Why do neighborhoods organize?

- To address a particular concern with a unified voice
- To build community
- Safety
- Beautification/ pride

Benefits to Organizing

- Provide the neighborhood with a common voice and an effective means of communicating with government officials and other groups
- planning commission/ land-use
- crime prevention/ code enforcement
- Neighborhood watch/ CSPD
- Members take part in the decision-making that affects their neighborhoods
- Organize neighborhood improvement projects and clean ups
- Plan and hold social activities

Neighborhood Organizations/ Associations are generally a group of residents that devote time and energy to improve and enhance the defined geographic area where they live

- Meetings are held to exchange ideas, projects, priorities, solutions, plans to affect the neighborhood
- Elected board and by-laws
- Usually voluntary membership and dues

Homeowners Associations are groups of people who live in an area developed to same or similar plans

- Formally elected body and governed by deed restrictions- a set of rules that homeowners agree to when they buy their house
- Covenants or rules often govern construction regulations, membership/ dues requirements
- Often mandatory dues


## Steps in starting a Voluntary Neighborhood Organization

1. Meet with a CORE GROUP of interested neighbors

- Develop the core group or organizing team
- Recruit 2-5 residents as the core group
- Determine common goals/ vision
- Identify strengths of individuals
- Develop action plan/ timeline

2. The CORE GROUP can develop bylaws and amend covenants (if there are any) 2a (or) The CORE GROUP can choose to hold a larger neighborhood meeting to help identify goals, create a neighborhood name, gather more input and volunteers for an official board 3. The CORE GROUP can become the board or hold an election

3a. The CORE GROUP can choose to hold a larger neighborhood meeting and elect board members to then develop bylaws and other business

- **/f covenants/ bylaws exist, follow them

4. Once a board has been elected (President, Vice President, Secretary, Treasurer, at-large), register with Secretary of State, attain Federal Tax ID, open bank account

5 Hold regular scheduled meetings and invite the neighborhood

- Determine if social media, email, door-to-door are the best methods for communication to the neighborhood.
- Be transparent and inclusive!


## How to Register Your Business:

http://www.sos.state.co.us/pubs/business/businessHome.html
"Starting a business in Colorado - tutorial."

## How to apply for an EIN Number:

- IRS.gov
- Go to the full "Tools" Menu
- Under BUSINESSES, click on "Employer Identification Number (EIN)"
- Click on "How to apply for an EIN"
- Under the "Apply Online" heading, click on "Internet EIN"
- Click "Apply Online Now"
- Click "Begin Application"
- Community HOA Associations will be listed once you click on "View Additional Types, Including Tax-Exempt and Governmental Organizations"
- Continue through all the prompts of the application.
- Once application has been completed and submitted, you will be able to print a copy of the letter.


## BYLAWS

Describe how your neighborhood will do business

- Governance of the group
- Specify positions and your election process
- Roles and responsibilities of its officers

Important to the maintenance of order and credibility in the organization

## OFFICERS \& DIRECTORS

- Elections should be held annually
- Board Member Duties
- Chair/ President- effective manager and facilitator
- Vice Chair/ Vice President- fills in whenever Chair is unable to fulfill duties
- Secretary- records minutes
- Treasurer- responsible for funds
- Duties of Loyalty, Care, and Obedience
- Directors \& Officers Insurance \& Liability Insurance

Duty of Care- The duty of care describes the level of competence that is expected of a board member and is commonly expressed as the duty of "care that an ordinarily prudent person would exercise in a like position and under similar circumstances." This means that a board member owes the duty to exercise reasonable care when he or she makes a decision as a steward of the organization.

Duty of Loyalty- The duty of loyalty is a standard of faithfulness; a board member must give undivided allegiance when making decisions affecting the organization. This means that a board member can never use information obtained as a member for personal gain, but must act in the best interests of the organization.

Duty of Obedience- The duty of obedience requires board members to be faithful to the organization's mission. They are not permitted to act in a way that is inconsistent with the central goals of the organization. A basis for this rule lies in the public's trust that the organization will manage donated funds to fulfill the organization's mission.

