

developer for new amenities and upgrades to existing ones, whether endorsed or unendorsed. In the 1999 agreement, a cap of \$1,500,000 was placed on future unendorsed projects. With the completion of the Wildcat Pool, the POA has no obligation to fund additional amenities.

The proposed Capital Reserve fund is a general fund for present and future needs.

6. Will Time Share properties come under the CIF?
 - A. NO. Time Shares sales do not go thru the same property recording and closing process. In addition the sales prices and number of sales are so small, it would cost more to collect than it would be worth.

7. Will the buyer of the developers' lots or houses have to pay the same CIF as everyone else?
 - A. Yes. Purchasers of all lots and residences sold by the developers or property owners will pay the fee. The developers' lots are not excluded from this fee. Only non cash transfers such as settling estates or family gifts will be exempt.

8. Were errors made in reporting the reserve fund programs of other POAs?
 - A. Yes. In contacting other POAs , a good faith effort was made to determine their transfer fee programs. The difficulty occurred in who furnished the information. It appears many POAs call it by other names and collect it several different ways.

The important point to consider is most POAs have ways for creating capital reserves to protect the property values and life styles without increasing monthly assessments.