

Wooden Canoe Homeowners Association
Board of Directors Special Meeting Minutes
March 15, 2023

Call to Order

A Special Meeting of the Wooden Canoe at Water Dance on Lake Dillon Homeowners Association was called by President Rich James for 4:00 P.M. on Wednesday, March 15, 2023. The meeting was called to order by President Rich James at 4:05 P.M.

Determination of Quorum (Majority)

The meeting was conducted by conference call. Rich James, Barry Hennegan, Charles Williams, Lynda Schroer, and John Broker were in attendance. Every board member was able to hear and participate in the meeting. All board members were present.

Board Resolution Concerning Financial Investments

The meeting was called to consider the adoption of Board Resolution No. 2023-01, Revisions to Investment Policy for Reserve Funds and Management of Working Capital Account. A motion to adopt the resolution was made and seconded. All board members voted to adopt the resolution. The resolution was passed.

Adjournment

With all business concluded, the meeting was adjourned at 4:07 P.M.

Attested to by: Charles Williams

Charles Williams,
Recording Secretary

Resolution of the Wooden Canoe at Water Dance on Lake Dillon
Homeowners Association Board of Directors No. 2023-01

Subjects: Revisions to Investment Policy for Reserve Funds
 and Management of Working Capital Account

WHEREAS, the Wooden Canoe at Water Dance on Lake Dillon Homeowners Association (the "Association"), pursuant to the Association's Declaration ("Declaration"), one of the Association's Documents (as that term is defined in the Declaration), maintains two accounts for the Association's expenses, a working capital account (the "Working Capital Account") and a reserve account (the "Reserve Account");

WHEREAS, the Association's Board of Directors (the "Board") is authorized by the Association's Second Amended and Restated Resolution of Responsible Governance Policies and Procedures, another Association Document, to assess the investment of funds in the Reserve account annually, taking into Consideration such factors as general economic conditions and the possible effect of inflation or deflation;

WHEREAS, the Board has determined that due to changed nationwide economic conditions and specifically, rising short-term interest rates, it is appropriate to implement certain actions with respect to the Working Capital and Reserve accounts so to take advantage of the rising interest rates, and the Board has further determined that such actions are in the best interests of the Association;

NOW THEREFORE, and for the purpose of authorizing and the implementation of the aforesaid actions, the Board does hereby adopt the following Resolution:

- 1) For the near term and until such time as there is reasonable evidence of a change in economic circumstances, the Board will invest most of the Association's Reserve Account funds in short term U.S. Government Treasury Marketable Securities and specifically U.S. Treasury Bills. The Board, acting through the Treasurer, will determine the amount and maturity date for each Treasury Bill purchased consistent with the various factors identified in the Association's Documents regarding the investment of Reserve Funds.
- 2) The Board, acting through the Treasurer, will establish an Association account with the U.S Treasury Department via its TreasuryDirect website, that will be linked with the Working Capital Account, for the purpose of enhancing the amount of interest the Association earns on the idle cash in the Working Capital Account. Only U.S. Treasury Bills will be purchased for the TreasuryDirect account with a strong preference for 4-week Treasury Bills. The Board acting through the Treasurer, will determine the amount and maturity date for each Treasury Bill purchased. The Treasurer will make sure that the purchase of Treasury Bills for the TreasuryDirect account will not impact the Board's ability to pay all Association bills in a timely manner.
- 3) This Resolution shall supersede the Board's prior Resolution entitled "Investment of Reserve Funds" from March/April 2017 which was approved by the Board at its meeting on April 13, 2017, as documented in the approved Meeting Minutes from that date.

Resolution of the Wooden Canoe at Water Dance on Lake Dillon
Homeowners Association Board of Directors No. 2023-01

CERTIFICATE OF THE OFFICERS OF WOODEN CANOE
AT WATER DANCE ON LAKE DILLON HOMEOWNERS ASSOCIATION

The undersigned President and Secretary of the Association do hereby certify that the above Resolution regarding the investment of Reserve Account funds and the establishment of a TreasuryDirect account to be linked with the Working Capital account was duly adopted by the Board of Directors on the 15th day of March 2023.

WOODEN CANOE AT WATER DANCE ON LAKE DILLON HOMEOWNERS ASSOCIATION

By: Richard James President

Attest: Charles William Secretary