Lake of the Woods Association, Inc.
Administrative Resolution 2016-2
Restating the Timing of the Transfer of
New Construction and Renovation Fee Cash to Operating Cash

WHEREAS, on November 7, 2015, the Board of Directors adopted Administrative Resolution 2015-8 setting a funding schedule for Unrestricted Operating Cash; and

WHEREAS, the Board desires to transfer cash from the New Construction and Renovation Reserve to Operating Cash by April 30 each year rather than waiting late August after the annual independent audit is complete; and

WHEREAS, a transfer by April 30 will help more properly reflect LOWA’s overall cash position before the annual audit.

THEREFORE, RESOLVED, the Board of Directors hereby adopts this resolution to restate and supersede the timing of the transfer of cash from the New Construction and Renovation Reserve established in Resolution 2015-8.

1. The Board of Directors hereby sets a funding schedule of $80,000 per year for five years, if necessary, with funds to come from the New Construction and Renovation Fee Reserve.
2. The Board will consider the transfers by April 30 each year after the Finance Director determines the amount of required uncommitted cash is available in the NCR Reserve.
3. The Board hereby authorizes the immediate transfer of $80,000 cash from the New Construction and Renovation Reserve to Operating Cash for 2016.
4. The General Manager is directed to schedule Board consideration of the funds transfer in subsequent years no later than April 30 each year until the entire Operating Cash balance is in compliance with the Unrestricted Operating Cash Policy.

Effective Date: Immediately

By: [Signature]
Louisa W. Rucker, President

ATTEST:

I, as Secretary for Lake of the Woods Association, Inc., hereby attest that the foregoing Administrative Resolution 2016-2 was adopted by the Board of Directors at a duly-held and noticed Board of Directors meeting held on the 6th day of April 2016.

[Signature]
Leighton H. Cumming, Secretary