



Watters Crossing Homeowner Association

Cash Application Policy

All proceeds received from Homeowners will be applied to debts owed to the HOA in the following order:

- 1 Finance Charges**
- 2 Expense Recovery (Legal Fees, NSF fees, Postage, etc)**
- 3 Special Assessments**
- 4 Association Dues**

If multiple Finance Charges are owed, cash will be applied to the oldest and proceed to the youngest until all fees for the category are paid. If any proceeds remain after the Late Fees/Finance Charges are paid, the proceeds will then be applied to the oldest Expense Recovery until all Expense Recoveries are paid. Once all Finance Charges and Expense Recoveries are paid, any remaining proceeds will be applied to Special Assessments from oldest to youngest. Finally, any remaining proceeds will be applied to Association dues beginning with the oldest and proceeding to the youngest.

Checks that contain Restrictive Endorsements that are more restrictive than the current obligations will not be cashed or deposited, and will be returned. Late fees and expenses will continue to accrue on that account.

Postdated checks will be deposited upon receipt.