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AMENDED AND RESTATED
DECLARATION OF COVENANTS, CONDITIONS AND RESTRICTIONS
OF
HILLSTREAM CONDOMINIUM

This Amended and Restated Declaration of Covenants, Conditions and Restrictions of HILLSTREAM CONDOMINIUM, hereinafter called "Declaration" is made and executed in Ogden, Weber County, Utah, this 8th day of June, 1988, by the Management Committee of HILLSTREAM CONDOMINIUM, for itself and for the owners of the apartment units in said project, hereinafter referred to as "Declarant", pursuant to the provisions of the Utah Condominium Ownership Act.

W I T N E S S E T H:

WHEREAS, Declarant is the owner of the land and premises situate in Ogden City, Weber County, State of Utah, described by metes and bounds in the original Declaration and various Amendments thereto, recorded in the office of the Weber County Recorder and referred to hereinafter and known as:

Apartment Units 1 through 44, inclusive, together with the common areas and facilities appurtenant thereto, HILLSTREAM CONDOMINIUM;

and

[Faint text and checkmarks]

300# 1541 #01: 829

WHEREAS, there has been recorded the following with respect thereto:

1. Declaration recorded December 10, 1969 in Book 931, Page 314.
2. Amendment recorded February 4, 1971 in Book 959, Page 494.
3. Amendment recorded June 25, 1971 in Book 969, Page 327.
4. Amendment recorded January 11, 1973 in Book 1014, Page 6.
5. Amendment recorded November 21, 1973 in Book 1040, Page 239.
6. Amendment recorded May 21, 1974 in Book 1054, Page 239.
7. Amendment recorded April 21, 1976 in Book 1123, Page 596.
8. Amendment recorded March 30, 1977 in Book 1169, Page 762.
9. Amendment recorded June 15, 1988 in Book 1183, Page 114.
10. Amendment recorded November 2, 1978 in Book 1271, Page 659; and

WHEREAS, there has been constructed on said premises certain garden type apartment buildings and other improvements; and

WHEREAS, the property, together with all improvements, easements, rights and appurtenances thereunto belonging, has heretofore been submitted to the provisions of

BOOK 1541 PAGE 830

the Utah Condominium Ownership Act (57-8-1, et seq., Utah Code Annotated, 1953, as amended) and there has been created, with respect to the property, a condominium known as HILLSTREAM CONDOMINIUM; and

WHEREAS, Declarant restates and amends the original Declaration and Amendments to be as follows, to-wit:

ARTICLE I

Definitions

Terms not otherwise defined herein or on the Record of Survey Map or as the same may be amended from time to time, shall have the meanings specified in the Utah Condominium Ownership Act.

Section 1. Unit. Unit or Apartment Unit shall mean that part of the property owned in fee simple by Unit Owners for independent use and shall include the elements of the condominium property which are not owned with the Owners of other units as shown on the Map and shall consist of:

(a) The space contiguous to the undecorated interior surfaces of common bearing walls, ceilings and floors and the walls within a unit;

(b) Any finishing materials applied or affixed to the interior surfaces of the condominium common walls, floors and ceilings, including, without limitation, paint, lacquer,

SOW 1541 PAGE 831

varnish, wallpaper, tile and paneling;

(c) Non-supporting interior walls;

(d) Windows and doors in the perimeter walls, whether located within the bounds of a unit or not, not including any space occupied thereby to the extent located outside the bounds of a unit;

(e) Units forming a part of the condominium property are more particularly described in the Map, which shows graphically all the particulars of the buildings without limiting the generality of the foregoing, the unit designations and locations.

Section 2. Common Areas. Common areas shall be as defined in the Act and as designated on the Record of Survey Map and Amendments thereto and includes all of the land and roofs, foundations, pipes, ducts, flues, chutes, conduits, wires and other utility installations to the outlets, bearing walls, perimeter walls, columns and girders to the interior surfaces thereof, greens, gardens, service streets, parking areas, fencing, recreational areas, all installations of power, lights, gas and water, gas lamps, common television antennas and main air conditioning chillers.

Section 3. Limited Common Areas and Facilities. The locations of the common areas and facilities to which

SHR 1541 PAGE 832

each unit has direct access are the private courtyards, garages, utility rooms and barbeques which are set aside and reserved for the use of the owners of the respective units to which they are attached and/or appurtenant and such areas designated in the Maps, to the exclusion of the owners of other units.

Section 4. Reserved Common Areas and Facilities.

The Management Committee shall have the power, in its discretion, from time to time, to grant revocable licenses in designated common areas and facilities to any Unit Owners under reasonable terms and conditions and for use and/or maintenance thereof. Such designation by the Management Committee shall not be construed as a sale or disposition of the common areas and facilities.

Section 5. Mortgage-Mortgagee-Mortgagor.

Reference herein to a mortgage shall be deemed to include a Deed of Trust; reference to a mortgagee shall be deemed to include the beneficiary of a Deed of Trust; reference to a mortgagor shall be deemed to include the trustor of a Deed of Trust.

ARTICLE II

General Description of Condominium Property

The project consists of eleven (11) buildings with

ENC 1541 PAGE 833

a total of forty-four (44) units: Building A, Units 1 through 4; Building B, Units 5 through 8; Building C, Units 9 through 12; Building D, Units 13 through 16; Building E, Units 17 through 20; Building F, Units 21 through 24; Building G, Units 25 through 28; Building H, Units 29 through 32; Building I, Units 33 through 36; Building J, Units 37 through 40 and Building K, Units 41 through 44. The buildings are constructed of concrete, frame with masonry veneer. The unit number of each unit is as designated on the Record of Survey Map.

ARTICLE III

Ownership and Use

Section 1. Ownership of a Unit. Except with respect to any of the common areas located within the bounds of a unit, each unit shall be entitled to the exclusive ownership and possession of his unit and to the ownership of an undivided interest in the common areas in the equal percentages as provided for hereafter.

Section 2. Prohibition Against Subdivisions of Units. Units may not be subdivided into smaller parcels.

Section 3. Ownership of Common Areas. The common areas shall be owned by the Unit Owners as tenants in common and ownership thereof shall remain undivided. No action for

BOOK 1541 PAGE 834

7
partition of any part of the common areas shall be maintained except as specifically provided in the Act and shall be subject to the mortgage protective provisions herein; nor may any Unit Owner otherwise waive or release any rights in the common areas.

Section 4. Use of Common Areas. Each Unit Owner may use the common areas and shall have the exclusive use of the limited common areas adjacent and/or appurtenant to such unit in accordance with the purposes for which they are intended, which right of use shall be appurtenant to and run with the unit.

Each unit Owner shall have the use of reserved common areas, when, where and as provided by the Management Committee.

Section 5. Interest in Common Areas. The percentage of interest in the common areas for each unit is based on the relative value of the units.

Section 6. Limitation on Use of Units and Common Area. The units and common area shall be occupied and used as follows:

- (a) The property of the Millstream Condominium Project is an adult community designed and intended for use as private residences by

BOOK 1541 PAGE 835

persons 18 years of age and older. Accordingly, no person under the age of 18 years shall be permitted to occupy any unit for a period of time in excess of thirty (30) days per calendar year.

- (b) There shall be no obstruction of the common area. Nothing shall be stored in the common area without the prior consent of the Management Committee.
- (c) Nothing shall be done or kept in any unit or in the common area without the prior written consent of the Management Committee, which will increase the rate of insurance on the common area. No owner shall permit anything to be done or kept in his unit or in the common area which will result in the cancellation of insurance on any unit or any part of the common area or which would be in violation of law. No waste will be committed in the common area.
- (d) No sign of any kind shall be displayed to the public view on or from any unit or the common area, without the prior consent of the

NEW 1541 PAGE 836

Management Committee.

- (e) No animals, livestock, poultry or birds of any kind shall be raised, bred or kept on the premises, in any unit or in or on the common and/or limited common areas and facilities except that there shall be permitted to be kept in each unit not to exceed two (2) household pets such as dogs or cats under rules and regulations as are promulgated from time to time by the Management Committee.
- (f) No noxious or offensive activity shall be carried on in any unit or in the common area, nor shall anything be done therein which may or become an annoyance or nuisance to the other owners.
- (g) Nothing shall be altered or constructed in or removed from the common area, except upon the written consent of the Management Committee.
- (h) The Management Committee is authorized to adopt rules for the use of the common area, which rules shall be in writing and furnished to the owners.
- (i) None of the rights and obligations of the

Form 1541 837

owners created herein, or by the deed creating the condominiums, shall be altered in any way by encroachments due to settlement or shifting of structures or any other cause. There shall be valid easements for the maintenance of said encroachments so long as they shall exist; provided, however, that in no event shall a valid easement for encroachment be created in favor of an owner or owners if said encroachment occurred due to the wilful conduct of said owner or owners.

SHP 1541 PAGE 838

ARTICLE IV

Percentage of Ownership in the Condominium

Common Areas

The percentage of ownership in the common areas is appurtenant to each unit and shall pass with the title to each unit and shall not be fractionalized; provided, however, each unit shall have one (1) vote and each unit shall pay equally its prorata common expenses except for utility expenses which shall be paid based on use:

BUILDING	UNIT NO.	PERCENTAGE OF OWNERSHIP IN THE COMMON AREAS AND FACILITIES
A	1	2.383064
A	2	2.383064
A	3	2.383064
A	4	2.383064

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2.383064
2.383064
2.383064
2.383064
2.383064
2.383064
2.383064
2.383064
2.028375
2.028375
1.945245
1.945245
2.216802
2.128130
2.216802
2.128130
2.383064
2.383064
2.383064
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2.383064
2.028375
2.028375
1.945245
1.945245
2.128130
2.128130
2.216802
2.216802

ARTICLE V

Agent for Service of Process

The name and address of the person in Weber County,

State of Utah appointed as first agent to receive service of process in matters pertaining to the property as provided in the Act is:

Lynwood Ialab
1487 South 1185 East
Ogden, Utah 84401

ARTICLE VI

Administration

A

Meetings

Section 1. Place of Meetings of Owners. Meetings of the Association of Condominium Unit Owners shall be held at the property or such other suitable place as close thereto as practicable in Weber County, Utah, convenient to the Owners, as may be designated by the Management Committee.

Section 2. Annual Meeting of Owners. The annual meeting of Unit Owners shall be held the second Tuesday in June, or such other time as provided by the Management Committee, at the project. Each first mortgagee of a unit may designate a representative to attend all annual meetings of the Owners.

Section 3. Special Meetings of Owners. Special meetings of the Owners may be called at any time by a

BOOK 1541 PAGE 840

majority of a quorum of the Management Committee, or upon a petition signed by Owners holding at least fifteen percent (15%) of the voting power having been presented to the Secretary. The notice of any special meeting shall state the time and place of such meeting and the purpose thereof. No business shall be transacted at a special meeting except as stated in the notice, unless by consent of those Owners holding at least four-fifths (4/5ths) of the voting power of the Association, either in person or by proxy. Each first mortgagee of a unit may designate a representative to attend all special meetings of the Owners.

Section 4. Notice of Meetings of Owners. It shall be the duty of the secretary to mail a notice of such annual or special meeting of Owners, stating the purpose thereof as well as the day, hour and place where it is to be held, to each Owner of record and to each first mortgagee of a unit which has filed a written request for notice with the secretary, at least ten (10) but not more than sixty (60) days prior to such meeting. The notice may set forth time limits for speakers and nominating procedures for the meeting. The mailing of a notice, postage prepaid, in the manner provided in this section shall be considered notice served, after said notice has been deposited in a regular

CONV 1541 REG 841

depository of the United States mail. If no address has been furnished to the secretary, notice shall be deemed to have been given to an Owner if posted in a conspicuous place at the condominium project.

Section 5. Adjourned Meeting. If any meeting of Owners cannot be organized because a quorum has not attended, the Owners who are present, either in person or by proxy, may adjourn the meeting to a time not less than five (5) nor more than thirty (30) days from the time the original meeting was called, at which meeting the quorum requirement shall be the presence, in person or by proxy, of the Owners holding at least twenty-five percent (25%) of the voting power of the Association. Such adjourned meetings may be held without notice thereof, except that notice shall be given by announcement at the meeting at which such adjournment is taken. If a meeting is adjourned for more than thirty (30) days, notice of the adjourned meeting shall be given as in the case of an original meeting.

Section 6. Order of Business. The order of business at all meetings of the Owners shall be as follows:

- (a) Roll call to determine the voting power represented at the meeting;
- (b) Proof of notice of meeting or waiver of

BOOK 1541 PAGE 842

notice;

- (c) Reading of Minutes of preceding meeting;
- (d) Reports of officers;
- (e) Reports of committees;
- (f) Election of inspector of election;
- (g) Election of Management Committee;
- (h) Unfinished business and
- (i) New business.

Meetings of Owners shall be conducted by the officers of the Association, in order of their priority.

Section 7. Consent of Absentees. The transactions of any meeting of Owners, either annual or special, however called and noticed, shall be as valid as though had at a meeting duly held after regular call and notice, and a quorum be present either in person or by proxy, and if, either before or after the meeting, each of the Owners not present in person or by proxy, signs a written waiver of notice, or a consent to the holding of such meeting, or an approval of the Minutes thereof. All such waivers, consents or approvals shall be filed with the corporate records or made a part of the Minutes of the meeting.

Section 8. Minutes, Presumption of Notice. Minutes or a similar record of the proceedings of meetings of

SUM 1541 843

Owners, when signed by the Chairman or Secretary, shall be presumed truthfully to evidence the matters set forth therein. A recitation in the Minutes of any such meeting that notice of the meeting was properly given shall be prima facie evidence that such notice was given.

B

Management Committee

Section 1. Number and Qualification. The property, business and affairs of the Association of Condominium Unit Owners shall be governed and managed by a Management Committee composed of five (5) persons, each of whom, except for those appointed and serving as first members, must either be an Owner of a unit in the condominium project or an agent of Declarant for so long as Declarant owns a unit in the condominium project. The Management Committee may increase, by resolution, the authorized number of members of the committee; provided that the Owners shall have the sole right to elect the new committee members. Management Committee members shall not receive any stated salary for their service as members; provided, however, that:

(a) Nothing herein contained shall be construed to preclude any member from serving the Association in some other capacity and receiving compensation therefor; and

BOOK 1541 PAGE 844

(b) Any member may be reimbursed for his actual expenses incurred in the performance of his duties.

Section 2. Powers and Duties. The Management Committee has the powers and duties necessary for the administration of the affairs of the Association and may do all such acts and things as are not by law or by this Declaration directed to be exercised and done exclusively by the Owners.

Section 3. Special Powers and Duties. Without prejudice to such foregoing general powers and duties and such other powers and duties as are set forth in this Declaration, the Management Committee is vested with and responsible for, the following powers and duties:

(a) To select, appoint and remove all officers, agents and employees of the Association; to prescribe such powers and duties for them as may be consistent with law, with this Declaration; to fix their compensation and to require from them security for faithful service when deemed advisable by the Management Committee;

(b) To conduct, manage and control the affairs and business of the Administration and to make and enforce such rules and regulations therefor consistent with law, with this Declaration, as the Committee may deem necessary or

advisable;

(c) To change the principal office for the transaction of the business of the Association from one location to another within the County of Weber and to designate any place within said county for the holding of any annual or special meeting or meetings of Owners consistent with the provisions hereof;

(d) To borrow money and to incur indebtedness for the purposes of the Association and to cause to be executed and delivered therefor, in the Association's name, promissory notes, bonds, debentures, deeds of trust, mortgages, pledges, hypothecations or other evidences of debt and securities therefor;

(e) To fix and levy, from time to time, assessments upon the Owners, to determine and fix the due date for the payment of such assessments and the date upon which the same shall become delinquent; provided, however, that such assessments shall be fixed and levied only to provide for the payment of the expenses for labor rendered or materials or supplies used and consumed, or equipment and appliances furnished for the maintenance, improvement or development of common areas or for the payment of any and all obligations in relation thereto, or in performing or causing

BANK 1541 PAGE 846

to be performed any of the purposes of the Association for the general benefit and welfare of the Owners in accordance with the provisions of this Declaration. The Management Committee is hereby authorized to incur any and all such expenditures for any of the foregoing purposes and to provide, or cause to be provided, adequate reserves;

(f) To enforce the provisions of this Declaration covering the condominium common areas, this Declaration or other agreements of the Association;

(g) To contract for and pay insurance in accordance with the provisions of this Declaration;

(h) To contract for and pay maintenance, gardening, utilities, materials and supplies and services relating to the condominium common areas and to employ personnel necessary for the operation of the condominium common areas, including legal and accounting services and to contract for and pay for improvements and facilities on the condominium common area;

(i) To delegate its powers according to law and this Declaration;

(j) To grant easements where necessary for utilities and sewer facilities over the condominium common areas;

(k) To adopt such Rules and Regulations as the Management Committee may deem necessary for the management of the condominium common areas, which Rules and Regulations shall become effective and binding after:

(1) they are adopted by a majority of the Management Committee after a meeting called for that purpose or by the written consent of such number of members attached to a copy of the Rules and Regulations of the Association; and

(2) they are posted in a conspicuous place in the condominium common areas.

Such Rules and Regulations may concern, without limitation, use of the common areas, signs, parking restrictions, minimum standards of property maintenance consistent with this Declaration and any other matters within the jurisdiction of the Association as provided in this Declaration; provided, however, that such Rules and Regulations shall be enforceable only to the extent that they are consistent with this Declaration.

(1) To make available to Unit Owners, prospective purchasers, lenders and the holders and insurers of the first mortgage on any unit, current copies of this Declaration and the Bylaws and other rules governing the condominium project

and other books, records and the most recent annual audited financial statement of the Owners' Association. "Available" shall at least mean available for inspection upon request, during normal business hours or under other reasonable circumstances.

Further, upon written request from any of HUD, VA FHLMC and/or FNMA which has an interest or prospective interest in the condominium, the Owners' Association, through the Management Committee, shall be required to prepare and furnish, within a reasonable time, an audited financial statement of the Owners' Association for the immediately preceding fiscal year.

Section 4. Management Contract. The Management Committee may contract with any person, firm or association for the management of the common areas.

Section 5. Election and Term of Office. At the first annual meeting of the Owners' Association and thereafter at each annual meeting of the Owners, new members of the Management Committee shall be elected by secret written ballot by a majority of Owners as provided herein. In the event that an annual meeting is not held or the Management Committee is not elected thereat, the Management Committee may be elected at a special meeting of the Owners held for

that purpose. Each member shall hold office until his successor has been elected or until his death, resignation, removal or judicial adjudication of mental incompetence. Any person serving as a member may be reelected and there shall be no limitation on the number of terms during which he may serve.

Section 6. Books, Audit. The Management Committee shall cause to be maintained a full set of books and records showing the financial condition of the affairs of the Owners' Association in a manner consistent with generally accepted accounting principles, and at periodic intervals as determined by the Management Committee shall obtain an independent audit of such books and records. A copy of each such audit shall be delivered to an Owner within thirty (30) days after the completion of such audit upon written request from an Owner. A balance sheet and an audited operating (income) statement for the Owners' Association shall be distributed to each Owner (and to any institutional holder of a first mortgage on a unit upon request) within sixty (60) days of accounting dates as follows:

(a) An initial balance sheet and an initial operating statement as of an accounting date which shall be the last day of the month closest in time to six (6) months

following the date of closing of the first sale on a unit to an Owner; and

(b) Thereafter, an annual balance sheet and an annual operating statement as of the last day of the Owners' Association's fiscal year.

The operating statement for the first six (6) month accounting period referred to in (a) above shall include a schedule of assessments received or receivable itemized by unit number and by the name of the person or entity assessed.

Section 7. Vacancies. Vacancies in the Management Committee caused by any reason other than the removal of a member by a vote of the Owners of the Association shall be filled by vote of the majority of the remaining members, even though they may constitute less than a quorum; and each person so elected shall be a member until a successor is elected at the next annual meeting of the Owners of the Association, or at a special meeting of the Owners of the Association, or at a special meeting of the Owners called for that purpose. A vacancy or vacancies shall be deemed to exist in case of death, resignation, removal or judicial adjudication of mental incompetency of any member or in case the Owners fail to elect the full number of authorized members at any meeting at which such election is to take

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place.

Section 8. Removal of Members. At any regular or special meeting of the Owners duly called, any one or more of the members may be removed with or without cause by a majority vote of the Owners of the Association and a successor may then and there be elected to fill the vacancy (thus created). Any member whose removal has been proposed by the Owners shall be given an opportunity to be heard at the meeting. If any or all of the members are so removed, new members may be elected at the same meeting.

Section 9. Organization Meeting. The first regular Management Committee ("organization") meeting of a newly-elected Management Committee shall be held not less than ten (10) nor more than fifteen (15) days after the election of the Management Committee at such place as shall be fixed and announced by the members at the meeting at which such members were elected, for the purpose of organization, election of officers and the transaction of other business. In addition, notice of such meeting shall be mailed or delivered to such members at least five (5) days prior thereto.

Section 10. Other Regular Meetings. Other regular meetings of the Management Committee shall be open to the

DWR 1541 PAGE 852

Owners and may be held at such time and place within the common areas as shall be determined, from time to time, by a resolution adopted by a majority of a quorum of the members; provided, however, that such meeting shall be held no less frequently than quarterly. Notice of regular meetings of the Management Committee shall be given to each member, personally or by mail, telephone or telegram, at least seventy-two (72) hours prior to the date named for such a meeting and shall be posted at a prominent place or places within the common areas.

DMM 1541 853

Section 11. Special Meetings. Special meetings of the Management Committee shall be open to all Owners and may be called by the Chairman (or, if he is absent or refuses to act, by the Vice-Chairman). At least seventy-two (72) hours' notice shall be given to each member, personally or by mail, telephone or telegram, which notice shall state the time, place (as hereinabove provided) and the purpose of the meeting and shall be posted at a prominent place or places within the common areas. If served by mail, each such notice shall be sent postage prepaid, to the address reflected on the records of the Association, and shall be deemed given, if not actually received earlier, at 5:00 P.M. on the second day after it is deposited in a regular depository of the United

State Mail as provided herein. Whenever any member has been absent from any special meeting of the Management Committee, an entry in the Minutes to the effect that notice has been duly given shall be conclusive and incontrovertible evidence, that due notice of such meeting was given to such member, as required by law and as provided herein.

Section 12. Waiver of Notice. Before or at any meeting of the Management Committee any member may, in writing, waive notice of such meeting and such waiver shall be deemed equivalent to the giving of such notice. Attendance by a member at any meeting of the Management Committee shall be a waiver of notice by him of the time and place thereof. If all members are present at any meeting of the Management Committee, no notice shall be required and any business may be transacted at such meeting. The transactions of any meeting of the Management Committee, however called and noticed or wherever held, shall be as valid as though had a meeting duly held after regular call and notice, if a quorum be present and if, either before or after the meeting, each of the members not present sign such a written waiver of notice, a consent to holding such meeting or an approval of the Minutes thereof. All such waivers, consents and approvals shall be filed with the records of the Association

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or made a part of the Minutes of the meeting.

Section 13. Quorum and Adjournment. Except as otherwise expressly provided herein, at all meetings of the Management Committee, a simple majority of the members shall constitute a quorum for the transaction of business and the acts of the majority of the members present at a meeting at which a quorum is present shall be the acts of the Management Committee. If, at any meeting of the Management Committee there is less than a quorum present, the majority of those present may adjourn the meeting from time to time. At any such adjourned meeting any business which might have been transacted at the meeting as originally called may be transacted without further notice.

Section 14. Action Without Meeting. The members shall have the right to take any action, in the absence of a meeting, which they could take at a meeting by obtaining the vote or written consent of all the members. Any action so approved shall have the same effect as though taken at a meeting of the members.

Section 15. Committees. The Management Committee, by resolution from time to time, may designate such committees as it shall desire and may establish the purposes and powers of each such committee created. The resolution

designating and establishing the committee shall provide for the appointment of its members as well as a chairman; shall state the purposes of the committee and shall provide for reports, termination and other administrative matters as deemed appropriate by the Management Committee.

C

Officers

Section 1. Designation. The principal officers of the Owners' Association shall be a Chairman, a Vice-Chairman and a Secretary/Treasurer, all of whom shall be elected by the Management Committee.

Section 2. Election of Officers. The officers of the Owners' Association shall be elected annually by the Management Committee and each officer shall hold his office at the pleasure of the Management Committee, until he shall resign or be removed or otherwise disqualified to serve.

Section 3. Removal of Officers. Upon an affirmative vote of a majority of the entire Management Committee, any officer may be removed, either with or without cause and his successor elected at any regular meeting of the Management Committee, or at any special meeting of the Management Committee called for such purpose. Any officer may resign at any time by giving written notice to the

Management Committee or to the Chairman or Secretary/Treasurer. Any such resignation shall take effect at the date of receipt of such notice or at any later time specified therein and unless otherwise specified in said notice, acceptance of such resignation by the Management Committee shall not be necessary to make it effective.

Section 4. Compensation. Officers, agents and employees shall receive such reasonable compensation for their services as may be authorized or ratified by the Management Committee.

Section 5. Chairman. The Chairman shall be the chief executive officer of the Owners' Association. He shall preside at all meetings of the Owners' Association and of the Management Committee. He shall have all of the general powers and duties which are usually vested in the office of the President of a corporation, including, but not limited to, the power to appoint committees from among the members from time to time as he may, in his discretion, decide is appropriate to assist in the conduct of the affairs of the Owners' Association. The Chairman shall, subject to the control of the Management Committee, have general supervision, direction and control of the business of the Owners' Association. The Chairman shall be ex officio a member of

BOOK 1541 PAGE 857

all standing committees and he shall have such other powers and duties as may be prescribed by the Management Committee.

Section 6. Vice-Chairman. The Vice-Chairman shall take the place of the Chairman and perform his duties whenever the Chairman shall be absent, disabled, refuses or is unable to act. If neither the Chairman nor the Vice-Chairman is able to act, the Management Committee shall appoint some other member of said Management Committee to do so on an interim basis. The Vice-Chairman shall also perform such other duties as shall, from time to time, be imposed upon him by the Management Committee.

Section 7. Secretary/Treasurer. The Secretary/Treasurer shall keep the Minutes of all meetings of the Management Committee and the Minutes of all meetings of the Owners' Association at the principal office of the Owners' Association or at such other place as the Management Committee may order. The Secretary/Treasurer shall have charge of such books and papers as the Management Committee may direct; the Secretary/Treasurer shall, in general, perform all of the duties incident to the office of Secretary/Treasurer. The Secretary/Treasurer shall give or cause to be given, notices of all meetings of the Owners and of the Management Committee required by this Declaration or by law

BOOK 1541 PAGE 858

to be given. The Secretary/Treasurer shall maintain a book of record Owners listing the names and addresses of the Owners as furnished to the Owners' Association and such books shall be changed only at such time as satisfactory evidence of a change in ownership of a unit is presented to the Secretary/Treasurer.

The Secretary/Treasurer shall have responsibility for the Owners' Association funds and shall be responsible for keeping or causing to be kept, full and accurate accounts, tax records and business transactions of the Owners' Association, including accounts of all assets, liabilities, receipts and disbursements in books belonging to the Owners' Association. The Secretary/Treasurer shall be responsible for the deposit of all monies and other valuable effects in the name and to the credit of the Owners' Association in such depositories as may, from time to time, be designated by the Management Committee. The Secretary/Treasurer shall sign all checks and promissory notes on behalf of the Owners' Association as may be ordered by the Management Committee in accordance with this Declaration; shall render to the Chairman and the members, upon request, an account of all of his transactions as Secretary/Treasurer and of the financial conditions of the Owners' Association.

FORM 1541 PAGE 859

and shall have such other powers and perform such other duties as may be prescribed by the Management Committee.

Section 8. Name of Management Committee. The Management Committee shall be known by such name or designation as it or the Unit Owners, at any meeting, may assign.

Whenever there is a change of ownership of a unit and its appurtenant rights, for whatever reason, the Management Committee or the Manager may require, as condition to recognizing the new Unit Owner or Owners as such, that the new Unit Owner or Owners furnish evidence substantiating the new ownership.

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Assessments

Every Owner of a unit which is substantially constructed and ready for occupancy, including Declarant, shall pay an equal share of the condominium common expenses except for utility expenses which shall be based on usage. Payment thereof shall be in such amounts and at such times as the Management Committee determines in accordance with the Act, this Declaration and the Bylaws. There shall be a lien for non-payment of condominium common expenses as provided by Utah Code Annotated, Section 57-8-20, 1953, as amended.

BOOK 1541 PAGE 860

In assessing Unit Owners or requiring them to pay for the building improvements and other improvements of the condominium common areas and facilities following the execution of this Declaration, it is agreed that no assessment for a single improvement in the nature of the capital expenditure exceeding the sum of THREE THOUSAND (\$3,000.00) DOLLARS in cost shall be made without the same having been first voted on and approved by Owners of seventy-five percent (75%) or more of the undivided interests in the condominium common areas and facilities. The foregoing sentence shall not apply in connection with the replacement or reconstruction occasioned by fire or other casualty.

ARTICLE VII

Destruction or Damage

In the event of damage to or destruction of part or all of the improvements in the condominium project, the following procedures shall apply:

(a) If proceeds of the insurance maintained by the Management Committee are alone sufficient to repair or reconstruct the damaged or destroyed improvement, such repair or reconstruction shall be carried out.

(b) If less than seventy-five percent (75%) of the project's improvements are destroyed or substantially damaged

NEW 1541 PAGE 861

and if proceeds of the insurance maintained by the Management Committee are not alone sufficient to accomplish repair or reconstruction, restoration shall be carried out and all the Unit Owners shall be assessed for any deficiency on the basis of their respective percentages of undivided interest in the common areas and facilities.

(c) If seventy-five percent (75%) or more of the project's improvements are destroyed or substantially damaged and if proceeds of the insurance maintained by the Management Committee are not alone sufficient to accomplish repair or reconstruction, and if the Unit Owners, within 100 days after the destruction or damage by a vote of at least seventy-five percent (75%) elect to repair or reconstruct the affected improvements, restoration shall be accomplished in the manner directed under subparagraph (b) above.

(d) If seventy-five percent (75%) or more of the project's improvements are destroyed or substantially damaged, if proceeds of the insurance maintained by the Management Committee are insufficient to accomplish restoration and if the Unit Owners do not, within 100 days after the destruction or damage and by vote of at least seventy-five percent (75%) elect to repair or reconstruct the affected improvements, the Management Committee shall promptly record,

with the Weber County Recorder, a notice setting forth such facts. Upon the recording of such notice the provisions of subsections (1) through (4) of Section 57-8-31, Utah Code Annotated, 1953, as amended, shall apply and shall govern the rights of all parties having an interest in the project or any of the units.

Any reconstruction or repair which is required to be carried out by this paragraph shall be accomplished at the instance and direction of the Management Committee. Any determination which is required to be made by this paragraph regarding the extent of damage to or destruction of project improvements shall be made as follows: The Management Committee shall elect three (5) appraisers; each appraiser shall independently arrive at a figure representing the percentage of project improvements which have been destroyed or substantially damaged; the percentage which governs the application of the provisions of this paragraph shall be the average of the two closest appraisal figures.

ARTICLE VIII

Taxes

It is understood that under Utah Code Annotated 57-8-27, 1953, as amended, each unit and its percentage of undivided interest in the condominium common areas and

Facilities in the project are subject to separate assessments and taxation by each assessing unit and the special district for all types of taxes authorized by law, and that as a result thereof, no taxes will be assessed or payable against the project as such. Each Unit Owner will, accordingly, pay and discharge any and all taxes which may be assessed against him and his percentage of undivided interest in the condominium common areas and facilities.

ARTICLE IX

Insurance

Section 1. Type and Scope of Insurance Coverage Required.

(A) Insurance for Fire and Other Perils. The Owners' Association must obtain, maintain and pay the premiums upon, as a common expense, a "master" or "blanket" type policy of property insurance covering all of the common elements and limited common elements (except land, foundation, excavation and other items normally excluded from coverage), including fixtures, to the extent they are part of the common elements of the condominium, building service equipment and supplies and other common personal property belonging to the Owners' Association. All references herein to a "master" or "blanket" type policy of property insurance

BOOK 1541 PAGE 864

are intended to denote single entity condominium insurance coverage. In addition, any fixtures, equipment or other property within the units which are to be financed by a mortgage to be purchased by HUD, VA, FNMA or FHLNC (regardless of whether or not such property is a part of the common elements), must be covered in such "master" or "blanket" policy.

Such policy must be consistent with state and local insurance laws and at least equal to such coverage as is commonly required by prudent institutional mortgage investors in the area. The policy shall be in an amount equal to 100% of current replacement cost of the condominium exclusive of land, foundation, excavation and other items normally excluded from coverage.

The name of the insured under such policies must be set forth therein substantially as follows:

"Association of Owners of HILLSTREAM
 CONDOMINIUM for use and benefit of the
 individual owners (designated by name if
 required by law").

The policies may also be issued in the name of an authorized representative of the Owners' Association, including any insurance trustee with whom the Owners'

ENVY 1541 PAGE 865

Association has entered into an Insurance Trust Agreement, or any successor trustee, as insured, for the use and benefit of the individual owners. Loss payable shall be in favor of the Owners' Association (or Insurance Trustee), as a trustee, for each Unit Owner and each such owner's mortgage. The Owners' Association or Insurance Trustee, if any, must be required to hold any proceeds of insurance in trust for Unit Owners and their first mortgage holders, as their interests may appear. Each Unit Owner and each Unit Owner's mortgage, if any, shall be beneficiaries of the policy in the percentage of common ownership. Certificates of Insurance shall be issued to each Unit Owner and mortgagee upon request.

Such policies shall contain the standard mortgage clause or equivalent endorsement (without contribution), which is commonly accepted by private institutional mortgage investors in the area and which appropriately names FNMA and FHLMC if such corporations are holders of first mortgages on units within the condominium project. Such policies must also provide that they may not be cancelled or substantially modified without at least ten (10) days prior written notice to the Owners' Association and to each holder of a first mortgage listed as a scheduled holder of a first mortgage in the policies.

BOOK 1541 PAGE 866

Policies are unacceptable where:

(a) Under the terms of the insurance carrier's charter, bylaws or policy, contributions or assessments may be made against borrowers, FNMA, FHLNC or the designee of FNMA or FHLNC; or

(b) By the terms of the carrier's charter, bylaws or policy, loss payments are contingent upon action by the carrier's Board of Directors, policyholders or members; or

(c) The policy includes any limiting clauses (other than insurance conditions) which could prevent FNMA, FHLNC or the borrowers from collecting insurance proceeds.

The policies must also provide for the following:

(a) Recognition of any Insurance Trust Agreement;

(b) A waiver of the right of subrogation against Unit Owners individually;

(c) That the insurance is not prejudiced by any act or neglect of individual Unit Owners; and

(d) That the policy is primary in the event the Unit Owner has other insurance covering the same loss.

The insurance policy shall afford, as a minimum, protection against the following:

(a) Loss or damage by fire and other perils normally covered by the standard extended coverage

3-MY1541 PAGE 867

endorsement;

(b) In the event the condominium contains a steam boiler, loss or damage resulting from steam boiler equipment accidents in an amount not less than \$50,000.00 per accident per location (or such greater amount as deemed prudent based on the nature of the property);

(c) All other perils which are customarily covered with respect to condominiums similar in construction, location and use, including all perils normally covered by the standard "all-risk" endorsement, where such is available.

In addition, such policies shall include an "Agreed Amount Endorsement" and, if available, an "Inflation Guard Endorsement".

(F) Liability Insurance. The Owners' Association must obtain and maintain comprehensive general liability insurance coverage covering all of the common elements, commercial space owned and leased by the Owners' Association and public ways of the condominium project. Coverage limits shall be in amounts generally required by private institutional mortgage investors for projects similar in construction, location and use. However, such coverage shall be for at least \$1,000,000.00 for bodily injury, including deaths of persons and property damage arising out of a single

SMR 1541 P. 868

occurrence. Coverage under this policy shall include, without limitation, legal liability of the insureds for property damage, bodily injuries and deaths of persons in connection with the operation, maintenance or use of the common elements, and legal liability arising out of lawsuits related to employment contracts of the Owners' Association. Such policies must provide that they may not be cancelled or substantially modified, by any part, without at least ten (10) days prior written notice to the Owners' Association and to each holder of a first mortgage on any unit in the condominium which is listed as a scheduled holder of a first mortgage in the insurance policy. Such coverage must include protection against such other risks as are customarily covered with respect to condominiums similar in construction, location and use, including but not limited to, host liquor liability, employers liability insurance, contractual and all-written contract insurance and comprehensive automobile liability insurance.

(C) Flood Insurance. In the event the condominium is located within an area which has been officially identified by the Secretary of Housing and Urban Development as having special flood hazards and for which flood insurance has been made available under the National Flood Insurance

Program (NFIP), the Owners' Association must obtain and pay the premiums upon, as a common expense, a "master" or "blanket" policy of flood insurance on the buildings and any other property covered by the required form of policy (herein insurable property), in an amount deemed appropriate by the Owners' Association, but not less than the following:

The lesser of: (a) the maximum coverage available under the NFIP for all buildings and other insurable property within the condominium to the extent that such buildings and other insurable property are within an area having special flood hazards; or (b) 100% of current "replacement cost" of all such buildings and other insurable property within such area.

Such policy shall be in a form which meets the criteria set forth in the most current guidelines on the subject issued by the Federal Insurance Administrator.

(D) Fidelity Bonds. Fidelity bonds shall be required to be maintained by the Owners' Association for all officers and employees of the Owners' Association and all other persons handling or responsible for, funds of or administered by the Owners' Association. Where the management agent has the responsibility for handling or administering funds of the Owners' Association, the

BOOK 1541 PAGE 870

management agent shall be required to maintain fidelity bond coverage for its officers, employees and agents handling or responsible for funds of, or administered on behalf of, the Owners' Association. Such fidelity bonds shall name the Owners' Association as an obligee and shall not be less than the estimated maximum of funds, including reserve funds, in the custody of the Owners' Association or the management agent, as the case may be, at any given time during the term of each bond. However, in no event may the aggregate amount of such bonds be less than a sum equal to three months aggregate assessments on all units plus reserve funds. The bonds shall contain waivers by the issuers of the bonds of all defenses based upon the exclusion of persons serving without compensation from the definition of "employees" or similar terms or expressions. The premiums on all bonds required herein, except those maintained by the management agent, shall be paid by the Owners' Association as a common expense. The bonds shall provide that they may not be cancelled or substantially modified (including cancellation for non-payment) without at least ten (10) days prior written notice to the Owners' Association or Insurance Trustee. Such bonds must also provide that the FNMA Servicer, on behalf of FNMA, also receive such notice of cancellation or

BOOK 1541 PAGE 871

modification.

Section 2. Insurance Trustee; Powr. of Attorney.

Notwithstanding any of the foregoing provisions and requirements relating to property or liability insurance, there may be named as an insured, on behalf of the Owners' Association, the Owners' Association's authorized representative, including any trustee with whom such Owners' Association may enter into any Insurance Trust Agreement or any successor to such trustee (each of whom shall be referred to herein as the "Insurance Trustee), who shall have exclusive authority to negotiate losses under any policy providing such property or liability insurance and to perform such other functions as are necessary to accomplish this purpose.

Each Unit Owner appoints the Owners' Association, or any Insurance Trustee or substitute Insurance Trustee designated by the Owners' Association, as attorney-in-fact for the purpose of purchasing and maintaining such insurance, including:

- (a) The collection and appropriate disposition of the proceeds thereof;
- (b) The negotiation of losses and execution of releases of liability;

GROUP 1541 PAGE 872

- (c) The execution of all documents; and
- (d) The performance of all other acts necessary to accomplish such purposes.

Section 3. Qualifications of Insurance Carriers.

The Owners' Association shall use generally acceptable insurance carriers.

Section 4. Condemnation and Total or Partial Loss or Destruction.

The Owners' Association shall represent the Unit Owners in the condemnation proceedings or in negotiations, settlements and agreements with the condemning authority for acquisition of the common elements, or part thereof, by the condemning authority. Where appropriate under applicable law, this Declaration should contain a provision whereby each Unit Owner appoints the Owners' Association as attorney-in-fact for such purpose.

In the event of taking or acquisition of part or all of the common elements by a condemning authority, the award or proceeds of settlement shall be payable to the Owners' Association, or any Trustee, to be held in trust for the Unit Owners and their first mortgage holders as their interest may appear.

OWNER 1541 PAGE 873

ARTICLE X

ASSESSMENTS SUBORDINATE

The lien or claim against a condominium unit for unpaid assessments or charges levied by the Management Committee or by the Association of Condominium Unit Owners pursuant to the Declaration of the Utah Condominium Ownership Act shall be subordinate to the mortgage affecting such unit and the mortgagee or a successor to the mortgage thereunder which comes into possession of the unit shall take the same free of such lien or claim for unpaid assessments or charges, which accrue prior to foreclosure of the mortgage, exercise of a power of sale available thereunder, or deed or assignment in lieu of foreclosure. No assessment, charge, lien or claim which is described in the preceding sentence as being subordinate to a mortgage or as not to burden a mortgagee which comes into possession shall be collected or enforced by either the Management Committee or the Association of Unit Owners from or against a mortgagee, a successor in title to a mortgagee or the condominium unit affected or previously affected by the mortgage concerned.

BOOK 1541 PAGE 874

ARTICLE XI

Maintenance of Units

Each Unit Owner, at his own expense, shall keep the

interior of his unit and its appurtenances and equipment and the limited common areas and facilities appurtenant to his Unit in good order, condition and repair and in a clean and sanitary condition and shall do all redecoration and painting which may, at any time be necessary to maintain a good appearance for his unit and said limited common areas and facilities.

Except to the extent that the Management Committee is protected by insurance against such injury, the Unit Owner shall repair all injury to damages to the unit or condominium project caused by the act or negligence of lessee or any member of the Unit Owner's family or the family of any lessee or sublessee and all such repairs, decorating and painting shall be of a quality and kind equal to the original work.

In addition to decorating and keeping the interior of the unit in good repair, the Unit Owner shall be responsible for the maintenance and/or replacement of any plumbing fixtures, refrigerators, heating equipment and blowers, dishwashers, disposals, ranges, washers, dryers and barbeques that may be in or connected with the unit. In connection with the foregoing responsibilities of Unit Owners, the Management Committee shall give written notice to the affected owner of the unit, stating specifically that

BOOK 1541 PAGE 875

which is required and setting a time within which to complete the same. If the Unit Owner disagrees with said requirements or any part thereof, he shall have ten (10) days from the date of the notice within which to object thereto in writing, mailed or delivered to the Management Committee, otherwise, he shall comply with such request. In the event of objection aforesaid, the Management Committee shall set the matter for hearing no less than ten (10) nor more than thirty (30) days from the date of the objection and give the Unit Owner at least ten (10) days written notice of the time and place of the hearing. At the hearing, the Management Committee shall take and receive relevant evidence and decide the issues.

Without the written permission of the Management Committee, the Unit Owner may not make, or permit to be made, structural alterations, improvements or additions in or to the unit or the limited common areas and facilities, nor shall the Unit Owner alter, paint or decorate any portion of the exterior of the building where his unit is located. No radio or television antennae or aerial shall be installed on the outside of any building without written consent of the Management Committee.

NEW 1541 PAGE 876

19
ARTICLE XII

Right of Entry

The Management Committee and its duly authorized agents have the right to enter any and all of the units in case of an emergency originating in or threatening such unit or any other part of the project, whether or not the Unit Owner or occupant thereof is present at the time. The Management Committee and its duly authorized agents shall also have the right to enter into any and all of said units at all reasonable times as required for the purpose of making necessary repairs upon the condominium common areas and facilities of the project for the purpose of performing emergency installations, alterations or repairs to the mechanical or electrical devices or installations located therein or thereon, provided, however, such emergency installations, alterations or repairs are necessary to prevent damage or threatened damage to other units in the project and provided further, that the Unit Owner affected by such entry shall first be notified thereof if available and if time permits.

ARTICLE XIII

Obligation to Comply Herewith

Each Unit Owner, tenant or occupant of a unit shall

BOOK 1541 PAGE 677

comply with the provisions of the Act, this Declaration and the Rules and Regulations, all agreements and determinations lawfully made and/or entered into by the Management Committee or the Unit Owners when acting in accordance with their authority and any failure to comply with any of the provisions thereof shall be grounds for an action by the Management Committee to recover any loss or damage resulting therefrom or injunctive relief.

ARTICLE XIV

Indemnification of Management Committee

Each member of the Management Committee shall be indemnified, and held harmless by the Unit Owners against all costs, expenses and liabilities whatsoever, including, without limitation, attorney's fees reasonably incurred by them in connection with any proceeding to which it may become involved by reason of its being or having been a member of such Management Committee. Provided, however, a member of the Management Committee shall not be under this paragraph for any acts which constitute gross negligence or wilful misconduct.

ARTICLE XV

Transfer or Lease of Units

Any Unit Owner may transfer or lease his unit free

BOOK 1541 PAGE 878

comply with the provisions of the Act, this Declaration and the Rules and Regulations, all agreements and determinations lawfully made and/or entered into by the Management Committee or the Unit Owners when acting in accordance with their authority and any failure to comply with any of the provisions thereof shall be grounds for an action by the Management Committee to recover any loss or damage resulting therefrom or injunctive relief.

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Each member of the Management Committee shall be indemnified, and held harmless by the Unit Owners against all costs, expenses and liabilities whatsoever, including, without limitation, attorney's fees reasonably incurred by them in connection with any proceeding to which it may become involved by reason of its being or having been a member of such Management Committee. Provided, however, a member of the Management Committee shall not be under this paragraph for any acts which constitute gross negligence or wilful misconduct.

ARTICLE XV

Transfer or Lease of Units

Any Unit Owner may transfer or lease his unit free

NEW 1541 PHE 878

from restriction of any right of first refusal. Provided, however, the following leasing restrictions shall obtain:

(a) All leases shall be in writing and shall be subject to this Declaration; and

(b) All leases must have an initial term of at least six (6) months.

ARTICLE XVI

First Lien Holders' Rights

Section 1. Notice of Action. A holder, insurer or guarantor of a first mortgage, upon written request to the Owners' Association (such request to state the name and address of such holder, insurer or guarantor and the unit number), will be entitled to timely written notice of:

(a) Any proposed amendment of the condominium instruments effecting a change in:

(i) the boundaries of any unit or the exclusive easement rights appertaining thereto;

(ii) the interests in the general or limited common elements appertaining to any unit or the liability for common expenses appertaining thereto;

(iii) the number of votes in the Owners' Association appertaining to any unit; or

(iv) the purposes to which any unit or the

NEW 1541 REC: 679

common elements are restricted;

(b) Any proposed termination of the condominium regime;

(c) Any condemnation loss or any casualty loss which affects a material portion of the condominium or which affects any unit on which there is a first mortgage held, insured or guaranteed by such eligible holder;

(d) Any delinquency in the payment of assessments or charges owed by a Unit Owner subject to the mortgage of such eligible holder, insurer or guarantor, where such delinquency has continued for a period of sixty (60) days;

and

(e) Any lapse, cancellation or material modification of any insurance policy maintained by the Owners' Association pursuant to paragraph 14(a), (i) and (ii).

ANN 1541 PR 860

Section 2. Other Provisions for First Lien Holders.

(A) Any restoration or repair of the condominium after a partial condemnation or damage due to an insurable hazard shall be substantially in accordance with this Declaration and the original plans and specifications unless the approval of the eligible holders of first mortgages on

units to which at least fifty-one percent (51%) of the votes of units subject to mortgages held by such eligible holders are allocated, is obtained;

(B) Any election to terminate the condominium regime after substantial destruction or a substantial taking in condemnation of the condominium property must require the approval of the eligible holders of first mortgages on units to which at least fifty-one percent (51%) of the votes of units subject to mortgages held by such eligible holders are allocated; and

(C) No reallocation of interests in the common elements resulting from a partial condemnation or partial destruction of the condominium project may be effected without the prior approval of the eligible holders of first mortgages on units to which at least fifty-one percent (51%) of the votes of units subject to mortgages held by such eligible holders are allocated. NOTE: As used in this section, the term "eligible holder, insurer or guarantor" shall mean a holder, insurer or guarantor of a first mortgage on a unit in a condominium which has requested notice in accordance with the provisions of Section 1 above.

AMR 1541 P. 861

ARTICLE XVII**Amendments to Documents**

(A) The consent of the Owners of units to which at least sixty-seven percent (67%) of the votes in the Owners' Association are allocated and the approval of the eligible holders of first mortgages on units to which at least sixty-seven percent (67%) of the votes of units subject to a mortgage appertain, shall be required to terminate the condominium regime;

(B) The consent of Owners of units to which at least sixty-seven percent (67%) of the votes in the Owners' Association are allocated and the approval of eligible holders of first mortgages on units to which at least fifty-one percent (51%) of the votes of units subject to a mortgage appertain, shall be required to materially amend any provision of this Declaration or equivalent documents of the condominium or to add any material provision thereto, which establish, provide for, govern or regulate any of the following:

- (1) Voting;
- (2) Assessments, assessment liens or subordination of such liens;
- (3) Reserves for maintenance, repair and

replacement of the common elements;

(4) Insurance or fidelity bonds;

(5) Right to use of the common elements;

(6) Responsibility for maintenance and repair of the several portions of the condominium;

(7) Expansion or contraction of the condominium regime or the addition, annexation or withdrawal of property to or from the regime;

(8) Boundaries of any unit;

(9) The interests in the general or limited common elements;

(10) Convertibility of units into common elements or of common elements into units;

(11) Leasing of units;

(12) Imposition of any right of first refusal or similar restriction on the right of a Unit Owner to sell, transfer or otherwise convey his unit in the condominium project; and

(13) Establishment of self-management by the condominium association where professional management has been required by any of the agencies or corporations.

(C) The consent of Owners of units to which at least sixty-seven percent (67%) of the votes in the Owners'

BRW 1541 PAGE 683

Associations are allocated and the approval of eligible holders of first mortgages on units to which at least fifty-one percent (51%) of the votes of units subject to a mortgage appertain, shall be required to amend any provisions included in this Declaration or equivalent documents of the condominium which are for the express benefit of holders or insurers of first mortgages on units in the condominium project.

(D) This Declaration may not be amended or merged with a successor condominium regime without prior written approval of the Administrator of Veteran Affairs, so long as there is a mortgage held or guaranteed by the VA.

(E) For first mortgages to be eligible holders under Article XVII, they must request notice in accordance with the provisions of Article XVI, Section 1.

ARTICLE XVIII

Right of First Refusal

The right of a Unit Owner to sell, transfer or otherwise convey his unit shall not be subject to any right of first refusal or similar restriction.

ARTICLE XXIV

Severability

The invalidity of any one or more phrases,

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sentences, clauses, paragraphs or sections hereof shall not affect the remaining portions of this instrument or any part thereof, all of which are inserted conditionally on their being held valid in law and in the event that one or more of the phrases, sentences, clauses, paragraphs or sections contained therein should be invalid or should operate to render this Declaration invalid, this instrument shall be construed as if such invalid phrase or phrases, sentence or sentences, clause or clauses, paragraph or paragraphs, section or sections had not been inserted.

ARTICLE XX

Gender

The singular, wherever used herein, shall be construed to mean the plural when applicable and the necessary grammatical changes required to make the provisions hereof apply either to corporate or individuals, men or women, shall in all cases be assumed as though in each case fully expressed.

ARTICLE XXI

Topical Headings

The topical headings of the paragraphs contained in this Declaration are for convenience only and do not define, limit or construe the contents of the paragraphs or of this

Declaration.

ARTICLE XXII

Effective Date

This Amended and Restated Declaration shall take effect upon recording in the office of the Weber County Recorder, Ogden, Utah.

ARTICLE XXIII

Adoption

This Amended and Restated Declaration of Covenants, Conditions and Restrictions were adopted by a majority of the Unit Owners at a special meeting called for that purpose on the 7th day of June, 1988; and the Management Committee was directed and authorized, at said meeting, to execute these presents and cause the same to be recorded.

IN WITNESS WHEREOF, the undersigned, being the Declarant herein, have hereunto set their hands and seals this 8 day of June, 1988.

HILLSTREAM CONDOMINIUM
MANAGEMENT COMMITTEE

By: Don H. Parke
Chairman

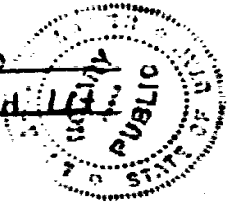
ATTEST:
[Signature]
Secretary

NOV 15 1988

STATE OF UTAH)
COUNTY OF WEBER) ss.

On the 8th day of June, 1988,
personally appeared before me Don H. Parke,
the Chairman and Lynn Islaub, the Secretary of
MILLSTREAM CONDOMINIUM MANAGEMENT COMMITTEE, who being by me
duly sworn, did say that the instrument was signed in behalf
of said committee and owners by authority of a resolution of
its Owners' Association and the said Don H. Parke
and Lynn Islaub duly acknowledged to me that said
committee executed the same.

Kevin K. Scadden
NOTARY PUBLIC
Residing at: Clearfield, Utah



My Commission Expires: 3-5-89

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