

R.S.F. Homeowners' Association
16625 S Desert Foothills Pkwy
Phoenix, AZ 85048
(480) 759-4945 / FAX (480) 759-8683

RESOLVED, that the following Assessment Collection Policy shall be adopted effective immediately. Reference: ARS 33-1803 and ARS 33-1807.

LATE FEE: A late fee of \$15.00 may be charged to any account that shows an assessment not paid within thirty (30) days of the due date.

Assessment Collection Schedule:

1. Written reminder sent USPS First Class to property owner on or after the 15th day of the first unpaid assessment informing them that the account is delinquent and a late fee will be applied if payment is not received by the 30th. All letter fees are the responsibility of the property owner.
2. Written Collection Letter sent USPS Certified Mail to property owner. This action will occur on or after the 45th day of the first unpaid assessment informing them that the account is delinquent and that a late fee has been applied and the account may be referred to the Association's collection agent for further action. Property owner is given 15 days to respond. All letter fees are the responsibility of the property owner.
3. Any account with an unpaid assessment balance at least 60 days past-due may be transferred to the Association's Collection Agent for commencement of collections. All fees are the responsibility of the property owner. At any time during this process, the property owner may request to enter into a payment plan for all outstanding assessments and fees. The Association may not release its lien until such time as all assessments, late fees, related collection costs and legal fees have been paid in full.
4. For any account with an assessment balance at least 120 days past-due, one of the following processes may occur:
 - * At the discretion of the board of directors, accounts may be referred to small claims court to obtain a personal judgment against the owner(s) of the lot whose responsibility it is to bring the account current. All collection and court costs are the responsibility of the property owner,

or

 - * At the discretion of the board of directors, accounts may be referred to the Association's attorney for further collection activity including, but not limited to, lawsuit or foreclosure. All legal fees, collection and court costs are the responsibility of the property owner.

Foreclosure Collection Procedure:

- * At the discretion of the board of directors, lots foreclosed upon with balances owed may be referred to the Association's Collections Agent for

further action including, but not limited to, a lawsuit to obtain personal judgement against the property owner of the lot whose responsibility it is to bring the account current at the time of foreclosure. All legal fees, collection and court costs are the responsibility of the property owner.

or

- * At the discretion of the board of directors, lots foreclosed upon with balances owed may be referred to an outside Collection Agency for further action including, but not limited to, a lawsuit to obtain personal judgement against the property owner of the lot whose responsibility it is to bring the account current at the time of foreclosure. All collection, court costs and legal fees are the responsibility of the property owner.

Payments will be applied to an account as follows (pursuant to Arizona Revised Statutes):

1. Past due assessments
2. Late charges
3. Collection Fees (Demand Letter/Lien/Collection Agency/Skip Trace/Court Fees)
4. Legal Fees/Costs
5. Monetary Penalties

The Board of Directors may decide not to consider a waiver request for lien fees, collection costs, or attorney fees incurred on an account where the assessment was not paid in accordance with the assessment collection policy through no fault of the Association or its agent.

Payment plans will be accepted under the following conditions:

Payments made without benefit of a properly executed payment plan will not be construed as a payment plan, and collection activity may be initiated in accordance with the assessment collection policy.

A minimum payment plan equal to the current assessment installment plus one-twelfth of the current account balance will be accepted on a monthly basis. All other payment plans are subject to approval of the Board of Directors.

A lien may be filed and legal collection proceedings may be implemented upon default of a payment plan with no further notice to the property owner.

IN WITNESS WHEREOF, the undersigned has executed this Collection Policy as of October 18, 2017



Petra Adams, President for the Board of Directors
R.S.F. Homeowners' Association