

**Association Resolution for Revenue Ruling 70-604 Election -  
Excess Income Applied to the Following Year's Assessments**

**RESOLUTION OF MONTERAY SHORES PUD HOMEOWNERS ASSOCIATION**

**RE:** EXCESS INCOME APPLIED TO THE FOLLOWING YEAR'S ASSESSMENTS - REVENUE RULING 70-604

WHEREAS, the Monterey Shores PUD Homeowners Association is a non profit, mutual benefit corporation duly organized and existing under the laws of the State of North Carolina;

and

WHEREAS, the members desire that the corporation 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 the Monterey Shores PUD Homeowners Association:

RESOLVED, that any excess of membership income over membership expenses for the year ended 2022 shall be applied towards Association funding as provided by IRS Revenue Ruling 70-604.

This resolution is adopted and made a part of the minutes of the meeting of November 12, 2022.

BY: Edward J. Case  
President

ATTESTED: Valerie P. Case  
Secretary