

EXHIBIT "B"

PAYMENT PLAN POLICY

1. Any capitalized term used in this Payment Plan Policy (this "Policy") and not otherwise defined herein shall have the meaning ascribed to such term in the Amended and Restated Flying L Ranch Subdivision Declaration of Restrictive Covenants.
2. Subject to Section 13 below, Owners are entitled to make partial payments for delinquent amounts owed to the Association under an approved payment plan in compliance with this Policy.
3. Late fees, penalties, and delinquent collection related fees will not be added to the Owner's account during the period the payment plan is active. The Association may impose a fee for administering a payment plan. Such fee, if any, will be listed on the payment plan form and is subject to change from time to time. Interest will continue to accrue during the period of the plan as allowed under the Declaration. The Association may provide an estimate of the amount of interest which may accrue under any proposed payment plan.
4. All payment plans must be in writing on a form provided by the Association and signed by the Owner(s).
5. The payment plan becomes effective and is designated as "active" upon:
 - a. receipt of a fully completed and signed payment plan form; and
 - b. receipt of a first payment under the plan; and
 - c. acceptance by the Association as compliant with this Policy.
6. A payment plan may be as short as three (3) months and as long as eighteen (18) months based on the guidelines provided below. The durations listed below are provided as guidelines to assist Owners in submitting a proposed payment plans.
 - a. Total balance up to 2 times the annual Lot Assessment up to six (6) months.
 - b. Total balance up to 3 times the annual Lot Assessment up to twelve (12) months.
 - c. Total balance greater than 3 times the annual Lot Assessment up to 18 months.

7. On a case-by-case basis, and upon request of the Owner, the Board of Directors may approve more than one payment plan to be executed in sequence to assist the Owner in paying the amount owed. Any individual payment plan may not exceed eighteen (18) months in length.
8. A payment plan must include sequential monthly payments. The total of all payments must equal the current balance plus payment plan administrative fees, if any, plus the estimated accrued interest.
9. If an Owner requests a payment plan that will extend into the next assessment cycle, the Owner shall be required to pay all future Lot Assessments by the due date in addition to the payments specified in the payment plan.
10. If an Owner defaults on the terms of the payment plan, the payment plan shall automatically terminate. The Association will provide written notice to the Owner that the payment plan has terminated. It shall be considered a default under a payment plan if an Owner:
 - a. fails to return a signed payment plan form with the initial payment; or
 - b. misses a payment due in a calendar month; or
 - c. makes a payment for less than the agreed upon amount; or
 - d. fails to pay a future assessment by the due date in a payment plan which spans additional cycles.
11. On a case-by-case basis, the Board of Directors may agree, but shall have no obligation to do so, to reinstate a terminated payment plan once during the duration of the Payment Plan period if all missed payments are made up at the time the Owner submits a written request for reinstatement.
12. If a payment plan is terminated, the full amount due from the Owner shall immediately become due. The Association will resume the process for collecting amounts owed using all remedies available under the Declaration and applicable law.
13. The Board of Directors has no obligation to accept a proposed payment plan from any Owner who has defaulted on the terms of a payment plan within the previous two (2) years.