

**THE SPIRES DRAINAGE HOMEOWNERS ASSOCIATION, INC.  
ADOPTION AND AMENDMENT PROCEDURE**

Effective Date: 27 OCT '08

The Board of Directors desires to adopt a uniform and systematic procedure to amend and adopt policies, procedures and rules.

The Association hereby adopts the following procedure for the adoption and amendment of policies, procedures, and rules:

1. Definitions:
  - A. A policy is a course or principle of action adopted to guide the Board of Directors.
  - B. A procedure is an established or official way of conducting a course of action.
  - C. A rule is defined as a regulation or requirement governing conduct or behavior.
2. Policies and procedures, in general, shall govern the activities of the Board of Directors in the operation of the Association.
3. Rules, in general, shall govern the use of property within the community and the behavior of residents and/or their guests while in the community.
4. The Board of Directors shall have the authority to adopt policies, procedures and rules to the extent they do not conflict with the Articles of Incorporation, Bylaws and Declaration of the Association.
5. The Board shall have authority to adopt and amend those policies and procedures which govern Association operation. Such policies and procedures shall be adopted at an open Board meeting and documented in the minutes or in a formal resolution.
6. The Board may adopt rules and regulations regarding the use of Common Area and restrictions for Lots and other areas administered by the Association and interpreting and implementing the governing documents. Prior to adopting final rules, the Board may send notice of a proposed rule to all owners and allow for a period of comment. Rules, once adopted, shall be sent to all owners and shall be effective upon delivery.

IN WITNESS WHEREOF, the undersigned certify that the Amendment Procedure was adopted by resolution of the Board of Directors of the Association this 20 day of OCTOBER, 2008.

THE SPIRES DRAINAGE HOMEOWNERS ASSOCIATION, INC.,  
a Colorado nonprofit corporation,

By: *Michelle L. Jones-Rickard*  
Its: President

ATTEST:

By: *L.H. Duvall*