

**ALTERNATIVE DISPUTE RESOLUTION (ADR) POLICY
OF
STONEBURY HOMEOWNERS ASSOCIATION, INC.**

The following resolution has been adopted by Stonebury Homeowners Association, Inc. (hereinafter the "Association") pursuant to Colorado law, the Subassociation Declaration for Stonebury Homeowners Association, Inc. ("Declaration") and the Bylaws of the Association at a regular meeting of the Board of Directors ("Board").

RECITALS

WHEREAS, Colorado law requires that associations adopt a policy addressing disputes arising between the association and unit owners; and

WHEREAS, Section 6.16 of the Declaration authorizes the Association to adopt, amend and enforce rules and regulations and policies and procedures; and

WHEREAS, the Association desires to establish reasonable policies and procedures for addressing disputes arising between the association and unit owners.

NOW THEREFORE, BE IT RESOLVED, that the Association adopts the following Alternative Dispute Resolution (ADR) Policy:

1. ADR Policy. In the event of any dispute between the Association and an Owner, the Owner is invited and encouraged to meet with the Board to resolve the dispute informally and without the need for litigation. If the Owner requests to meet with the Board, the Board shall make a reasonable effort to comply with the Owner's request.

Nothing in this Policy shall be construed to require any specific form of alternative dispute resolution, such as mediation or arbitration, or require the parties to meet. Neither the Association nor the Owner waives any right to pursue whatever legal or other remedial actions are available to either party.

2. Definitions. Unless otherwise defined in this Resolution, capitalized terms or terms defined in the Declaration shall have the same meaning herein as set forth in the Declaration.

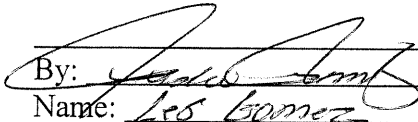
3. Supplement. The provisions of this Resolution shall be in addition to and shall supplement the terms and provisions of the Declaration, the Bylaws, and the laws of the State of Colorado governing the Association.

4. Deviations. The Board may deviate from the procedures set forth in this Resolution if, in its sole discretion, such deviation is necessary under the circumstances.

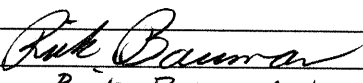
5. Amendment. The Board may amend this policy from time to time.

Adopted by the Board of Directors of Stonebury Homeowners Association, Inc.
this 5th day of December 2006, effective January 1, 2007.

STONEBURY HOMEOWNERS
ASSOCIATION, INC.

By: 
Name: Leo Gomez
Title: President

ATTEST:

By: 
Name: RICK BAUMAN
Title: Secretary