

THE TRAILS
Homeowners Association I, Inc.

COLLECTION POLICY
Effective January 1, 1990

1. Homeowners assessments are due on the first day of each month, and late if payment is not received by the 20th day of the month due.
 2. Assessments not paid by the 20th day of each month due will incur a late charge of \$15.00.
 3. Interest will be charged at the rate of 10% per annum for all assessments delinquent for 30 days or more.
 4. Homeowners with unpaid assessments on the 1st of each month following the month due will receive a statement listing all amounts due and payable.
 5. Homeowners whose accounts remain delinquent for a period of 45 days will receive a reminder letter advising that unless payment is made within 30 days, the account will be forwarded to the Association Attorney for issuance of a demand letter. All attorney fees and collection costs for this and any subsequent actions will be added to the Homeowners account.
 6. If the delinquency is not cured within 30 days from the date the demand letter is mailed, the Association Attorney will be requested to place a lien on the property to protect the Association's interest. All fees and costs will be added to the Homeowners account.
 7. If the delinquency is not cured within 30 days subsequent to the lien being placed on the property, the Association Attorney will be requested to pursue the right to non-judicial foreclosure as provided in the Association's documents.
- ** All attorney's fees, collection costs and other expenses incurred by the Association in recovery of unpaid assessments are the sole responsibility of the owner whose failure to make timely payment of assessments necessitated the Association incurring such fees, costs and expenses.
- ** A \$25.00 charge will be made for any check returned unpaid from the bank for any reason.
- ** All funds received from an owner will be applied on the books of the Association in the following order:
1. All attorney's fees.
 2. All collection costs.
 3. All assessed fines and fees.
 4. All other expense incurred by the Association, whether or not the expense pertains to collection of assessments.
 5. All late charges.
 6. All interest charges.
 7. All unpaid special assessments.
 8. All unpaid regular assessments.

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