

**RESOLUTION
OF THE
SAPPHIRE POINTE MASTER ASSOCIATION, INC.
REGARDING PROCEDURES FOR ADOPTION AND AMENDMENT OF
POLICIES, PROCEDURES, RULES, REGULATIONS, OR GUIDELINES**

SUBJECT: Adoption of a procedure to be followed when adopting policies, procedures, rules, regulations or guidelines (hereinafter "Policy" or "Policies") regarding the operation of the Association.

PURPOSE: To adopt a standard procedure to be used in developing Policies in order to facilitate the efficient operation of the Association and to afford Owners an opportunity to provide input and comments on such Policies prior to adoption.

AUTHORITY: The Declaration, Bylaws and Articles of Incorporation of the Association and Colorado law, including but not limited to C.R.S. 38-33.3-209.5.

**EFFECTIVE
DATE:**

July 17, 2009

RESOLUTION: The Association hereby adopts the following procedures to be followed in adopting Policies of the Association:

1. Scope. The Board of Directors of the Association may, from time to time, adopt certain Policies as may be necessary to facilitate the efficient operation of the Association, including the clarification of ambiguous provisions in other documents, or as may be required by law. In order to encourage Owner participation in the development of such Policies and to insure that such Policies are necessary and properly organized, the Board shall follow the following procedures when adopting any Policy.

2. Drafting Procedure. The Board shall consider the following in drafting the Policy:

- (a) Whether the governing documents or Colorado law grants the Board the authority to adopt such a Policy;
- (b) The need for such Policy based upon the scope and importance of the issue and whether the governing documents adequately address the issue; and

(c) The immediate and long-term impact and implications of the Policy.

3. Adoption Procedure. Upon adoption of a Policy, notice of the adoption of the Policy shall be provided to all Owners in writing to each Owner at the address for notices to Owners. A copy of the Policy shall be made available to each Owner upon request and payment of any copying expenses, as further provided in the Association's inspection of records policy. Policies become effective 30 days after adoption by the Board.

4. Definitions. Unless otherwise defined in this Resolution, initially capitalized or terms defined in the Declaration shall have the same meaning herein.

5. Supplement to Law. The provisions of this Resolution shall be in addition to and in supplement of the terms and provisions of the Declaration and the law of the State of Colorado governing the Project.

6. Deviations. The Board may deviate from the procedures set forth in this Resolution if in its sole discretion such deviation is reasonable under the circumstances.

7. Amendment. This Procedure may be amended from time to time by the Board of Directors.

PRESIDENT'S

CERTIFICATION: The undersigned, being the President of the Association certifies that the foregoing resolution was adopted by the Board of Directors of the Association at a duly called and held meeting of the Board of Directors held on this June 17, 2009 and in witness thereof, the undersigned has subscribed his/her name.

**SAPPHIRE POINTE MASTER ASSOCIATION,
INC.**

By: Julie Cambler
President