

ACTION TAKEN BY THE CONSENT OF
THE BOARD OF DIRECTORS OF
MID WAY RANCHES PROPERTY
OWNER'S ASSOCIATION, INC.

Pursuant to the provisions of the Colorado Corporation Code, as amended, the following actions are taken by the consent of the current Board of Directors of MIDWAY RANCHES PROPERTY OWNER'S ASSOCIATION, INC., a Colorado Corporation, at a Special Meeting held by mail.

Resolved that:

1. No member shall resell water from or out of the MRPOA's water system, either directly or indirectly, to any other party from within or outside the MRPOA's service area, that is set forth in MRPOA's water augmentation plan, and as located in Sections 4,5,6,7,8,9, SW ¼ of the NW ¼, and West ½ of the SW ¼ of Section 10, and the North ½ of the North ½ of Sections 13, and 14, T18S, R65W, 6th P.M., Pueblo County, Colorado.
2. Should any member violate Provision 1 of this resolution, it shall be mandatory for the Board to execute the following action against said member within two weeks of the Board determining a member has violated said Provision 1, as follows:
 - a. The Board shall send a letter to the violating member at the last known address by certified U.S. Mail, stating said violation, and giving notice and order to the member to stop selling water, immediately, from and out of the MRPOA's water system to third parties.
 - b. If the member fails to comply with the demand as set forth in the notice and as ordered by the Board, the Board may cause, at the member's expense, the water tap, meter pit, and water service to be removed, terminating water service to member's lot.
 - c. Should the member decide to re-apply for water service to its lot, then the member must pay for the costs to replace the water tap, meter pit and water service, and in addition to such costs shall pay the Association a fine of \$5,000, in advance of re-instatement of water service. The member shall also sign an agreement with MRPOA, stating that he or she will never again violate the provisions of this resolution.

