

**RESOLUTION OF  
BASELINE COMMUNITY ASSOCIATION, INC.  
REGARDING INVESTMENT OF RESERVES**

Effective 7/7/2021, 20\_\_\_\_, Baseline Community Association, Inc. the “**Association**”) hereby adopts the following policy related to the investment of the reserve funds of the Association, which shall replace and supersede in its entirety the policy regarding the investment of reserve funds set forth in the Rules and Regulations of the Association dated April 30, 2019:

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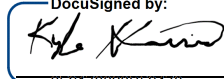
1. Investment of Reserves. The Board of Directors of the Association shall invest funds held in the reserve fund accounts to generate revenue that will accrue to the reserve fund accounts pursuant to the following goals, criteria and policies:
  - (a) Safety of Principal
  - (b) Liquidity and Accessibility
  - (c) Minimal Costs
  - (d) Diversify
  - (e) Return.
2. Limitation on Investments. Unless otherwise approved by the Board, all investments will be FDIC (Federal Deposit Insurance Corporation) insured and/or guaranteed by the United States government.
3. Investment Strategy. The investment strategy of the Association should emphasize a long-term outlook by diversifying the maturity dates of fixed-income instruments within the portfolio utilizing a ladder investment approach.
4. Independent Professional Investment Assistance. The Board of Directors of the Association may hire a qualified investment counselor to assist in formulating a specific investment strategy.
5. Review and Control. The Board shall review Reserve Fund investments periodically to ensure that the funds are receiving competitive yields and shall make prudent adjustments as needed.

6. Standard of Care. The officers and members of the Board of Directors shall make investment decisions in good faith, with the care an ordinarily prudent person in a like position would exercise under similar circumstances, and in a manner the Director or officer reasonably believes to be in the best interests of the Association in accordance with the Colorado Revised Nonprofit Corporation Act.
7. Definitions. Unless otherwise defined in this Resolution, initially capitalized or terms defined in the Declaration shall have the same meaning herein.
8. 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 community.
9. 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.
10. Amendment. This Resolution may be amended from time to time by the Board of Directors.

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The undersigned, being the President of the Association, certifies that this Resolution was adopted by the Board of Directors of the Association on 7/7/2021, 20  .

**BASELINE COMMUNITY  
ASSOCIATION, INC.,**  
a Colorado nonprofit corporation,

By:  6F9178623B59478...  
President