

**MLV Townhomes Owners Association, Inc
SUB ASSOCIATION**

- 2020 OWNERS PACKET -

Dear MLV Townhomes Owners Association Homeowner,

Enclosed you will find the following documentation:

- Dues Summary 2020 thru 2024
- 2020 Dues by unit
- 2020 Operating Budget
- 2020 Disclosure Statement
- 2020 Maintenance Reserve Study

All the enclosed documentation is for the sub association. The townhome sub association is responsible for all the exterior maintenance and driveway maintenance of the townhomes (currently units 1 – 7).

The Executive Board decided in their March 23, 2020 meeting to only build a reserve account for the maintenance of Units 5 – 7. The maintenance of Units 1 – 4 will be assessed as special assessments as the work is required. The reason for this is because of maintenance of Units 1 – 4 is substantially more costly than Units 5 – 7. Per the CC&Rs, the maintenance for Units 1 – 4 is handled separately than all the other townhomes and is easiest assessed as special assessments.

Please Note: The dues mentioned in this packet are ONLY for the sub association and do not include the master association dues. There is another packet with the dues for the master association. BOTH set of dues must be paid on a monthly, quarterly or annual basis. Separate checks need to be cut for the master and sub association dues.

ADDRESS FOR MAILING DUES:

MLV Townhomes Owners Association, Inc.
PO Box 3846
Pagosa Springs, CO 81147

Please don't hesitate to call me with any questions at (970) 903-9801.

Sincerely,



Ryan Searle
Secretary/Treasurer

2020 Overview

Dues Summary with projection thru 2024

Dues:	2020	2021	2022	2023	2024
Maintenance Reserve (1)	\$ 2,000.00	\$ 2,000.00	\$ 2,000.00	\$ 2,000.00	\$ 2,000.00
Operating Exp. (2)	\$ 7,040.00	\$ 7,321.60	\$ 7,614.46	\$ 7,919.04	\$ 8,235.80
Total Combined	\$ 9,040.00	\$ 9,321.60	\$ 9,614.46	\$ 9,919.04	\$ 10,235.80

(1) Based on 2020 Reserve Study & only for Units 5 - 7 Maintenance

(2) Based on the 2020 Operating Budget

Notes:

The Maintenance Reserve Study must be updated at least every (3) years.

At this time, a total update of all information herein will be accomplished. Necessary updates to the 30 year forecast will be made at this time. The next reserve study is planned for 2024.

The Operating Budget is established on an annual basis. Changes to the dues forecast will be made as necessary to reflect any changes. Inflation rate for the Operating Budget is scheduled at 4% per year.

Per the CC&Rs, dues per unit are "based upon a fraction, the numerator of which is the total square footage of a Unit owned by the Owner and the denominator of which is the total square footage of all the Units within the Project."

MLV Townhomes Owners Association, Inc. (Townhome Sub Association)
 Operating/Reserve Budget Dues By Unit Per the CC&R's
 January through December 2020

Operating Budget						
Unit #	Sq Ft	Percentage	Operating Budget	Annual Payment*	Quarterly Payment*	Monthly Payment*
1	1,876	13.59%	\$ 956.74	\$ 956.74	\$239.18	\$79.73
2	2,346	16.99%	\$ 1,196.10	\$ 1,196.10	\$299.02	\$99.67
3	2,442	17.68%	\$ 1,244.67	\$ 1,244.67	\$311.17	\$103.72
4	1,876	13.59%	\$ 956.74	\$ 956.74	\$239.18	\$79.73
5	1,804	13.06%	\$ 919.42	\$ 919.42	\$229.86	\$76.62
6	1,791	12.97%	\$ 913.09	\$ 913.09	\$228.27	\$76.09
7	1,675	12.12%	\$ 853.25	\$ 853.25	\$213.31	\$71.10
TOTAL	13,810	100.00%	\$ 7,040.00	\$ 7,040.00		

Reserve Fund - Units 5-7						
Unit #	Sq Ft	Percentage	Reserve Fund	Annual Payment	Quarterly Payment	Monthly Payment
5	1,804	34.23%	\$ 684.63	\$ 684.63	\$171.16	\$57.05
6	1,791	33.98%	\$ 679.70	\$ 679.70	\$169.92	\$56.64
7	1,675	31.78%	\$ 635.67	\$ 635.67	\$158.92	\$52.97
TOTAL	5,270	100%	\$ 2,000.00	\$ 2,000.00		

Late Fees: 18% per annum if not fully paid by the 10th day after the date when due plus a late fee of \$20 per month.

Monthly Payments: If you choose to pay monthly there is an additional fee of \$25 per payment due to administrative costs. Annual or quarterly payments are not charged any additional fees.

*Assessments begin at the time of C.O. and are pro-rated.

**MLV Townhomes Owners Association
 Operating Budget Report
 January thru December, 2020**

	2020 Budget
INCOME,	
Assessments/Dues	7,040.00
Transfer Fees,	-
Other Fees,	-
In Kind,	-
Interest Income,	-
Total Income	7,040.00
 EXPENSES,	
Insurance Liability	4,000.00
Licenses and Fees	-
Misc Expense	-
Professional fees	-
Legal/CPA	700.00
Accounting/Admin	1,200.00
Management Fee	-
Total Professional Fees	1,900.00
Taxes	-
Building & Ground Expenses	
Repair & Maintenance Exp	500.00
Total Building & Ground Exp.	500.00
10% Contingency	640.00
 TOTAL EXPENSES	7,040.00

Assessment and Reserve Funding Disclosure Summary

(Data is valid as of March 12th, 2020)

1. The 2020 assessment per ownership range from \$853.25/year to \$1,244.67/year. This is only for the operating budget and is assessed to all 7 completed units (Units 1 – 7). Assessments begin at the time of C.O. and are pro-rated.
2. The 2020 reserve assessment per ownership range from \$635.67/year to \$684.63/year and is only for Units 5 – 7. This will allow us to build a reserve in the estimated amount of \$2,000. This number will change depending on when C.O.'s are obtained on Units 5 – 7.
3. No additional special assessments or dues increases have been approved by the Board of Directors.
4. Based on the most recent reserve study and other information available to the Board of Directors, there will be balances sufficient at the end of each year to meet the Association's obligation for repair and/or replacement components during the next 30 years for Units 5 – 7. Units 1 – 4 will be maintained through special assessments to those particular units.
5. The 2020 budget allows for a reserve fund of \$2,000.00. If the reserve fund is increased as shown in the dues summary page there will be enough in the reserve fund to cover all anticipated future expenses.
6. All major components are included in the reserve study and are included in its calculations.
7. The reserve fund cash and CD balance at the end of the 2020 Fiscal Year is anticipated to be a round \$1,400.00.

Note: The financial representations set forth in this summary are based on the best estimates of the preparer at this time. The estimates are subject to change. This disclosure was produced based on data available at 3/12/20.

12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	
2032	2033	2034	2035	2036	2037	2038	2039	2040	2041	2042	2043	2044	2045	2046	2047	2048	2049	2050	
		\$ 4,239							\$ 5,039							\$ 5,989			
\$ 2,690					\$ 3,043					\$ 3,443					\$ 3,896				\$ 41,951
\$ 1,345	\$ 1,379	\$ 1,413	\$ 1,448	\$ 1,485	\$ 1,522	\$ 1,560	\$ 1,599	\$ 1,639	\$ 1,680	\$ 1,722	\$ 1,765	\$ 1,809	\$ 1,854	\$ 1,900	\$ 1,948	\$ 1,996	\$ 2,046	\$ 2,098	
\$ 4,035	\$ 1,379	\$ 5,652	\$ 1,448	\$ 1,485	\$ 4,565	\$ 1,560	\$ 1,599	\$ 1,639	\$ 6,718	\$ 5,165	\$ 1,765	\$ 1,809	\$ 1,854	\$ 1,900	\$ 5,843	\$ 7,986	\$ 2,046	\$ 44,049	
\$ 4,000	\$ 4,000	\$ 4,000	\$ 4,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 6,000	\$ 6,000	\$ 6,000	\$ 6,000	\$ 6,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000
\$ 203	\$ 181	\$ 156	\$ 98	\$ 38	\$ 80	\$ 61	\$ 40	\$ 77	\$ 114	\$ 69	\$ (47)	\$ (66)	\$ (19)	\$ 27	\$ 93	\$ 80	\$ (55)	\$ (117)	
\$ 4,203	\$ 4,181	\$ 4,156	\$ 4,098	\$ 5,038	\$ 5,080	\$ 5,061	\$ 5,040	\$ 5,077	\$ 6,114	\$ 6,069	\$ 5,953	\$ 5,934	\$ 5,981	\$ 7,027	\$ 7,093	\$ 7,080	\$ 6,945	\$ 6,883	
\$ 2,891	\$ 146	\$ 2,777	\$ (1,554)	\$ 3,590	\$ 3,596	\$ 496	\$ 3,480	\$ 3,479	\$ 4,476	\$ (649)	\$ 788	\$ 4,169	\$ 4,172	\$ 5,173	\$ 5,192	\$ 1,236	\$ (1,041)	\$ 4,836	
\$ 10,169	\$ 9,026	\$ 7,793	\$ 4,918	\$ 1,917	\$ 4,022	\$ 3,053	\$ 1,990	\$ 3,871	\$ 5,711	\$ 3,469	\$ (2,345)	\$ (3,321)	\$ (961)	\$ 1,357	\$ 4,630	\$ 3,979	\$ (2,771)	\$ (5,859)	
\$ (4,035)	\$ (1,379)	\$ (5,652)	\$ (1,448)	\$ (1,485)	\$ (4,565)	\$ (1,560)	\$ (1,599)	\$ (1,639)	\$ (6,718)	\$ (5,165)	\$ (1,765)	\$ (1,809)	\$ (1,854)	\$ (1,900)	\$ (5,843)	\$ (7,986)	\$ (2,046)	\$ (44,049)	
\$ 2,891	\$ 146	\$ 2,777	\$ (1,554)	\$ 3,590	\$ 3,596	\$ 496	\$ 3,480	\$ 3,479	\$ 4,476	\$ (649)	\$ 788	\$ 4,169	\$ 4,172	\$ 5,173	\$ 5,192	\$ 1,236	\$ (1,041)	\$ 4,836	
\$ 9,026	\$ 7,793	\$ 4,918	\$ 1,917	\$ 4,022	\$ 3,053	\$ 1,990	\$ 3,871	\$ 5,711	\$ 3,469	\$ (2,345)	\$ (3,321)	\$ (961)	\$ 1,357	\$ 4,630	\$ 3,979	\$ (2,771)	\$ (5,859)	\$ (45,071)	
134%	138%	141%	145%	148%	152%	156%	160%	164%	168%	172%	176%	181%	185%	190%	195%	200%	205%	210%	
109%	110%	111%	112%	113%	114%	114%	115%	116%	117%	118%	119%	120%	121%	121%	122%	123%	124%	125%	