

## L P P O Association

### Handling Conflicts of Interest Involving Members of the Board of Directors

The following policy and procedures have been adopted by the Board of Directors of L P P O Association ("Association") pursuant to the provisions of the Colorado Common Interest and Ownership Act (the "Act") C.R.S. § 38-33.3-209.5, and in accordance with the provisions of the Amended Protective Covenants for Unit 1, Lake Purgatory Subdivision, La Plata County, Colorado, recorded in the real property records of La Plata County on September 18, 1991 at Reception No. 616278 (the "Declaration") and the Bylaws of LPPO Association (the "Bylaws") at a meeting of the Board of Directors.

NOW THEREFORE, IT IS RESOLVED that the Association does hereby adopt the following policy:

If any contract, decision or other action taken by or on behalf of the Board of Directors would financially and/or materially benefit any member of the Board of Directors or any person who is a parent, grandparent, spouse, child or sibling of a member of the Board of Directors, such member shall declare a conflict in an open meeting, prior to any discussion or action on that issue. After making such declaration, the member may participate in the discussion but shall not vote on that issue. If member of the Board does not voluntarily make a declaration as to a conflict, the remaining members of the Board may, by a majority vote, determine whether or not a conflict exists according to the standards set forth in the Colorado Nonprofit Corporations Act, at C.R.S. § 7-128-501. The Board shall review this policy on a biannual basis at the meeting following the annual meeting or at a meeting soon thereafter.

Approved by an affirmative vote of a majority of the Board of Directors and effective on the 18 day of February, 2022.

By: 

Its: President of the Board of Directors