary. The Board may, in consultation with the Association Manager or other authorized person, employ the service off a qualified investment advisor to direct a portion or all of the investment activities of the Association consistent with guidelines set forth in this investment policy. The Board will monitor ongoing investment activities to ensure proper liquidity is being provided and that the investment strategy is consistent with the Association's objectives. The Board shall review performance no less than annually.

INVESTMENT GUIDELINES

A. Eligible Investments

The portfolio will be limited to the following investments:

1. Certificate of deposit (CDs);
2. Money market deposit accounts;

3. Money market funds; and
 4. U.S. treasuries and U.S. treasury zero coupons.
- B. Credit quality restrictions
All investments shall be AAA-rated or U.S. Treasury securities.
- C. Maturity limits
1. No individual investment may exceed 6 months in maturity; and
 2. The weighted average maturity of the portfolio shall not exceed 1 year. The Association must structure its investment portfolio in order to meet anticipated cash requirements.

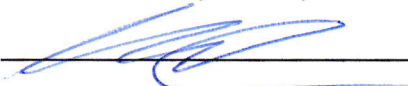
PROCEDURES

1. Transfers of budgeted additions to reserves shall be made on a yearly basis;
2. Reports of earnings shall be prepared by management, financial advisor or the treasurer and presented at a Board meeting
3. The Association Treasurer must sign to withdraw funds from investment accounts.

PRESIDENT'S CERTIFICATION: The undersigned, being the President of Silver Lake Condominiums Association, a Colorado non-profit corporation, certifies that the foregoing policy and procedure was adopted by the Board of Directors of the Association, at a duly called and held meeting of the Board on Dec. 9, 2014 and in witness thereof, the undersigned has subscribed his/her name.

SILVER LAKE CONDOMINIUMS ASSOCIATION,

a Colorado non-profit corporation By:


_____, President