

IRS REVENUE RULINGS 70-604 & 75-371
Resolution

RE: Excess Income Transferred to Reserves

WHEREAS Pinehurst Condominium Association is a not-for-profit association duly organized and existing under the laws of the Commonwealth of Pennsylvania; and,

WHEREAS the members desire that the association shall act in full accordance with the rulings and regulations of the Internal Revenue Service.

NOW, THEREFORE, the members hereby adopt the following resolution by and on behalf of Pinehurst Condominium Association.

RESOLVED, that any amounts collected by or paid to the Association in excess of operating expenses for the year ended 2011 and beyond, shall be set aside as reserves for future financial needs, as provided by the guidelines established by revenue rulings 70-604 and 75-371. Such amounts shall be deposited into insured interest-bearing accounts. Allocation of any amounts so added to reserves shall be allocated to the various components of reserves at the discretion of the Executive Board.

This resolution is adopted and made a part of the minutes of the membership meeting.

2011

BY:

Arthur G. Burton
President

1/20/2012
Date

ATTEST:

Rhonda L. Smith
Secretary

1/20/2012
Date