Section 3.  B

The accounts of the Treasurer shall be audited annually prior to the annual meeting by a committee of three (3) members who are not Directors appointed for that purpose by the Board of Directors, which committee shall report to the members at the annual meeting.

In case the Treasurer's report shows an operating deficit, the following procedure will be followed:

1. If the loss does not exceed ($3000) Three Thousand Dollars, one half ($1500) Fifteen Hundred Dollars will be recovered by assessment on all members, and the other half ($1500) shall be transferred from the Reserve Fund.

2. If the loss exceeds ($3000) Three Thousand Dollars, but not ($5000) Five Thousand Dollars, the first ($1500) Fifteen Hundred Dollars will be recovered by assessment as described in Section 3, b-1 and the balance shall be transferred from the Reserve Fund.

It will not be permissible in any case to transfer an amount in excess of ($3500) Three Thousand Five Hundred Dollars from the Reserve Fund in any one year, nor to carry over any operating deficit from one year to another.

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There shall be a Reserve Fund to which all net profits in excess of One Thousand ($1000) Dollars as determined by the Treasurer's Annual Report and approved by the auditors shall be transferred. This Fund will be under the control of the Finance Committee and will be subject to withdrawal only in the following manner:

SECTION 1.

To cover operating deficits as described in Section 3 b-1 and Section 3 b-2.

SECTION 2.

The proposed withdrawal will be presented to the members at the annual meeting or at a meeting of the members called by the President. It will then be referred to a subsequent members' meeting for action. No such withdrawal will be authorized unless approved by a three-fourths vote of the members present and voting.