

Hurricane Ridge Property Owners Association, Inc.
547 Ridge Top Circle Road
Clyde, NC 28721

TO: HRPOA MEMBERSHIP

RE: Status of Reserve Accounts and Projected Capital Expenditures for 2016

DATE: March 8, 2016

The balance in the Reserve Account is currently \$56,977.64.

A total of \$22,270 was transferred from the OPERATING account to the RESERVE account at the beginning of 2015 as a result of Operating surpluses as follows:

- \$3,804 from Water Surplus to Water Reserves
- \$18,432 from General surplus to Roads Reserves

The erosion problem north of the Cattle Gap on Hurricane Trace has yet to be repaired. The last estimate we got was approx. \$7,500. It is still a critical issue and must be addressed. If remedial action is not taken soon it may become impassable. Due to the nature of the problem, the exact amount will not be known until we get into it.

Another culvert must be replaced on Hurricane Trace below the cattle gap. Estimate **\$1,300**.

As you well know, maintenance on our road system in 2014 was deficient primarily due to the departure of Jeff Parris and delay in finding a suitable replacement for the road work. We now have secured the services of Johnny Lowe and we hope to begin grading and application of gravel as soon as the freeze/thaw cycle is over this spring. We may find it necessary to dip into the road reserve in 2016 if our Road budget funds are insufficient. At this time, we cannot say how much that may be.