

BARTON CREEK NORTH PROPERTY OWNERS' ASSOCIATION, INC.
ALTERNATE PAYMENT SCHEDULE AND PAYMENT PLAN POLICY

The Board of Directors of the Barton Creek North Property Owners' Association hereby adopts this Alternate Payment Schedule and Payment Plan Policy ("Policy") to comply with Section 209.0062, Texas Property Code directs the Property Manager to implement the following:

1. Members are entitled to pay their delinquent assessments according to the terms of this approved Policy, as long as a Member has not failed to honor the terms of a previous payment plan during the past two (2) years;
2. The Association cannot charge late fees during the course of a payment plan, but can charge interest at the rate it is entitled to under its Governing Documents and can charge reasonable costs of administering the payment plan (the "Administrative Costs"). The Administrative Costs for the payment plan described in paragraph 3 shall not exceed \$175. The Board may adjust the actual Administrative Costs from time to time;
3. Upon request and prepayment of the Administrative Costs, all Members are automatically approved for a payment plan of three (3) months which shall include all amounts owed by the Member, shall include all amounts that will come due during the term of the payment plan, shall account for the prepaid costs of the administration of the payment plan, and each payment shall be equal. Administrative Costs shall be nonrefundable even if the Member pays in full prior to the scheduled dates for payment in the payment plan. The deadline for requesting the payment plan, for all past due accounts not already referred to the Association's attorney, shall be 30 days after the date of the final collection letter from the Property Manager. For all past due accounts currently with the Association's attorney, such deadline shall be 30 days after the date of notice of availability of the payment plan.;
4. If a Member defaults on any payment plan, the payment plan is automatically terminated and the Association is not obligated to make another payment plan with the owner for the next two (2) years;
5. All payments received pursuant to the approved payment plan shall be applied in the order required by Section 209.0063, Texas Property Code. The Association is not required to provide notice of any default under the terms of a payment plan. If a Member defaults in payment of the approved plan will be subject to further collection efforts, including possible referral to the Association's attorney.
6. To the extent this Policy conflicts with any other policy or procedure of the Association, this Policy shall prevail;

ADOPTED on the 16th day of November, to be effective January 1, 2012.