

## **1. PROCEDURES FOR THE ADOPTION AND AMENDMENT OF POLICIES, PROCEDURES AND RULES**

1. The Board shall have the authority to create, adopt, enforce, and amend policies, procedures, rules and regulations (the "Rules and Regulations") that it deems appropriate for Kernan Creek Ranch.

2. Prior to adopting any new Rules and Regulations, the Board may, at its sole option, discuss the proposed new Rules and Regulations at any meeting of the Members that may or may not be called for that purpose.

3. The Board may adopt Rules and Regulations at a meeting of the Board, by unanimous written consent in lieu of a meeting or by any other method authorized by the Association's governing documents or pursuant to Colorado law.

4. The Board shall inform all Members of the adoption of any new Rules and Regulations either by posting the new Rules and Regulations on the Property or on the Association's website, if any, or by delivering the new Rules and Regulations to the Members by e-mail, U. S. Mail, newsletter or personal delivery. A compilation of all current Rules and Regulations shall be available for inspection and copying in accordance with the Association's policy regarding inspection and copying of Association records by Owners.

5. Unless otherwise provided, any new Rules and Regulations shall be in full force and effect and subject to enforcement by the Association immediately following publication thereof in accordance with Paragraph 4 above.