

# **PALM COVE PROPERTY OWNERS ASSOCIATION**

## **CONFLICT OF INTEREST POLICY**

The Board recognizes that conflicts of interest are inherent as almost every decision by the Board will involve a conflict as to one or more directors. Such inherent conflicts are acknowledged and acceptable, but if a potential decision, such as a violation, affect only the director or the director's family or guests, then that director is encouraged to declare a conflict of interest. If the director does not declare a conflict of interest, any director can call to a vote whether another director has a conflict of interest. The director with the potential conflict of interest may participate in such vote. If a director declares a conflict, or if the Board determines a conflict exists by a majority vote of the entire Board, the director with the conflict of interest shall have no further participation as a director or officer as to such potential decision. As to the ARB, no ARB member shall vote on his or her own application.

**APPROVED BY THE BOARD OF DIRECTORS AT THE MAY 31, 2007  
BOARD MEETING**

**REVISED BY THE BOARD OF DIRECTORS AT THE OCTOBER 3, 2007  
BOARD MEETING**