2023 ANNUAL TAX RESOLUTION OF THE BOARD OF DIRECTORS OF BOCA BRIDGES HOMEOWNERS ASSOCIATION, INC.

The Board of Directors of **Boca Bridges Homeowners Association, Inc.** (the "Association"), hereby adopt this Tax Resolution to be effective as of the date set forth below:

FIRST WHEREAS, the Board of Directors, pursuant to Section 5.1 of the Association's Bylaws, has the authority to exercise all powers and duties of the Association unless otherwise limited or restricted by the Governing Documents; and

SECOND WHEREAS, the Board of Directors, in their business judgement believes that the option should remain available for the Association to file either Form 1120, U.S. Corporation Income Tax Return, or Form 1120H, U.S. Income Tax Return for Homeowners Associations, whichever is most cost-effective to the Association.

THIRD WHEREAS, if the Association has membership income in excess of related membership expenses as of the tax year ending December 31, 2023, such excess will be subject to taxation if the Association files Form 1120, in addition to net non-membership income. Rev. Rul. 70-604 provides for an election to apply excess membership income to the following year such that it will not be taxable income to the Association in the current tax year.

FOURTH WHEREAS the Board of Directors hereby adopts this tax resolution to elect under Rev. Rule 70-604, to apply any net membership income to the following tax year.

LET IT BE RESOLVED that the Board of Directors, at a duly noticed Board of Directors meeting held on 2nd day of May, 2023 where a quorum of directors are present, hereby authorizes the President or his designee to adopt and sign this tax resolution election under Rev. Rul. 70-604.

The foregoing Resolution is passed by the Board of Directors by a vote of 3 in favor and 0 against and 0 abstained effective on the date signed below.

BOCA BRIDGES HOMEOWNERS ASSOCIATION, INC.

By: M Schneider, President 5/3/2023

Print Name: MARC SCHNEIDER