

***Crest of Calavera Hills Homeowners Association***

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C/O PropertyADVANTAGE 5142 Avenida Encinas, Carlsbad CA 92008  
Ph (760) 585-1700 Fax (760) 438-6886

November 2012

Dear Crest of Calavera Hills Homeowners;

Enclosed you will find certain documents as required by Civil Code 1365 for the annual budget and related disclosures. These are important documents and we encourage you to review and store them in a safe place with your other important association paperwork. In this mailing, you will find:

1. HOA Budget for Fiscal Year beginning 1/1/13
2. Master Policy Insurance Certificate
3. Most Recent Reserve Study Summary & Disclosure Summary
4. Crest of Calavera Hills HOA Annual Disclosures-pages 1-7
  - a. Budget Statement
  - b. Assessment & Reserve Funding Summary
  - c. Lien Rights & Other Legal Remedies-Assessment Collection Policy
  - d. Insurance Disclosure Information
  - e. Alternative Dispute Resolution Guide
  - f. Assessment & Foreclosure Guidelines
  - g. Miscellaneous Disclosers-
    - i. Minutes
    - ii. Annual Review
    - iii. Fine Policy
    - iv. Property Improvement Form

The Association's Monthly Assessments will be **\$251.00** per month to meet the day-to-day operating expenditures and reserve funding requirements, beginning January 1, 2013, the start of your fiscal year.

Coupon booklets will be mailed shortly. If you are on automatic payment method, the amount deducted will continue at the same rate.

The Board of Directors has thoroughly reviewed all the categories in the operating budget and the reserve funding to keep the dues as low as possible but still preserve the financial health of the Association.

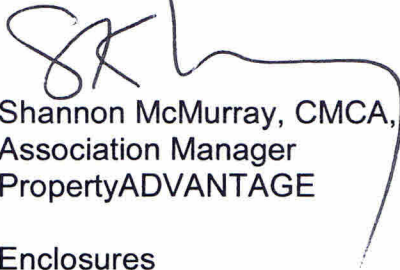
The Reserve Study report recommends a minimum funding level of \$68.71 per home per month in order to maintain the percent funded at an optimum level. The Board has determined that funding the reserves at \$65.20 per unit per month will continue to build the reserve funding and also take into account some of the common area reserve projects in consideration for 2013 such as asphalt slurry seal, landscape improvements, siding replacement, or carport roofing replacement.

The Board will continue to monitor the expenses and receivables in the coming months while also working to maintain and complete necessary common area reserve projects that have a one year estimated life remaining in order to preserve and enhance the community.

Should you have any questions please contact me at [smcmurray@propadvantage.com](mailto:smcmurray@propadvantage.com) or at (760) 585-1743.

Regards,

On Behalf of the Board of Directors

A handwritten signature in black ink, appearing to be 'SK' followed by a long, sweeping horizontal line that curves downwards at the end.

Shannon McMurray, CMCA, AMS, PCAM  
Association Manager  
PropertyADVANTAGE

Enclosures

