

**Resolution of Battlement Mesa Service Association**

**RE: EXCESS INCOME APPLIED TOWARDS SUBSEQUENT YEAR'S EXPENDITURES**

WHEREAS, Battlement Mesa Service Association is a Colorado corporation duly organized and existing under the laws of the State of CO, and

WHEREAS, the members desire that the Association shall act in full accordance with the rulings and regulations of the Internal Revenue Service;

NOW, THEREFORE, the members hereby adopt the following resolutions by and on behalf of the Association:

RESOLVED, that excess membership income over membership expense collected by or paid to the Association for the year ended December 31, 2009, shall not be directly refunded to owners, but shall be applied against subsequent tax year member assessments as provided by IRS Revenue Ruling 70-604.

This resolution is adopted and made part of the minutes of the meeting of (date).

BY: \_\_\_\_\_

ATTESTED: \_\_\_\_\_

**Resolution of Battlement Mesa Service Association**

**RE: CAPITAL CONTRIBUTIONS**

WHEREAS, Battlement Mesa Service Association is a Colorado corporation duly organized and existing under the laws of the State of CO, and

WHEREAS, the members desire that the corporation shall act in full accordance with the rulings and regulations of the Internal Revenue Service;

NOW, THEREFORE, the members hereby adopt the following resolution by and on behalf of the Association:

RESOLVED, that amounts collected by or paid to the Association for Capital Replacement purposes for the fiscal year ended December 31, 2009 shall be set aside for future major repairs and replacements and allocated to capital components as provided by the guidelines established by IRC Section 118 and Revenue Rulings 75-370 and 75-371. Such amounts shall be deposited into a separate account. Any amounts so added to replacement funds shall be allocated to the various components at the discretion of the Board of Directors.

The resolution is adopted and made part of the minutes of the meeting of (date).

BY: \_\_\_\_\_

ATTESTED: \_\_\_\_\_