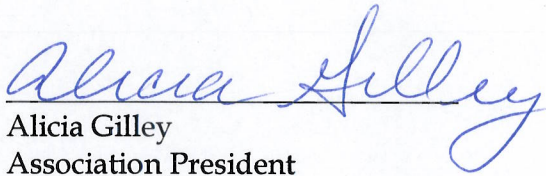


INVESTMENT & RESERVE POLICY

1. The Treasurer of the Association is responsible for investigating investment options for the Reserve Funds. The Executive Board is responsible for deciding the investment option for the Association Reserve Funds.
2. The Treasurer must evaluate the options based on the following criteria:
 - a) Risk to principal;
 - b) Liquidity;
 - c) FDIC;
 - d) Growth Potential;
 - e) Diversification;
 - f) Any other factors deemed relevant.
3. The Treasurer and Executive Board may and are encouraged to rely upon the expertise of accountants and attorneys, and other investment experts in forming their opinions on which investment strategy to choose for the Association.
4. The Executive Board must consider the following when deciding on an Investment Option:
 - a) Minimize loss through diversification;
 - b) Maximize Yield, but limit investments to traditionally conservative forms of investing;
 - c) The impact of interest rates;
 - d) Minimal liquidity required to meet all planned expenditures;
 - e) Penalties for selling or withdrawing funds prematurely;
 - f) No more than the current FDIC insurance limit as adjusted may be held in any one bank account at the current time of this policy the limit is \$250,000.
5. The Executive Board has control with regard to opening bank accounts and establishing accounts for the custody of securities. A minimum of two signatures

must be required for all transfers of money, unless the transfer is between two Association accounts.

6. The Executive Board shall review investment performance on a regular basis, at least quarterly, and shall adjust the investments as needed to comply with the terms of this policy.
7. The Executive Board will review the reserve policy at least once every three years.



Alicia Gilley
Association President

12-27-2013

Date