

SILVERWOOD PROPERTY HOMEOWNERS ASSOCIATION, Inc.

December 15, 2017

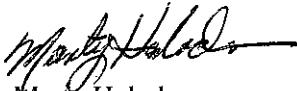
Dear Silverwood Property Homeowner Association (SPHA) Members:

In accordance with the SPHA covenants, all members of our community voted on a proposed budget for Fiscal Year 2018. The budget was not approved by a final vote of 32 – 30. Since the proposed budget was not approved, we are required to use the FY 2017 budget as this year's authorized budget. A copy of this budget is available at the clubhouse for all members of the SPHA to review. While the FY 2017 budget accurately estimates routine operating expenses within our community, it does not address some of the major capital projects our subdivision is facing. A brief overview of some of these items is included for your review. We have also included a survey so the Board of Directors can determine homeowner priorities. All homeowners are encouraged to carefully read the attached material. Your input on prioritizing these projects is essential.

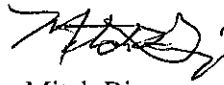
The SPHA Board of Directors for FY 2018 are as follows: Marty Haloda, Mitch Birzer, Alex Thompson, Jim Browning, and Pat McCorkhill. The FY 2018 Board of Directors looks forward to receiving input from all homeowners on how we can best meet the needs of our community.

The SPHA covenants state that the Board of Directors may increase the assessments annually if it is deemed necessary. The maximum increase allowed by the covenants is 20%. The 2017 SPHA Board of Directors voted 3 – 1 to increase the assessments for FY 2018 by 20%. This 20% increase will take effect beginning January 2018.

Sincerely,



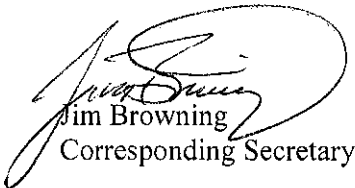
Marty Haloda
President



Mitch Birzer
Vice-President



Alex Thompson
Secretary



Jim Browning
Corresponding Secretary



Pat McCorkhill
Treasurer