

**ANNUAL MEETING AND ELECTION
THE SHORES AT LAKE FOREST COMMUNITY ASSOCIATION
JANUARY 16, 2018 AT 6:30PM
Crummack Huseby Conference Room - 25531 Commercentre Drive, Suite 100,
Lake Forest**

IRREVOCABLE SECRET BALLOT

I am a member of the above-named association, and I have voted as designated below:

ELECTION OF DIRECTORS

Each lot may cast a total of three (3) votes. If the total number of votes are more than three (3), or you use fractions (like ½), your ballot will be used to establish quorum only. Please use whole numbers to distribute your votes, not check marks or x's.

CANDIDATES	VOTES
Cherie Rife (Incumbent)	
Barry Pasco (Incumbent)	
Jason Osborn (Incumbent)	

If you fail to vote for any candidates, this ballot will be counted for quorum purposes only.

IRS REVENUE RULING 70-604 ELECTION

Homeowners Associations generally have two different options when filing their respective Federal Income Tax returns. Although there are many different factors that can affect the final determination of which return shall be filed, IRS Revenue Ruling 70-604 is one factor that allows for Homeowners Associations to exclude net membership operating profits from taxation (as defined as excess membership operating revenues over membership operating expenses). Under this ruling, owners may vote to apply any excess membership income for the year to the following (or subsequent) year's budget requirements. Failure to approve the revenue ruling limits the tax filing options available to the association.

IRS REVENUE RULING 70-604	YES	NO	ABSTAIN
PLEASE CHECK ONE BOX →			

This ballot is valid for voting on the matters set forth herein at the Annual Election or any adjournments (reconvened meetings) of the Annual Election. In order to conduct this meeting, we must achieve a minimum of 51% of the Association's voting power present either in person or by ballot. Ballots must be received by mail no later than 5:00PM on the business day prior to the day of the scheduled conclusion of election. On the date of the Election, the Inspector of Election will be available from 6:15-6:30PM to collect ballots from any homeowners who did not already mail their ballot and would like to hand-deliver their ballot at the meeting. The polls will close at 6:30PM.

When you have finished voting, please follow the Ballot Instructions enclosed. Any questions, please call 949-367-9430, ext. 228 or email heather@ch-pm.com.

**Do not sign or otherwise indicate your name or address on this secret ballot!
If you do, you have waived your right to confidentiality for this election.**