

11/06/96

FAIRWAY HOMEOWNER'S ASSOCIATION, INC. (FHA)  
RESOLUTION REGARDING  
PROOF OF ADEQUATE INSURANCE

WHEREAS, Chapter 204 of the Texas Property Code authorizes the Board of Directors to regulate the use, maintenance, repair, replacement, modification, and appearance of the townhouse development; and,

WHEREAS, Chapter 204 further allows an association, after notice and an opportunity to be heard are given, to collect reimbursement of actual attorney's fees incurred by the association relating to the violation of the association's rules, charging the costs to the owner's assessment account and collecting them in the same manner as the assessment account; and,

WHEREAS, Fairway Townhomes is a development of townhomes with common roofs and walls; and,

WHEREAS, it is to the benefit of the entire development that each homeowner carry adequate hazard insurance on the structure of his or her townhome;

NOW THEREFORE, BE IT RESOLVED THAT, all homeowners must provide to the Fairway Homeowner's Association proof of adequate hazard insurance on the structure of each townhome on an annual basis, and,

BE IT FURTHER RESOLVED THAT, if notice and an opportunity to be heard are given, the Association can collect reimbursement of actual attorney's fees incurred by the Association relating to the violation of this rule, charging the costs to the owner's assessment account and collecting them in the same manner as an assessment account.

Adopted this 6th day of November, 1996, by a majority of the Board of Directors present at a meeting on this date.

Anne Wilde  
Secretary

Example

12/10/96

XXXXX INSURANCE COMPANY

DECLARATION PAGE

POLICY NUMBER 0000000000

NAMES INSURED/MAILING ADDRESS

TOWNHOME OWNER  
0000 XXXXXX  
HOUSTON, TEXAS 77062

PHONE

(281)000-0000

MORTGAGEE NAME/ADDRESS

POLICY PERIOD

EFFECTIVE DATE: 01/10/97  
EXPIRATION DATE: 01/10/98

AT 12:01 A.M. STANDARD TIME AT THE  
LOCATION OF THE RESIDENCE PREMISES

| COVERAGES  | LIMITS OF LIABILITY  | ANNUAL PREMIUMS |
|--|----------------------|-----------------|
| SECTION I PROPERTY                                     |                      |                 |
| COVERAGE A. DWELLING                                   | \$ 85,000            |                 |
| OTHER STRUCTURES                                       | \$ 7,000             |                 |
| COVERAGE B. PERSONAL PROPERTY                          | \$ 30,000            |                 |
| PERSONAL PROPERTY OFF PREMISES                         | \$ 3,000             |                 |
| SECTION II LIABILITY                                   |                      |                 |
| COVERAGE C. PERSONAL LIABILITY                         |                      |                 |
| (EACH OCCURRENCE)                                      | \$100,000            |                 |
| COVERAGE D. MEDICAL PAYMENTS TO OTHERS                 |                      |                 |
| (EACH PERSON)  | \$ 1,000             |                 |
| LOSS OF USE COVERAGE                                   | \$ 10,000            |                 |
|  | BASIC PREMIUM        | \$ 500          |
| INCREASED LIABILITY LIMITS PREMIUM                     |                      | \$ 4            |
| OTHER COVERAGES  |                      |                 |
| RESIDENCE GLASS COVERAGE                               |                      | \$ 5            |
| DEDUCTIBLES (SECTION I ONLY)      AMOUNT OF DEDUCTIBLE |                      |                 |
| DEDUCTIBLE CLAUSE 1                                    | \$ 500               | \$ 0            |
| DEDUCTIBLE CLAUSE 2                                    | \$ 500               | 0               |
|  | TOTAL POLICY PREMIUM | \$ 509          |

SUBJECT TO THE FOLLOWING FORMS AND ENDORSEMENTS

TEXAS HOMEOWNERS POLICY - FORM B (1-1-96)  
HO-105 (7-8-92) RESIDENCE GLASS COVERAGE

PLEASE REFER TO ATTACHED PROPERTY INSURANCE ADJUSTMENT LETTER  
SEE ADDITIONAL INFORMATION ON THE BACK OF THIS PAGE