WHEREAS, Article V of the Bylaws gives the Board of Directors the authority to adopt, publish and enforce rules and regulations governing permitted and prohibited uses and restrictions within the Association; and

WHEREAS, Section 12C of the Declaration of Restrictions authorizes the Association to regulate the use of the streets; and

WHEREAS, there is a need for regular review of Regulations for completeness, clarity and enforceability; and

WHEREAS, there is a need for a clear, concise and consistent meaning concerning traffic; and

WHEREAS, the Legal and Compliance Committee recommended the Board adopt amendments to the traffic regulation on May 7, 2013.

NOW THEREFORE RESOLVED, that the Board will insert the following language in Section XIV.A., and VI., of the LOWA Regulations as written below to be effective immediately:

XIV.A., Schedule of Penalties for Violations

1. Accumulating three moving violations within any 12-month period. (Refers to Regulation XIV.A.)

2. Causing an accident. (Refers to Regulation VI.A.)

3. Eluding or running or attempting same from a security officer. (Refers to Regulation VI.A.)

4. Passing a stopped school bus displaying flashing red light, including a school bus with flashing red light anywhere in an intersection. (Refers to Regulation VI.A.)

5. Improper or illegal entry or assisting another vehicle in improper or illegal entry through either the front or rear automatic gates. (Refers to Regulation II.B.)

6. Exceeding posted speed limit by 20 miles per hour. (Regarding Regulation VI.C.)

7. Reckless driving, other than high speed. (Refers to Regulation VI.A.)

8. Driving without a valid operating permit, or driving on a suspended or revoked operator’s license. (Refers to Regulation VI.A.)
9. Parking construction related vehicles, trailers or other equipment on any LOWA property without the consent of the General Manager. (Refers to Regulations VI.D., VI.I and VI.J.)

10. Parking in handicapped spaces and emergency access areas. (Refers to Regulation VI.A.)

11. Failure to obey a reasonable order from a security officer, including showing photo identification. (Refers to Regulation VI.M.)

12. Failure to yield the right of way to emergency vehicles, including LOWA security vehicles. (Refers to Regulation VI.N.)

**VI., Use of LOW Roads and Parking Lots**

M. Drivers operating a motor vehicle must obey reasonable orders from security officers, including presenting a driver’s license or other photo identification card and vehicle registration.

N. Drivers operating a motor vehicle must yield the right of way to emergency vehicles displaying lights and sirens, including LOWA security vehicles.

LAKE OF THE WOODS ASSOCIATION, INC.

By: [Signature]

James R. Walsh, President

ATTEST:

I, as Secretary for Lake of the Woods Association, Inc., hereby attest that the foregoing Policy Resolution No. 2013-9 was adopted by the Board of Directors at a duly-held and noticed Board of Directors meeting held on the 21st day of August, 2013.

By: [Signature]

Louisa Rucker, Secretary