

**HORSESHOE BEND HOMEOWNERS ASSOCIATION  
PAYMENT PLAN FOR DELINQUENT REGULAR OR SPECIAL ASSESSMENTS**

In accordance with Sections 209.0062 and 209.0063 of the Texas Property Code, as amended and effective January 1, 2012, a homeowners association consisting of more than 14 lots shall adopt reasonable guidelines to establish an alternative payment schedule by which an owner may make partial payments to the homeowners association for delinquent regular or special assessments or any other amount owed to the association without accruing additional monetary penalties. Monetary penalties do not include reasonable costs associated with administering the payment plan or interest. Following are the guidelines adopted by the Board of Directors of the Horseshoe Bend Homeowners Association on June 9, 2012 and by the members of the Horseshoe Bend Homeowners Association on October 6, 2012:

1. All Owners are entitled to an approved Payment Plan to pay their annual assessments.
2. All payment plans require a down payment and sequential monthly payments.
3. Upon request, all Owners are approved for a Payment Plan consisting of twenty-five percent (25%) down with the balance paid off in four (4) sequential monthly installments.
4. Alternative payment proposals must be submitted to the Board of Directors of the Association (“the Board”) in writing. The Board is not obligated to approve alternative payment proposals.
5. A Payment Plan must include sequential monthly payments. The total of all proposed payments under the Plan must equal the current balance plus the Payment Plan Administrative fees, plus accrued interest.
6. If an Owner requests a Payment Plan that will extend into the next assessment period, the Owner shall be required to pay future assessments by the due date in addition to the payments specified in the Payment Plan.
7. All Payment Plans must be in writing on a form provided by the Treasurer of the Association, or a form otherwise approved by the Board.
8. If an Owner defaults on the Payment Plan the Payment Plan is terminated. Default of a Payment Plan includes:
  - (a) Failing to return a signed Payment Plan form with the down payment;
  - (b) Missing a payment due in a calendar month; or
  - (c) Failing to pay future assessments by the due date if the Payment Plan extends in the next assessment period.
9. If an Owner defaults on a Payment Plan the Board is not obligated to make another Payment Plan with the Owner for the next two years after the date of default.
10. An Owner is not prohibited from paying amounts due earlier than contemplated by a Payment Plan.