EXHIBIT 2 To RESPONSIBLE GOVERNANCE POLICIES, Adopted August 21, 2008 THE RESERVE AT UTE CREEK HOMEOWNERS ASSOCIATION

Fine Schedule

Before the Board of Directors will assess any Fines against an Owner, it will provide the Owner with the Notice and Hearing procedure specified in the Bylaws and the Responsible Governance Policies. Fines for violations of the Declaration, the Design Guidelines or any of the Rules of the Association (the Governing Documents) will be assessed against an Owner who is found to be in violation of the Governing Documents as specified herein.

1. In the event the Board finds that the Owner has failed to abate the violation as requested the Fine for a first violation shall be \$50.00.

2. In the event the Board finds that the Owner has failed to abate the violation and has repeated the violation of the Governing Documents the fine for a repeated violation shall be \$100.00.

3. The Board of Directors may assess fines for violations which continue beyond the time for correction set forth in the Demand for Abatement an additional Fine on a per day basis for each day the violation continues past the correction date set forth in the Demand for Abatement in the amount of \$20.00 per day.

4. The above Schedule of Fines will apply to all violations of the Declaration, the Design Guidelines and the Rules, except as follows:

a. The Fine for a violation of Paragraph 7.15 of the Declaration for pet litter in Common Areas shall be \$50.00 for each violation, including repeated violations, plus the cost of waste removal by a third party incurred by the Association.

b. The Fine for a violation of Paragraph Section 7.16 of the Declaration pertaining to parking restrictions within the Community shall be \$100.00 for the first violation. For repeated violations of the parking restrictions that occur within 24 months of a previous violation the Fine shall be \$100.00 plus a Fine of \$50.00 per day for each day the violation continues past the requested correction date.

5. If Owner fails to pay the Fine by the due date for payment specified by the Board of Directors, the Owner shall be liable for and obligated to pay Costs of Enforcement (as defined in the Declaration) imposed on the Owner for any necessary enforcement and collection expenses along with interest at the rate of 21% interest per annum on any unpaid balance of the total of Fines and Costs of Enforcement.

6. **NOTE:** In addition to Fines, the Board of Directors, after Notice and Hearing has the right to levy Individual Assessments against an Owner as provided for in Paragraphs 5.4(b), 6.16, 7.5, 7.14, 7.15, 7.16, 7.17, 9.2, 9.6, 10.2, 11.1, 11.2 and 11.4 of the Declaration.