WHEN RECORDED, MAIL TO: Salisbury Developers, Inc. 494 West 1300 North Springville, Utah 84663

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Andrea Allen

Utah County Recorder

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RECORDED FOR Cottonwood Title Insurance Agency, Ir

ELECTRONICALLY RECORDED

DECLARATION OF COVENANTS, CONDITIONS & RESTRICTIONS

for

MAPLETON VILLAGE TOWNHOMES

A Neighborhood Sub-association within Mapleton Village Master Community (Utah County, Utah)

THIS DECLARATION OF COVENANTS, CONDITIONS AND RESTRICTIONS FOR MAPLETON VILLAGE TOWNHOMES (this "Townhome Declaration"), a Neighborhood Sub-association within Mapleton Village Master Community, is hereby adopted by SALISBURY DEVELOPERS, INC., a Utah corporation, the Declarant, in accordance with that certain Master Declaration of Covenants, Conditions & Restrictions of Mapleton Village, a Master Community, recorded and of record in the Utah County Recorder's Office ("Master Declaration") and is made effective as of the date and time this instrument is recorded in the official records of the Utah County Recorder's Office.

In the event of conflict between this Townhome Declaration and the Master Declaration, the Master Declaration shall control, provided that, this Townhome Declaration may add further detail, specific and/or additional restrictions applicable to Owners within the applicable neighborhood and Townhome Association. Notwithstanding for any amendment to this Townhome Declaration or required architectural approval, an Owner must receive written approval for Improvements from the Master Board or its established Master Architectural Control Committee.

The Master Association has approved the recording of this Townhome Declaration.

RECITALS

- (A) On August 30 2022, a Plat Map depicting Plat A (Phase 1) of the Master Community was recorded in the Utah County Recorder's Office, as Entry No. 95838-2022, which will be added to on a phase-by-phase basis, with all phases collectively being the "Property", "Project" or "Master Community".
- (B) On 2022, a Master Declaration of Covenants, Conditions, and Restrictions of MAPLETON VILLAGE, a Master Community ("Master Declaration") was recorded in the Utah County Recorder's Office, as Entry No. 109209:2021
- (C) This. Townhome Declaration affects and concerns certain Lots within the Master Community located in Utah County, Utah, that are identified in the preliminary plat as Townhome Lots or townhomes/townhouses within the real property more particularly described in **Exhibit A** and/or subsequently recorded or amended plats for the Project that identify townhouse style housing product within the Project ("Townhomes" or "Subdivision").

21.037.0003

- (D) Declarant desires to subject the Townhomes to the terms of this Townhome Declaration. Declarant intends to develop residential properties at the Project. Declarant will develop and convey all of the Lots within the Subdivision subject to a general plan of development, and subject to certain protective covenants, conditions, restrictions and easements, as set forth in this Townhome Declaration and the Master Declaration, as amended from time to time, which are deemed to be covenants running with the land mutually burdening and benefitting each of the Lots within the Subdivision. Common Areas and Limited Common Areas are those areas that are depicted in the recorded Plat(s), as amended, and as described in this Townhome Declaration. The Subdivision does not constitute a cooperative.
- (E) Declarant has deemed it desirable, for the efficient preservation of the values and amenities of the Townhomes, to create an entity which possesses the powers to maintain and administer the Common Areas and Limited Common Areas (where applicable) and otherwise administer and enforce the provisions of this Townhome Declaration. For such purposes, Declarant will cause to be registered with the Utah Department of Commerce the MAPLETON VILLAGE TOWNHOME OWNERS ASSOCIATION, INC., a Utah non-profit corporation (the "Townhome Association").
- (F) The Townhome Association is governed by the terms of this Townhome Declaration, the Townhome Articles, and the Townhome Bylaws, which Townhome Bylaws are attached hereto as **Exhibit B** and shall be recorded in Utah County Recorder's Office contemporaneously with the recording of this Townhome Declaration.
- (G) No provision of this Townhome Declaration shall prevent the Declarant from doing any of the following, which shall be deemed to be among Declarant' reserved rights in addition to such rights as may be described elsewhere in this Townhome Declaration: (1) installation and completion of the Subdivision Improvements; (2) use of any Lot owned by the Declarant as a temporary sales office or model; (3) installation and maintenance of signs incidental to sales or construction which are in compliance with applicable City or County ordinances; (4) assignment of Declarant's rights under this Townhome Declaration in whole or part; and (5) retention of Declarant's rights with respect to subsequent phases. A supplemental declaration, with such modifications or supplemental provisions as may be deemed appropriate by Declarant on a phase- by-phase basis, may be recorded to address differences in the circumstances affecting any Lots to be constructed after the initial phase.
 - (H) These Recitals are made a part of this Townhome Declaration.

COVENANTS, CONDITIONS AND RESTRICTIONS

ARTICLE I DEFINITIONS

- 1.0 Unless the context clearly requires the application of a more general meaning, the following terms, when used in the Townhome Declaration, shall have the following meanings:
- (A) "Act" means the Community Association Act, Utah Code Ann. Sections 57-8a-101 et. seq.
- (B) "Architectural Control Committee" or "ACC" shall mean the Master Architectural Control Committee created by the Master Declaration, the Master Bylaws, and/or Master Articles. If no ACC is established, the Master Board shall fulfill the duties of the ACC. The Master Association may

adopt policies and procedures governing cooperation between the Master Association and the Townhome Association with regard to architectural review and approval.

- (C) "Assessment" shall mean any monetary charge, fine or fee imposed or levied against an Owner by the Association, as provided in the Governing Documents, regardless of whether said assessment is identified as an assessment, master assessments, Townhome assessment, special assessment, individual assessment, reserve assessment, capital improvement assessment, fine, late fee or other charge.
- (D) "Bulk Service Contract" or "Bulk Service Provider" shall mean a service provider for items such as; internet, television, cable, satellite, telephone, data, solar power and similar utilities and services.
- (E) "City" shall mean Mapleton City, Utah and its appropriate departments, officials and boards.
- (F) "County" shall mean Utah County, Utah and its appropriate departments, officials and boards.
- (G) "Common Area(s)" or "Townhome Common Areas" shall mean all property designated on the recorded Plat(s) for the Townhomes or Townhome Lots or described in the Plat or this Townhome Declaration as Common Area, being intended ultimately to be owned by the Townhome Association for the common use and enjoyment of all owners of Townhome Lots (as described in the Plat), together with all improvements thereon and all of the easements appurtenant thereto. The Master Association may coordinate with the Townhome Association with regard to any maintenance of any Master Association Common Areas that may be under the responsibility of the Master Association or other areas where coordination of Common Area maintenance is in the best interest of the Owners. Further, certain areas identified on Plat(s) may be designated as Common Areas owned by the Master Association.
- 1. Common Areas may include open space and landscaping outside of the footprint of the Dwelling. Sub-association visitor parking, if any, and other areas for common use by the Owners of Sub-association.
- 2. Certain pathways or open space within the Townhome Plats may be designated as Master Common Area or may be controlled or maintained by the Master Association for the benefit of all Members of the Master Association.
- (H) "Common Expenses" means any and all costs, expenses and liabilities incurred by or on behalf of the Association, including, without limitation, costs, expenses and liabilities for
- (A) managing, operating, insuring, improving, repairing, replacing and maintaining the Common Areas;
- (B) providing facilities, services and other benefits to Owners as set forth in this Townhome Declaration; (C) administering and enforcing the covenants, conditions, restrictions, reservations and easements created hereby; (D) levying, collecting and enforcing the assessments, charges, fines, penalties and liens imposed pursuant hereto; (E) operating the Association; and (F) creating reserves for any such costs,

expenses and liability as required by this Townhome Declaration or the Act.

- (I) Declarant" shall mean and refer to SALISBURY DEVELOPERS, INC., a Utah corporation, and its successors and assigns.
 - 1. "Declarant Related Entity or Entities" shall mean Declarant, parent companies,

subsidiaries, assigns, successors, related or designated construction entities, or other entities established by Declarant or Declarant's members for the purpose of owning, developing, constructing and/or selling Lots or Units in the Subdivision. Declarant Related Entities shall include but are not limited to: Sullivan Homes.

- (J) "Dwelling", "Unit" or "Townhouse" shall refer to any residential structure as the context requires, together with Improvements used in conjunction with such Unit, such as appliances, electrical receptacles and outlets, air conditioning compressors and other air conditioning apparatus, furnaces, stoves, fixtures and the like, shall be considered part of the Unit, whether located within or without said Unit. All pipes, wires, conduits, or other public utility installations serving only that Unit shall be considered part of the Unit. Exterior Improvements such as: steps, porches, driveways shall be considered part of the Unit.
- (K) "Governing Documents" shall mean the Master Declaration, Townhome Declaration, Master Bylaws, Townhome Bylaws, Master Articles, Townhome Articles, Rules, and any other documents or agreements binding upon an Owner.
- (L) "Improvement" shall mean all structures and appurtenances of every type and kind, including but not limited to Dwellings, parking facilities, walkways, retaining walls, driveways, fences, landscaping, decks, stairs, poles, lighting, signs, satellite dishes or other antennas, and any mechanical equipment located on the exterior of any building.
- (M) "Limited Common Area" shall mean all property designated on the recorded Plat Map(s), or as described in sub-association documents as Limited Common Areas, which may be owned by individual sub-association but for the exclusive use and enjoyment of one or more appurtenant Lots/Units but fewer than all of the Lots/Units including, but not limited to: the private area immediately behind certain Unit, as depicted on the Plat(s) and may include rear patio areas, block walls or fences on the border of the rear patio area, and other Improvements, only as approved by Declarant or the ACC.
- (N) "Lot" shall mean any numbered lot shown on any official and recorded Plats, including all Improvement located thereon. Lot may also refer to the individual Dwelling/Unit. Lot may also be interchangeable with Dwelling/Unit in the context of townhomes.
- (O) "Master Declaration" shall mean the Amended & Restated Declaration of Covenants, Conditions and Restrictions for Mapleton Village, a Master Community together with any subsequent amendments or additions through subsequent recording amendments or supplements.
- (P) "Master Association" shall mean Mapleton Village Master Homeowners Association, Inc. and, as the context requires, the duly elected and authorized Board of Directors through its officers, directors and managers.
- (Q) "Master Board" means the Board of Directors of the Master Association elected pursuant to the Master Bylaws and serving as the management body of the Master Association.
- (R) "Manager" shall mean any entity or person engaged by the Board of Directors to manage the Project.
 - (S) "Member" shall mean and refer to every person who holds membership in the

Association, including an Owner and the Declarant as set forth herein.

- (T) "Owner" shall mean and refer to the person who is the Owner of record (in the office of the County Recorder of Utah County, Utah) of a fee simple or an undivided interest in any Lot. Notwithstanding any applicable theory relating to a mortgage, deed of trust, or like instrument, the term "Owner" shall not mean or include a mortgagee or a beneficiary of trustee under a deed of trust unless and until such party has acquired title pursuant to foreclosure or any arrangement or proceeding in lieu thereof. Owner may include a non-natural, but legally recognized entity, such as a limited liability company, corporation, partnership, limited partnership, trust, and/or other legally entity recognized by Utah State law. Accordingly, such an Owner may designate a natural person of its selection as Owner's agent to serve and act in the Owner's place. Notwithstanding the foregoing, an Owner may designate only one natural person to serve as its agent at any one time.
- (U) "Person" shall mean a natural person or any legal entity with a right to hold title to real property in its own name in the State of Utah, including the authorized representative of such legal entity.
- (V) "Plat(s)" shall mean an official and recorded plat of the Mapleton Village Master Community, including all subsequent phases, if any, when recorded, as approved by the City and recorded in the office of the Utah Recorder, as it may be amended from time to time, including the Plat specific to the Townhomes.
- (W) "Rules" mean any instrument adopted by the Board, as approved by the Master Association, for the regulation and management of the Townhome Association, as provided in the Governing Documents.
- (X) "Subdivision Improvements" shall mean all improvements to be installed outside the boundaries of Lots or within easements as identified on the Plats that are necessary to provide public road access and/or private road access and utility service to the Lots and including other construction work required to comply with any conditions of City or County or other governmental agencies to the approval of the Subdivision or any Plat(s) thereof.
- (Y) "Townhome Articles" shall mean the articles of the Townhome Association, as amended from time to time.
- (Z) "Townhome Association" shall mean Mapleton Village Townhome Owners Association, Inc., a Utah non-profit corporation, and as the context requires, the officers or directors of that Townhome Association. The Townhome Association is a separate sub-association within the Master Community.
- (AA) "Townhome Board" or "Board" shall mean the duly elected and acting Board of Directors of the Townhome Association.
- (BB) "Townhome Bylaws" shall mean the Bylaws of the Townhome Association, as amended from time to time, a copy of which is attached hereto as **Exhibit B.**
- (CC) "Townhome Declaration" shall mean this Declaration of Covenants, Conditions and Restrictions for Mapleton Village Townhomes, together with any subsequent amendments or additions through supplemental declarations.

(DD) "Yard" shall, for the purposes of this landscaping maintenance, be divided as follows: "front yard" shall mean the area from the front corners of a Dwelling moving forward to the public street. "Backyard" shall mean from the front corners of a Dwelling moving to the rear property line of the Lot. The purpose and intent is to keep a clean and more uniform appearance for front yards in the Subdivision and providing Owners with more freedom of design in the backyards, consistent with this Declaration and local ordinances. Backyards are maintained by the Owners. Setbacks may be established by the Master Association that are more restrictive than local ordinances.

ARTICLE II EASEMENTS

- 2.1 Easements & Rights Concerning Common Area. Each Owner shall have a nonexclusive right and easement of use and enjoyment in and to the Townhomes Common Area. Such right and easement shall be appurtenant to and shall pass with title to each Lot and in no event shall be separated therefrom, or encumbered, pledged, assigned or otherwise alienated by an Owner. Any Owner may temporarily delegate the right and easement of use and enjoyment described herein to any invitee on such Owner's Lot. Notwithstanding the foregoing, no Owner shall have any right or interest in any easements forming a portion of the Common Area except for the necessary parking, access, and utility easements for use in common with others.
- (a) The Townhomes Association shall be the trustee for all Owners with respect to easements, licenses, agreements, and conveyances of Common Areas, consistent with the Declaration and Utah law.
- 2.2 <u>Easements & Rights Concerning Limited Common Area</u>. The Master Association and Townhomes Association (collectively "Associations") shall have a non-exclusive easement for any utility or any required maintenance in and through the Limited Common Area.
- (a) The Townhomes Association shall be the trustee for all Owners with respect to easements, licenses, agreements, and conveyances of Limited Common Areas, consistent with the Declaration and Utah law.
- 2.3 <u>Limitation on Easement</u>. An Owner's right and easement of use and enjoyment concerning the Common Area shall be subject to the following:
- (a) The right of the Master Association & Townhome Association to govern by Rules the use of the Common Area for the Owners so as to provide for the enjoyment of said Common Areas by every Owner in a manner consistent with the preservation of the residential purposes of the Lots by every Owner, including the right of the Associations to impose reasonable limitations on the number of guests per Owner who at any given time are permitted to use the Common Area;
- (b) The right of the Associations to suspend an Owner's right to the use of the Townhome Common Areas, or any amenities included therein, for any period during which an Owner is in violation of the terms and conditions of the Governing Documents or delinquent in the payment of a levied assessment or fee.
- (c) The right of the City, County, and any other governmental or quasi-governmental body having jurisdiction over the Townhome, to enjoy access and rights of ingress and egress over and across any street, parking area, walkway, or open area contained within the Common Areas and Townhome

Common Areas for the purpose of providing police and fire protection, utility access/installation, and providing any other governmental or municipal service.

- 2.4 Reservation of Access and Utility Easements. Declarant hereby reserve an easement for access and utilities (including but not limited to: electrical, gas, communication, phone, internet, cable, sewer, drainage and water facilities) over, under, along, across and through the Property, together with the right to grant to a City and County, or any other appropriate governmental agency, public utility or other utility corporation or association, easements for such purposes over, under, across, along and through the Townhome upon the usual terms and conditions required by the grantee thereof for such easement rights, provided, however, that such easement rights must be exercised in such manner as not to interfere unreasonably with the use of the Property by the Owners and the Associations and those claiming by, through or under the Owners or the Associations; and in connection with the installation, maintenance or repair of any facilities as provided for in any of such easements, the Property shall be promptly restored by and at the expense of the person owning and exercising such easement rights to the approximate condition of the Property immediately prior to the exercise thereof. Each Owner in accepting the deed to a Lot expressly consents to such easements and rights-of-way and authorizes and appoints the Associations as attorney-in-fact for such Owner to execute any and all instruments conveying or creating such easements or rights-of-way.
- 2.5 Easements for Encroachments. If any part of the Townhome Common Areas as improved by Declarant now or hereafter encroaches upon any Lot or if any structure constructed by Declarant on any Lot now or hereafter encroaches upon any other Lot or upon any portion of the Common Area or Townhome Common Area, a valid easement for such encroachment and the maintenance thereof, so long as it continues, shall exist. If any structure on any Lot shall be partially or totally destroyed and then rebuilt in a manner intended to duplicate the structure so destroyed, minor encroachments of such structure upon any other Lot or upon any portion of the Common Area or Townhome Common Area due to such reconstruction shall be permitted; and valid easements for such encroachments and the maintenance thereof, so long as they continue, shall exist.
- Easements for Construction and Development Activities. Declarant reserve easements and rights of ingress and egress over, under, along, across and through the Townhome and the right to make such noise, dust and other disturbance as may be reasonably incident to or necessary for the (a) construction of Dwellings on Lots, (b) to maintain sales or leasing offices, management offices and models throughout the Project and to maintain one or more advertising signs on the Common Area with respect to the sales of Lots, or other property in the Project, (c) improvement of the Common Area, and construction, installation and maintenance thereon of roadways, walkways, buildings, structures, landscaping, and other facilities designed for the use and enjoyment of some or all of the Owners, and (d) construction, installation and maintenance on lands within, adjacent to, or serving the Property of roadways, walkways, and other facilities, planned for dedication to appropriate governmental authorities.
- 2.7 <u>Easement in Favor of Master Association & Townhome Association</u>. The Lots, Townhome Common Areas and Limited Common Area are hereby made subject to the following easements in favor of the Master Association and its directors, officers, agents, employees and independent contractors:
- (a) For inspection during reasonable hours in order to verify the performance by Owners or other persons of all items of maintenance and repair for which they are responsible;
 - (b) For inspection, maintenance, repair and replacement of portions of the Common Areas

and Townhome Common Areas:

- (c) For correction of emergency conditions;
- (d) For the purpose of enabling the Associations, ACC or any other committees to exercise and discharge during reasonable hours their respective rights, powers and duties.
- 2.8 <u>Landscaping Easement.</u> The Townhomes Association shall have an easement and related access rights in order to maintain the Common Area landscaping or any other landscaping that is the Townhomes Association's responsibility.
- (a) Unless changed by the Declarant in its sole discretion, the Declarant or initial builder shall design and install all front yard landscaping for the Lots in order to maintain a consistent appearance and comply with any local requirements.
- (b) The applicable association or sub-association shall perform general landscaping maintenance of the respective Common Areas, as determined between the Master Association and sub-association, and the front yards of the Lots.
- i. The purpose and intent is to keep a clean and consistent appearance for front yards in the Subdivision and providing Owners with more freedom of design in the backyards, consistent with this Declaration and local ordinances. Backyards are maintained by the Owners. Setbacks may be established by the Master Association that are more restrictive than local ordinances.
- ii. Play Structures. Play structures, trampolines, and other similar equipment may only be placed in backyards consistent with other rules and requirements of the associations.
- 2.9 Income Generated from Service Providers. Declarant and/or Declarant Related Entities invest time, experience, infrastructure and/or capital in the negotiation, provision or installation of certain utilities and amenities (e.g., internet, cable, fiber, phone, solar power, etc.) that provide services and benefits to owner in the Subdivision that would not otherwise be available or at a reduced cost. Any income gained by these parties from these efforts may be retained by the Declarant, Declarant Related Entities, or their assigns, even after the Declarant Control Period. The Association may enter into contracts with third parties related to the provisions of such utilities and amenities for the benefit of Owners in the Subdivision, which utilities and amenities may be paid for through Assessments. Owners contracting separately with individual third-party providers will still be required to pay any normal and customary access fee for applicable bulk rate contract services entered into by the Master or Townhome Associations.
- 2.10 <u>Delegation of Use</u>. Any Owner may delegate, in accordance with the Governing Documents, their right of enjoyment to the Townhome Common Area and any Common Facilities located thereon to the Owner's invitees or guests.
- 2.11 <u>Easement for Completion of Project.</u> Declarant shall have a transferable easement over and, on the Townhome, Common Area for the purpose of completing construction of the Project and improvements therein as shown on the Plat and for the purpose of doing all things reasonably necessary or appropriate in connection therewith. To the extent that damage is inflicted on any part of the Project by any person utilizing such easement. Declarant and the person causing the damage shall be liable to the Master Association for the prompt repair of such damage.
- 2.12 <u>Easements Deemed Created.</u> All conveyances of a Lot within the Project hereafter made, whether by Declarant or otherwise, shall be construed to grant and reserve such reciprocal easements as are provided for herein even though no specific reference to such easements appears in any such conveyance.

- 2.13 <u>Impact Fees.</u> The Master Association shall have authority to impose Impact Fees for the cost of infrastructure and improvements benefiting the Lots, Common Areas, and Members of the Master Community. Impact Fees should be uniform for similar situated Lots and Units and their resulting benefit. Impact Fees are intended to offset the effect of development and occupancy of each Lot will have on the infrastructure, benefits and amenities within the Master Community. In the event Impact Fees collected are in excess of the cost of the infrastructure, amenity or facility for which the Impact Fee was levied, the Association may reimburse such amounts proportionate to the amount levied or may hold such funds for the future benefit of the Lots served by the Impact Fee. Impact Fees shall be treated as Special Assessments.
- 2.14 <u>SWPPP Compliance.</u> Owners shall be responsible for construction activities on their Lots and their contractors with respect to SWPPP compliance. Owners shall indemnify Declarant and Declarant Related Entities for any fines, costs, fees, or enforcement action against Declarant for activities with regard to construction activities on an Owner's Lot or work provided by an Owners' contractors.
- 2.15 <u>Amenity Access.</u> Members of a particular association or sub-association shall have access to that entity's amenities. Notwithstanding, a particular association or sub-association can restrict access to only members of that specific association or sub-association that owns and maintains such amenity.
- 2.16 <u>Amenity Creation & Trail Connections.</u> The Declarant and Master Association have authority to develop and maintain trails and open space in the Property. Further, they may work with relevant government authorities or property owners for necessary or desired trail connections in or out of the Master Community.
- 2.17 <u>Conveyance to City.</u> Declarant reserves the right to sell/convey any part of the opens space areas to the City.
- 2.18 <u>Trespass.</u> Whenever the Master Association, Townhome Association, or Declarant is permitted by these covenants to correct, repair, clean, preserve, clean out or do any action on any portion of Subdivision, including Lots or Units, entering such areas, and taking such action shall not be deemed a trespass on the part of the associations, Declarant or their agents.

ARTICLE III TOWNHOME ASSOCIATION COMMON AREAS, LIMITED COMMON AREAS, DWELLING & PARTY WALL MAINTENANCE

- 3.1 <u>Common Areas.</u> Except as otherwise provided in this Declaration, the Townhome Association, or its duly designated agent, shall maintain, repair and replace all Common Areas, including, without limitation, the Improvements and landscaping located thereon in good order and repair and shall otherwise manage and operate all Common Areas as it deems necessary and appropriate.
- (a) The Townhomes Association, or its duly designated agent, shall maintain all Common Areas including, without limitation, the landscaping located outside of the Dwelling footprint and on the Common Area in good order and repair and shall otherwise manage and operate all Common Areas as it deems necessary and appropriate. The Townhomes Association shall have the authority to assess its members for the costs of said maintenance in accordance with the terms of this Townhomes Declaration.

The Townhomes Association may adopt Rules to add further detail with regard specific landscape maintenance services provided by the Townhomes Association. Notwithstanding, it is the intent that the Townhomes Association shall generally provide for all landscaping within the Townhomes Association.

- (b) Snow Removal. The Townhomes Association may coordinate with the Master Association with respect to snow removal in the sub-association. The Townhomes Association may adopt Rules to add further detail with regard specific snow removal services provided by the Townhomes Association. Notwithstanding, it is the intent that the Master Association and/or Townhomes Association shall generally provide for all snow removal on the Common Areas. The Townhomes Association and/or Master Association may make reasonable and prudent efforts to contract with a third party for the removal of snow from Common Areas within the Subdivision. Unless the Board elects to provide snow removal for Limited Common Areas, Owners shall be responsible for such areas and other applicable areas on their Lot, including, but not limited to sidewalks immediately adjacent to or primarily serving an Owner's Lot and parking facilities within their Lot. Owners shall be responsible and take reasonable precautions with respect to ice and ice accumulation. The work of removing snow may be delegated to a third party, who will utilize its discretion in the frequency of the snow removal and the amount of accumulation meriting removal. To the extent allowed by law, the Townhomes Association shall not be responsible or liable for said third party's discretion and removal of snow.
- 3.2 <u>Limited Common Areas.</u> Owners shall maintain, repair and replace all Limited Common Areas following necessary approvals from the Association.
- 3.3 General Rules of Law to Apply to Party Walls. Each wall which is built as a part of the original construction of a Dwelling within the Project and placed on the dividing line between two Dwellings shall constitute a Party Wall, and, to the extent not inconsistent with the provisions of the Act, the general rules of law regarding Party Walls and liability for property damage due to negligence or willful acts or omissions shall apply thereto.
- 3.4 Party Wall Maintenance. Each Dwelling that shares one or more Party Wall(s), will also share elements of a common roof, a common exterior wall, or other common exterior elements with adjacent Dwelling(s). The Owners acknowledge that certain repairs or maintenance to Dwellings with a Party Wall(s) may become necessary, which repairs, or maintenance may not be able to be performed on one Dwelling only.
- 3.5 Destruction of Party Wall; Common Roof or Exterior. If a party wall or common improvement is damaged or destroyed by the fault of negligence of one of the Owners, such damage shall be repaired by the Association to the condition equal to or better than immediately prior to the damage and the negligent Owner or Owner at fault shall reimburse the Association for any and all costs incurred by the Association to cure the damage. Should a party wall be damaged or destroyed by any cause other than by default or by an act of negligence of an Owner of the adjacent Dwelling, the damage shall be rebuilt or repaired to a condition equal to or better than immediately prior to the damage, at the joint expense of the owners of the two affected Dwellings, provided that any amount received from insurance companies for such damage shall first be applied to the restoration of the affected Dwellings. Should a common roof or any part of the exterior wall(s) be damaged or destroyed by any cause other than by fault or by an act of negligence of an Owner of the adjacent Dwelling, the damage shall be rebuilt or repaired by the Association to a condition equal to or better than immediately prior to the damage, at the expense of the Association, provided that any amount received from insurance companies for such damage shall first be applied to the restoration of the affected Dwellings.

- 3.6 <u>Party Wall Insurance</u>. The existence of Party Walls within the Project will require blanket property insurance coverage as required by the Governing Documents and/or Act on all attached Dwellings.
- Association Maintenance of Dwellings. The Association shall maintain, repair, and replace the roofs, shingles, rain gutters and downspouts for all buildings (which include the Dwellings), and the normal wear and tear on exterior wall finishes of the buildings (which include the Dwellings). All necessary structural repairs of roofs and exterior walls will remain the financial responsibility of the affected Owners but may be organized and/or carried out by the Association, as determined by the Association. Exterior wall maintenance by the Association does not include: doors, doorframes, garage doors, windows, window frames, window wells, skylights, patio doors, or glass of any kind. All other components or Improvements within the Lot, including the Dwelling, that are not specifically assigned to the Association herein shall be maintained by Owners. It is the obligation of each Owner to maintain their Lot and Improvements located thereon in a clean and sanitary condition and uncluttered in order to preserve and enhance the enjoyment of the Project.
- Repairs by Association. In the event that an Owner permits his Lot or Improvements to fall into a state of disrepair that is dangerous, unsafe, unsanitary, or unsightly condition or fails to comply with any other covenant or restriction in violation of this Declaration, the Association may give written notice to the Owner describing the condition complained of and demand that the Owner correct the condition within 15 days. If the Owner fails to take corrective action, the Association shall have the right, but not the obligation, to enter upon the offending Owner's Lot and take corrective action to abate the condition. All costs of abatement shall be charged to the Owner, who agrees to promptly pay the reasonable costs of any work performed under this provision, plus 15%. In addition, each Owner hereby grants to the Association a lien on the Lot and any improvements to secure repayment of any sums advanced pursuant to this section, which lien may be foreclosed at any time by the Association in the manner prescribed in Utah for the foreclosure of mortgages. Alternatively, without requiring foreclosure, the Association may seek collection of sums advanced directly from the Owner of the Lot in question. Unpaid amounts will bear interest from the date advanced at the lawful judgment rate under applicable state law.
- 3.9 <u>Alterations of Exterior Appearance</u>. The Owners will maintain their Lots and Improvements in substantially the same condition and appearance as that approved by the Board. No subsequent exterior alterations, improvements, or remodeling, whether structural or changes in landscaping, paint color or materials will be made without the advance consent of the Board. Declarant shall be exempt from this provision.
- 3.10 Repair Following Damage. In the event of casualty loss or damage to the improvements, the Improvements may be constructed as they existed prior to the damage or loss without review by the Board, provided however that alterations or deviations from the original approved plans will require review. Nothing in this Declaration is intended to prevent an Owner who has suffered property damage or loss from taking temporary measures to secure the property and prevent injury or dangerous conditions following loss or damage before re-construction begins. Such temporary measures may be taken without the consent or approval of the Board, provided that any such measure must be of a temporary nature, and repair or reconstruction must begin as soon as circumstances will permit. Unless delayed by City/County approval or insurance carrier approval, no damaged structure will be permitted to remain on any Lot for more than 90 days without repairs commencing and any damaged structure which does remain unrepaired after 90 days following the occurrence of damage is deemed a nuisance which may be abated by the

Association.

3.11 <u>Maintenance Chart.</u> For the convenience of Owners, a Maintenance Chart is included as **Exhibit C.** In the event of a conflict between the Maintenance Chart and this Article, this Article shall control.

<u>ARTICLE IV</u> <u>MEMBERSHIP, VOTING & CONTROL PERIOD</u>

- 4.1 Membership in the Townhome Association shall at all times consist exclusively of the Owners. Each Owner shall be a member of the Townhome Association and Master Association, so long as such Owner has an ownership interest in a Lot and such membership shall automatically terminate when the Owner ceases to have an ownership interest in the Lot. Upon the transfer of an ownership interest in a Lot the new Owner succeeding to such ownership interest shall likewise succeed to such membership in the Master Association and Townhome Association. If titled ownership to a Lot is held by more than one Person, the membership appurtenant to that Lot shall be shared by all such Person in the same proportional interest and by the same type of tenancy in which title to the Lot is held. Notwithstanding the foregoing, the Declarant shall also be granted voting rights as a Class "B" Member, as defined below.
- 4.2 The Townhome Association shall have two (2) classes of voting membership, Class "A" and Class "B", as follows:
- (a) Class "A". Class "A" Members shall be all Owners with the exception of Class "B" membership, if any. Class "A" membership shall be entitled to one (1) equal vote for each Lot in which they are an Owner. Only an Owner that is current on all Assessments and/or other fees thirty days in advance of the meeting or vote shall be deemed in good standing and entitled to vote. With regard to any approval that requires a specified percentage of total membership, the total membership shall be calculated from the total number of Owners eligible to vote at the time such approval is sought. Since an Owner may be more than one Person, if only one of such Person(s) is present at the meeting of the Townhome Association that Person shall be entitled to cast the vote appertaining to that Lot. But if more than one of such Person(s) is present, the vote appertaining to that Lot shall be cast only in accordance with the agreement of a majority of them, and such consent shall be conclusively presumed if any one of them purports to cast the vote appertaining to that Lot without protest being made forthwith by any of the others to the person presiding over the meeting. The vote appurtenant to any one Lot may not be divided between Owners. If the vote of a majority of the owners of a Lot cannot be determined, no vote shall be cast in relation to such Lot.
- (b) <u>Class "B".</u> The Class "B" Member shall be Declarant. In all matters requiring a vote, the Class "B" membership shall receive one hundred (100) votes for each recorded Lot or acre of property in the Undeveloped Land owned by Declarant. The Class "B" membership shall also be entitled to appoint the members of the Townhome Board and Townhome Association during the Class "B" Control Period.
- 4.3 The Class "B" Control Period runs until ninety (90) days after the first to occur of the following:
 - (a) Declarant no longer owns any Lots or Undeveloped Land; or
 - (b) When, at its discretion, the Class B Member so determines.

4.4 Notwithstanding anything to the contrary in this Townhome Declaration, Declarant may exercise its discretionary termination of control in whole or in part as to any portion of the Subdivision at its sole election and determination. In doing so as to a portion of the Subdivision, it does not waive any reversionary or remaining control as to all other portions of the Subdivision, the control of which is not expressly terminated by Declarant.

ARTICLE V TOWNHOME ASSOCIATION

- 5.1 <u>Organization</u>. The Townhome Association has been created to effectively enforce the Governing Documents and shall operate as a non-profit corporation. The Townhome Association shall be comprised of the Owners within the Townhome and is established for the benefit of the Owners and the enforcement of the Governing Documents. Membership in the Townhome Association is deemed an appurtenance to the Lot and is transferable only in conjunction with the transfer of the title to a Lot. The Association shall serve as the organizational body for all Owners.
- Master Declaration Controls. The Master Declaration and portions of this Townhome Declaration use the term "Neighborhood Sub-associations" when referring to sub-association within the Project that are subject to the Master Declaration and certain oversight and control by the Master Association. Neighborhood Sub-association governing documents shall not be inconsistent with the terms and provisions of the Master Declaration and any inconsistency shall be governed by the Master Declaration. Neighborhood Sub-associations may be formed with the approval of the Master Board and by satisfying all necessary legal requirements including, but not limited to, the preparation, execution and recording of Sub-association governing documents.
- 5.3 <u>Relationship between Master Association and Neighborhood Sub-associations.</u> It is the purpose and intent of the provisions of the Master Declaration and this Townhome Declaration that the Master Association shall be charged with and responsible for the management of all activities in the Project including, in addition to all other duties and responsibilities set forth herein, the following:
- (a) The approval of all rules and regulations of each Neighborhood Sub-association and providing of assistance, where deemed appropriate by the Master Association, to a Neighborhood Sub-association in the enforcement thereof;
 - (b) Approval of responsibilities among the Master and Neighborhood Sub- associations; and
- (c) Collection of Assessments from each Neighborhood Sub-association in amounts required by the Master Declaration.

Nothing herein contained shall restrict or prohibit a Neighborhood Sub-association from owning, in its own name, Common Area or other property related thereto, the use of which shall be restricted to Members of that Neighborhood Sub-association. However, it is the intent of the Master Declaration that any such Common Area owned by a Neighborhood Sub-association, the use and maintenance thereof and the activities of the Neighborhood Association, shall be consistent with and in furtherance of the Project objectives and the terms and provisions of this Master Declaration to assure that the whole of the Project is developed and approved as a quality community.

5.4 <u>Enforcement Powers</u>. The Townhome Association shall have all powers granted to it by the Governing Documents to enforce these covenants and restrictions by actions in law or

equity brought in the name of the Townhome Association, and the power to retain professional services needed to the enforcement of the Governing Documents and to incur expenses for that purpose, including but not limited to: (1) record, lien, foreclose and other enforcement and collection actions against an Owner and their Lot; (2) initiate legal or similar proceedings; (3) impose fines; (4) collect any rents directly from tenant for past due assessments; (5) terminate an Owners' right to receive utility service paid as a common expense; (6) terminate an Owner's right to utilize Common Area and/or amenities; and (7) any other action or remedy allowed by the Governing Documents or Utah law. In the event the Townhome Association fails to exercise any power granted in this Article, the Master Association shall have the right to exercise enforcement powers.

- (a) The Townhome Association shall have the exclusive right to initiate enforcement actions in the name of the Association. The Association may appear and represent the interest of the Project at all public meetings concerning zoning, variances, or other matters of general application and interest to the Owners.
- (b) The Townhome Association shall have the authority to initiate and compromise claims and litigation on behalf of the Townhome Association resulting from the enforcement of the Governing Documents. In the event that the Townhome Association initiates legal action against a specific Owner or Owners to enforce these Governing Document, whether or not such action results in the commencement of a formal legal proceeding, the Townhome Association shall have the right to assess the costs of such litigation, dispute, or enforcement action, including reasonable attorney fees, against the Owner(s) or Lot(s) in question and collect those assessment in any manner authorized in the Governing Documents or Utah law.
- (c) The Board shall be afforded discretion to utilize its reasonable judgment to determine whether and how to: impose fines, record liens, pursue legal action; otherwise enforce the Governing Documents; or when and how to settle or compromise claims.
- 5.5 <u>Assessments.</u> Assessments will be made to meet the anticipated and recurring costs, expenses and Common Expenses of the Townhome Association. The Townhome Association has the power to levy assessments against each Lot as necessary to carry out its functions. Assessments shall be levied against all Lots in the Property, whether vacant or improved. Each Owner shall by acquiring or in any way becoming vested with their interest in a Lot, be deemed to covenant and agree to pay to the Townhome Association the assessments described in these covenants, together with late payment fees, interest and costs of collection (including reasonable attorney fees), if and when applicable.
- (a) All such amounts shall be, constitute and remain: (a) a charge and continuing lien upon the Lot with respect to which such assessment is made until fully paid; and
- (b) the personal, joint and several obligations of the Owner or Owners of such Lot at the time the assessment fails due. No Owner may exempt themselves or their Lot from liability for payment of assessments by waiver of their rights in the Common Areas or by abandonment of their Lot. In a voluntary conveyance of a Lot, the grantee shall be jointly and severally liable with the grantor for all unpaid assessments, late payment fees, interest and costs of collection (including reasonable attorney fees) which shall be a charge on the Lot at the time of the conveyance, without prejudice to the grantee's right to recover from the grantor the amounts paid by the grantee therefor.
- (b) <u>Special Assessment</u>. The Townhome Association may levy special assessments for the purpose of defraying, in whole or in part: (a) any expense or expenses not reasonably capable of being

fully paid with funds generated by monthly assessments; or (b) the cost of any construction, reconstruction, or unexpectedly required repairs or replacement of the Common Areas.

- (c) <u>Individual Assessment</u>. The Townhome Association may levy individual assessments on every Lot, Owner or occupant that shall cause any damage to the Project or otherwise causes the Townhome Association to incur any individual expense for maintenance, repairs, or enforcement action taken under the provisions of the Governing Documents. The amount of any such individual assessments shall be determined by the cost of such repairs, maintenance or enforcement action, including all overhead and administrative costs (including reasonable attorney fees), and shall be allocated among the affected Owner(s) or Lot(s) according to the cause of damage, maintenance, repair work or enforcement action, as the case may be, which individual assessment may be levied in advance of the performance of work.
- (d) <u>Neighborhood Assessments</u>. Neighborhood Assessments will be made to meet the anticipated and recurring costs, expenses and Common Expenses of the Neighborhood Sub-associations. The Neighborhood Association has the power to levy assessments against each Lot as necessary to carry out its functions, together with late payment fees, interest and costs of collection (including reasonable attorney fees), if and when applicable. If the Neighborhood Sub-Association fails to levy and collect neighborhood assessments, the Master Association may elect to carry out those functions. Further, the Master Association may levy a Neighborhood Assessment to Owners in a specific Neighborhood for costs, special services or amenities available for Owners within that Neighborhood that are provided by the Master Association.
- (e) <u>Reserve Fund</u>. The Townhome Association may levy a reserve fund assessment, as set forth in this article.
- (f) The Townhome Association may levy other assessments or fees, as authorized by the Governing Documents.
- 5.6 <u>Budget</u>. The Townhome Board is authorized and required to adopt a budget annually, which shall be presented to the Owners at a meeting of members.
- (a) The Townhome Board may revise the approved budged from time to time as necessary to accurately reflect actual and/or anticipated expenses that are materially greater than previously budget.
- (b) The budget shall estimate and include the total amount for the Common Expenses, shall contain an appropriate amount for reserves, and may include an amount for other contingencies. The budget shall also be broken down into reasonably detailed expense and income categories.
- 8.7 Reserve Fund Analysis. Following the Class B Period, the Townhome Board shall cause a reserve analysis to be conducted no less frequently than every six (6) years to analyze the cost of repairing, replacing or restoring Common Area that have a useful life of three years or more and a remaining useful life of less than 30 years. This reserve analysis should be reviewed no less frequently than every three (3) years and updated if necessary. The Townhome Board may conduct a reserve analysis itself or may engage a reliable person or organization, as determined by the Townhome Board, to conduct the reserve analysis.
- 5.8 Reserve Fund Account Creation. The Townhome Association shall create a reserve fund account that is separate and distinct from the Townhome Association's general account, which account shall be funded from the reserve fund assessments. The amount of the reserve fund assessment shall be a

separate line item in the approved budget. The Townhome Board shall cause an assessment to be made against all Owners in an amount sufficient, within the Townhome Board's discretion, to fund the reserve account.

- 5.9 <u>Reinvestment Fee.</u> With the exception of those Lots conveyed by Declarant or Declarant Related Entities, which shall be exempt from the Reinvestment Fee, the Townhome Association, in coordination with the Master Association, may levy or participate in reinvestment fees when a change in ownership of a Lot occurs in the amount set by the Master Board from time to time, not to exceed one-half of one percent (.005) of the sale price of the Lot.
- 5.10 One-time Initial Start-Up Development Assessment. With the exception of the Declarant, the initial Owner of record (following the Declarant and initial builder) of a Lot shall pay to the Townhomes Association at closing an initial, start-up fee in an amount set by the Board from time to time not to exceed one-half of one percent (.005) of the sale price of the Lot. This fee shall be a one-time, initial start-up fee, shall not be prorated for any time left in the calendar year following closing, and is in addition to the prorated regular Assessment. The Association shall utilize this fee to assist in the administration, legal, operations, maintenance, and other expenses and costs related to Townhomes Association Townhomes for the management of the affairs of the Association and the Common Areas for the benefit of the Association and its Members.
- 5.11 <u>Date of Commencement of Assessments.</u> Assessments shall commence upon acquisition of a Lot. Notwithstanding, in the beginning phases of the Project, Declarant may elect to phase in certain assessments based upon the availability and construction schedule of certain amenities. Assessments shall be due and payable in a manner and on a schedule, as the Townhome Board may provide. Notwithstanding, Assessments for those Lots owned by Declarant or Declarant' Related Entities shall not commence until the completed Dwelling is conveyed to an Owner that is not the Declarant or a Declarant' Related Entity. No amendment of this Townhome Declaration changing the allocation assessments with regard to Declarant or Declarant Related Entities shall be valid without the consent of the Declarant.
- 5.12 <u>Fines.</u> The Townhome Association shall have the power to assess a fine against an Owner (or their Lot) for a violation of the terms and conditions of the Governing Documents in an amount and schedule established by the Townhome Board.
- 5.13 <u>Hearing Process.</u> The Townhome Board shall have authority to create a reasonable hearing process, consistent with the Act, applicable when the Townhome Association takes an adverse action related to any particular Owner(s).
- 5.14 <u>Townhome Association Rules</u>. The Townhome Board from time to time and subject to the provisions of the Governing Documents, may adopt, amend, repeal and enforce Rules governing the community.
- (a) During the Class B Period, Declarant shall be exempt from the rule making procedure required by Utah Code § 57-8a-217.
- 5.15 <u>Statement of Account & Payoff Information.</u> Upon a written request from an Owner that the Association provide the Owner with a statement of their account, the Association may charge a fee, not to exceed \$10.00, for providing such statements. In addition, when a request is made to the Association to provide payoff information needed in connection with the financing, refinancing, or

closing of a Lot Owner's sale of their Lot, the Association may charge a fee not to exceed \$50.00.

ARTICLE VI NONPAYMENT OF ASSESSMENTS & THE APPOINTMENT OF TRUSTEE

- 6.1 <u>Delinquent Assessment.</u> Any assessment not timely paid shall be delinquent, and the Townhome Homes Association may invoke any and all remedies to recover said delinquent assessments including by: suit, judgment, lien, foreclosure, or other remedy authorized by the Governing Documents or the Act.
- 6.2 <u>Due Date, Charges & Interest.</u> Unless otherwise established by the Board, monthly assessments shall be due and payable on the first of each month and late if not received by the 10th of each month. The Board may charge late fees in an amount set by the Board. In addition to late fees, interest shall accrue on all unpaid balances, including prior, unpaid interest and attorney fees (resulting in compounding interest), late fees, and assessments at 18% per annum or 1.5% per month. The Board may also impose other reasonable charges imposed by a Manager related to collections.
- 6.3 <u>Lien.</u> Upon recording of a notice of lien on any Lot, there shall exist a perfected lien for unpaid assessments prior to all other liens, except: (1) all taxes, bonds, assessments, and other levies which by law would be superior thereto; and (2) the lien or charge of any first or second mortgage of record made in good faith and for value recorded prior to a recorded notice of lien by the Townhome Homes Association.
- 6.4 Foreclosure Sale. The Townhome Homes Association shall have all rights and power of foreclosure granted by the Act, both judicially and non-judicially. The Townhome Homes Association may also bid for the Lot at foreclosure sale, acquire, hold, lease, mortgage, and convey the same. During the period in which a Lot is owned by the Townhome Homes Association following foreclosure: (a) no right to vote shall be exercised on its behalf; (b) no assessment shall be charged or levied on it; and (c) each other Lot shall be charged, in addition to its usual assessment, its equal pro rata share of any Special Assessment that would have been charged had such Lot not been acquired by the Townhome Homes Association as a result of foreclosure. Suit to recover a money judgment for unpaid assessments and attorney fees shall be maintainable without foreclosing or waiving the lien securing the same.
- 6.5 Other Remedies. All rights and remedies of the Townhome Homes Association shall be cumulative, and the exercise of one right or remedy shall not preclude the exercise of any other right or remedy. The "One Action Rule" shall not be a defense to the enforcement of all rights and remedies of the Townhome Homes Association. The Townhome Homes Association may elect to bring an action to recover for a delinquent Assessment against the Owner or other obligee personally. Any attorney fees or costs incurred in these efforts shall also be assessed against the Owner(s), their Lot(s), and/or other obligees jointly and severally.
- 6.6 Payment by Tenant. The Townhome Homes Association shall be entitled to demand and collect from a tenant of any Lot, the amount of any assessment that is more than sixty (60) days past due.
- 6.7 <u>Attorney Fees.</u> In addition to the recovery of costs and attorney fees as provided herein, the Townhome Homes Association shall be entitled to recover all reasonable attorney fees and costs incurred as a result of an Owner breach of the Governing Documents, including meetings, research,

memoranda, monitoring and other legal work incurred in response to an Owner breach or violation of the Governing Documents. These fees may be collected by special or individual assessment against the subject Owner's Lot.

- 6.8 <u>Appointment of Trustee</u>. The Declarant hereby conveys and warrants pursuant to U.C.A. Sections 57-1-20 and 57-8a-212 to a licensed member of the Utah State Bar, as later designated, and assigns, with power of sale, the Lot and all Improvements to the Lot for the purpose of securing payment of assessments under the terms of this Townhome Homes Declaration.
- 6.9 <u>Powers Extended to Master Association</u>. In the event the Townhome Homes Association fails to exercise any power granted in this Article IX, the Master Association shall have the right to exercise enforcement powers.

ARTICLE VII ARCHITECTURAL RESTRICTIONS & ARCHITECTURAL CONTROL COMMITTEE

- 7.1 <u>Design Guidelines.</u> As approved by the Master Association, the Townhome Association may adopt Design Guidelines specific to the Townhomes.
- 7.2 <u>Application & Review.</u> Submission and construction of Improvements shall be pursuant to the procedures set forth in the Master Declaration.
- 501ls Tests. The ACC may require that the single family detached house owner obtain a soils test approval following the recommendations set forth in the soils test document. NOT WITHSTANDING ANY OTHER LANGUAGE CONTAINED HEREIN, BY ACCEPTING A DEED TO, OR CONVEYANCE OF, ANY LOT OR OTHER PART OR PORTION OF THE PROPERTY BY THE GRANTEES THEREIN NAMED OR BY THEIR LEGAL REPRESENTATIVES, HEIRS, EXECUTORS, ADMINISTRATORS, SUCCESSORS OR ASSIGNS, ANY LOT OWNERS ARE THEREBY WAIVING ANY CLAIMS AGAINST THE DEVELOPER OR ANY OF THE DEVELOPER'S OWNERS, AGENTS, EMPLOYEES, OR REPRESENTATIVES IN ANY WAY RELATED TO THE SOIL CONDITIONS OF ANY LOT AND ANY EXCAVATION OR COMPACTION OF THE SOIL OF ANY LOT. EACH LOT OWNER OR POTENTIAL LOT OWNER IS HEREBY ADVISED TO OBTAIN A SOILS TEST AND RECOMMENDATION ON FOUNDATION PRIOR TO PURCHASING A LOT AND PRIOR TO COMMENCING CONSTRUCTION OF ANY STRUCTURE ON ANY LOT.
- 7.4 <u>Declarant Exemption</u>. Any and all Improvements constructed by Declarant and Declarant Related Entities on the Property are not subject to review and approval by the ACC and shall be exempt from the provisions of this Article.

ARTICLE VIII USE LIMITATIONS & RESTRICTIONS

8.1 <u>Master Declaration</u>: The Townhomes are subject to the Use Limitation & Restrictions set forth in the Master Declaration. The Townhomes Association may amend, with consent of the Master Association, to adopt additional or modify use restrictions applicable to the Townhomes Lots.

ARTICLE IX

INSURANCE

- 9.1 <u>Insurance Requirement.</u> The Association shall obtain insurance as required in this Declaration and as required by the Act. The Association may obtain insurance that provides more or additional coverage than the insurance required in this Declaration. Different policies may be obtained from different insurance carriers and standalone policies may be purchased instead of or in addition to embedded, included coverage, or endorsements to other policies. As used in this Article:
- (1) "Covered Loss" means a loss, resulting from a single event or occurrence that is covered by the Association's property insurance policy.
 - (2) "Dwelling Damage" means damage to a Dwelling.
- (3) "Dwelling Damage Percentage" means the percentage of total damage resulting in covered loss that is attributable to Dwelling Damage.
 - 9.2 <u>Property Insurance.</u>
 - (a) Hazard Insurance.
- (i) <u>Blanket Policy of Property Insurance</u>. The Association shall maintain a blanket policy of property insurance covering all Common Areas, Limited Common Areas, Buildings and Dwellings. Any blanket policy shall be in an amount not less than one hundred percent (100%) of current replacement cost of all property covered by such policy at the time the insurance is purchased and at each renewal date. The actual replacement cost of the property shall be determined by using methods generally accepted in the insurance industry.
- (b) <u>Flood Insurance</u>. If the property insured by the Association is not situated in a Special Flood Hazard Area, the Association may nonetheless, if approved by a majority of Owners, purchase flood insurance to cover water and flooding perils not otherwise covered by blanket property insurance.
- (c) <u>Earthquake Insurance</u>. The Association may, if approved by a majority of Owners, purchase earthquake insurance to cover earthquakes not otherwise covered by blanket property insurance.
- (d) <u>Associations Obligation to Segregate Property Insurance Deductible.</u> The Association shall keep an amount equal to the Association's property insurance policy deductible or \$10,000, whichever is less. This requirement shall not apply to any earthquake or flood insurance deductible.
- (e) <u>Association's Right to Not Tender Claims that are Under the Deductible.</u> If, in the exercise of its business judgment, the Board of Directors determines that a claim is likely not to exceed the Association's property insurance policy deductible the Association need not tender the claim to the Association's insurer.
- 9.3 <u>Comprehensive General Liability (CGL) Insurance.</u> The Association shall obtain CGL Insurance insuring the Association, the agents and employees of the Association, and the Owner, against liability incident to the use, ownership or maintenance of the Common Area or membership in the Association. The coverage limits under such policy shall not be less than One Million Dollars (\$1,000,000) covering all claims for death of or injury to any one person or property damage in any single occurrence.
- 9.4 <u>Director's and Officer's Insurance.</u> The Association shall obtain Directors' and Officers' liability insurance protecting the Board of Directors, the officers, and the Association against claims of wrongful acts, mismanagement, failure to maintain adequate reserves, failure to maintain books and records, failure to enforce the Governing Documents, and breach of contract (if available). The policy shall:
 - (a) Include coverage for volunteers and employees;
 - (b) Include coverage for monetary and non-monetary claims;

- (c) Provide for the coverage of claims made under any fair housing act or similar statute or that are based on any form of discrimination or civil rights claims; and
- (d) Provide coverage for defamation. In the discretion of the Board of Directors, the policy may also include coverage for any manager and any employees of the manager and may provide that such coverage is secondary to any other policy that covers the manager or any employees of the manager.
- 9.5 <u>Insurance Coverage for Theft and Embezzlement of Association Funds.</u> The Association may obtain insurance covering the theft or embezzlement of funds.
- Insurance proceeds for a loss under the Association's property insurance policy shall be payable to the Association; and shall not be payable to a holder of a security interest. Insurance proceeds shall be disbursed first for the repair or restoration of the damaged property if the property is to be repaired and restored as provided for in this Declaration. After any repair or restoration is complete and if the damaged property has been completely repaired or restored, any remaining proceeds shall be paid to the Association. If the property is not to be repaired or restored, then any proceeds remaining after such action as is necessary related to the property has been paid for, shall be distributed to the Owners and lien holders, as their interests remain with regard to the Dwellings. Each Owner hereby appoints the Association, as attorney-in-fact for the purpose of negotiating all losses related thereto, including: the collection, receipt of, and the execution of releases of liability, and the execution of all documents and the performance of all other acts necessary to administer such insurance and any claim. This power-of-attorney is coupled with an interest, shall be irrevocable, and shall be binding on any heirs, personal representative, successors or assigns of an Owner.
- 9.7 Owner Act Cannot Void Coverage under Any Policy. An Owner's act or omission may not void an insurance policy or be a condition to recovery under a policy.
- 9.8 <u>Owners' Individual Coverage.</u> **EACH OWNER SHOULD PURCHASE INDIVIDUAL INSURANCE COVERAGE IN THE AMOUNT RECOMMENDED BY THE OWNER'S INSURANCE AGENT.**
- 9.9 <u>Special Assessment.</u> If the damage or destruction to the Common Areas for which insurance proceeds are paid is to be repaired or reconstructed, and such proceeds are not sufficient to defray the cost thereof, the Board shall, without the necessity of a vote of the members, levy a special assessment against all Owners as provided in the Governing Documents.

ARTICLE X ANNEXATION & DE-ANNEXATION

10.1 <u>Annexation.</u> Additional phases of may be added to the Townhomes pursuant to the procedures set forth in the Master Declaration.

ARTICLE XI MISCELLANEOUS PROVISIONS

11.1 <u>Condemnation.</u> Whenever all of any part of the Common Areas shall be taken (or conveyed in lieu of and under threat of condemnation), the Board may act on behalf of the Association in

negotiating and completing such transaction.

- 11.2 <u>Damage & Destruction.</u> Immediately after damage or destruction by fire or other casualty to all or any part of the Common Areas covered by insurance written in the name of the Association, the Board, or its duly authorized agent shall proceed with the filing and adjustment of all claims arising under such insurance and obtain reliable and detailed estimates of the cost of repair or reconstruction of the damaged or destroyed Common Areas. Repair or reconstruction, as used in this paragraph, means repairing or restoring the Common Areas to substantially the same condition in which they existed prior to the fire or other casualty, allowing for any changes or improvements necessitated by changes in applicable building codes.
- (a) Any damage or destruction to the Common Areas shall be repaired or reconstructed unless Owners representing at least seventy-five (75%) percent of the total vote of the Association, shall decide within sixty (60) days after the casualty not to repair or reconstruct. If for any reason either the amount of the insurance proceeds to be paid as a result of such damage or destruction, or reliable and detailed estimates of the costs of repair or reconstruction, or both, are not made available to the Association within said period, then the period shall be extended until such information shall be made available; provided, however, such extension shall not exceed sixty
- (60) additional days. No mortgagee shall have the right to participate in the determination of whether the damage or destruction to Common Areas shall be repaired or reconstructed; provided, however, this provision shall not apply to construction mortgagees providing construction financing for such damaged property.
- (b) In the event, that it should be determined in the manner described above that the damage or destruction to the Common Areas shall not be repaired or reconstructed and no alternative improvements are authorized, then and in that event the affected portion of the Common Areas shall be restored to their natural state and maintained by the Association, in a neat and attractive condition.
- (c) If the damage or destruction to the Common Areas for which insurance proceeds are paid is to be repaired or reconstructed, and such proceeds are not sufficient to defray the cost thereof, the Board shall, without the necessity of a vote of the members, levy a special assessment against all Owners as provided in the Governing Documents.
- 11.3 <u>Severability</u>. Each of the covenants contained in this Declaration shall be independent of the others, and in the event that any one is found to be invalid, unenforceable, or illegal by a court of competent jurisdiction, the remaining covenants shall remain in full force and effect.
- 11.4 Consent, Power of Attorney, Waiver. By acceptance of a deed, lease, or other conveyance of an interest in Lot, each Owner or Occupant consents to the rights reserved to the Association in this Declaration, including but not limited to, the right to prepare, execute, file, process, and record necessary and appropriated documents and other items to establish and grant easements and to make necessary and appropriate amendments of this Declaration, the Plat and Bylaws. By such acceptance, each Owner or Occupant agrees to execute all documents and to do all other things as may be necessary or convenient to effect the same; and such acceptance shall be deemed an appointment of the Association, with full right of substitution, as the attorney-in- fact of such Owner or Occupant to execute such documents and to do such things on Owner's or Occupant's behalf; and such appointment, being coupled with an interest, shall be irrevocable for the specific period of the Association's reserved rights as set forth in this Declaration and shall not be affected by the disability of any such Owner or Occupant.
 - 11.5 No Representations and Warranties. Each Owner and occupant understand, agrees, and

acknowledges through taking title or residing in the Project that the Declarant, Association, and the Board have not made any representations or warranties of any kind related to the Project and that each Owner or occupant has not relied upon any reorientations or warranties, expressed or implied, including any warranty of merchantability or fitness for any particular purpose relative to the Project.

- Amendment. At any time while this Townhome Declaration is in effect, the covenants herein contained can be modified by the Declarant or Declarant' successors and assigns during the Class B Control Period at the sole discretion of the Declarant. Thereafter, the covenants herein contained can only be modified by the affirmative vote of the Owners representing not less than sixty-seven (67%) percent of the total votes of the Townhome Association. No meeting or voting shall be required for an amendment, if the required, written consent is obtained from the requisite number of Owners. The Townhome Association must receive written permission from the Master Board approving any amendment of the Townhome Declaration.
- 11.7 <u>Constructive Notice</u>. Every person who owns, occupies, or acquires any right, title or interest in any Lot in the Project is conclusively deemed to have notice of this Declaration and its contents, and to have consented to the application and enforcement of each of the provision of this Declaration against their Lot, whether or not there is any reference to this Declaration in the instrument by which they acquire interest in any Lot.
- 11.8 <u>Liberal Interpretation</u>. The provisions of this Declaration shall be interpreted liberally to further the goal of creating a uniform plan for the development of the Project. Headings are inserted for convenience only and shall not be considered in interpretation of the provisions. Singular will include plural, and gender is intended to include masculine, feminine and neuter as well.
- 11.9 <u>Right to Modify Lot Boundaries and Interior Boundary Lines</u>. Declarant reserves the unilateral right to modify Lot boundaries and interior boundary lines and/or combine Lots so long as it owns the Lots; provided, however, such changes may not extensively alter the boundaries of the Common Area and facilities nor change the percentages of ownership interest.
- 11.10 <u>Violation Deemed a Nuisance</u>. Any violation of these covenants that is permitted to remain on the Property is deemed a nuisance and is subject to abatement by the Association.
- (a) Any single or continuing violation of the covenants contained in this Declaration may be enjoined in an action brought by the Association. In any action brought to enforce these covenants, the prevailing party shall be entitled to recover as part of its judgment the reasonable costs of enforcement, including reasonable attorney fees and court costs.
- (b) Nothing in this Declaration shall be construed as limiting the rights and remedies that may exist at common law or under applicable federal, state or local laws and ordinances for the abatement of nuisances, health and safety, or other matters. This Declaration is to be construed as being in addition to those remedies available at law.
- (c) The remedies available under this Declaration and at law or equity generally are not to be considered as exclusive, but rather as cumulative.
- (d) The failure to take enforcement action shall not be construed as a waiver of the contents contained in this Declaration in the future or against other similar violations.
- 11.11 <u>Association Litigation</u>. Any association litigation shall be subject to procedures and requirements set forth in the Master Declaration.

- 11.12 <u>Repurchase Option for Construction Defect Claims</u>. Declarant retains a repurchase option as set forth in the Master Declaration.
- 11.13 <u>Amendment Requires Consent of Declarant</u>. Notwithstanding any other provision of this Townhome Declaration, during the Class B Period, this Townhome Declaration and its subsections may not be amended except with the prior written consent of the Declarant.

[Remainder of page intentionally left blank. Signatures appear on the following page.]

Signature Page

to

DECLARATION OF COVENANTS, CONDITIONS & RESTRICTIONS

for

MAPLETON VILLAGE TOWNHOMES

A Neighborhood Sub-association within Mapleton Village Master Community (Utah County, Utah)

IN WITNESS WHEREOF, the Declarant has executed this Master Declaration as of the day set forth below.

DECLARANT:

SALISBURY DEVELOPERS, INC., a Utah Corporation

By: Rick M. Salisbury, President
Date: 8/17/86

The foregoing instrument was acknowledged before me this day of , , , personally appeared before me Rick M. Salisbury, who did say that he is the President of Salisbury Developers, Inc., and that the within and foregoing instrument was signed on behalf of said corporation by authority and said president duly acknowledged to me that said corporation approved the same.

Notary Bublis

JUSTIN GEE

NOTARY PUBLIC - STATE OF UTAH

COMMISSION# 706861

COMM. EXP. 06-18-2023

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EXHIBIT A Legal Description of the Property

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MAPLETON VILLAGE, PLAT A, TOWNHOME AREA

A portion of the Northwest Quarter and the Northeast Quarter of Section 27, Township 8 South, Range 3 East, Salt Lake Base & Meridian, Mapleton, Utah, more particularly described as follows:

Beginning at a point located S0°03'08"E along the section line 2270.29 feet and West 2271.59 feet from the Northeast Corner of Section 27, T8S, R3E, S.L.B.& M.; thence S24°55'13"E 68.42 feet; thence South 241.40 feet; thence West 23.50 feet; thence South 139.97 feet; thence S89°28'20"W 330.19 feet; thence North 87.51 feet; thence West 31.44 feet; thence along the arc of a curve to the right 58.01 feet with a radius of 66.00 feet through a central angle of 50°21'39", chord: N64°49'10"W 56.16 feet; thence along the arc of a curve to the left 33.72 feet with a radius of 25.00 feet through a central angle of 77°17'14", chord: N78°16'57"W 31.22 feet; thence N53°19'59"E 79.81 feet; thence along the arc of a nontangent curve to the left 136.04 feet with a radius of 431.72 feet through a central angle of 18°03'16", chord: N45°35'42"E 135.48 feet; thence along the arc of a non-tangent curve to the right 121.92 feet with a radius of 377.00 feet through a central angle of 18°31'44", chord: N47°29'22"E 121.39 feet; thence along the arc of a curve to the right 214.63 feet with a radius of 1477.00 feet through a central angle of 08°19'33", chord: N60°55'01"E 214.44 feet; to the point of beginning.

Contains: ±2.94 acres.

 $\frac{EXHIBIT\;B}{Bylaws\;for\;Mapleton\;Village\;Townhome\;Owners\;Association,\;Inc.}$

<u>EXHIBIT C</u> Mapleton Village Townhomes Maintenance Chart

The following Maintenance Chart is intended to be a quick reference guide for the division of responsibility for maintenance, repair and replacement of Common Areas, Limited Common Areas, and Dwellings between the Mapleton Village Townhome Owners Association, Inc ("Association") and Owners. In the event of conflict, the terms of the Declaration of Covenants, Conditions, and Restrictions of Mapleton Village Townhomes ("Declaration") will control over this Maintenance Chart. Unless otherwise expressly stated, the respective responsibilities identified below include the obligation to clean, maintain, repair, and replace, as necessary.

Dwellings	Association	Owner
All interior and exterior doors, including thresholds, door jambs, hinges, doorbells, chimes, handles and locks		X
All interior paneling, tile, wallpaper, paint, carpet, finished interior flooring, fireplaces, and any other materials constituting the finished interior surfaces of floors, ceilings, or walls		X
All drywall, wallboard, or similarly functioning materials within the Dwelling		X
All framing, insultation and other materials associated with interior nonbearing walls		X
All windows, windowsills (including the regular cleaning and clearing of clogged weep holes), window screens, window frames and skylights, including the interior and exterior cleaning of such windows and any door glass (If the Association elects to arrange for exterior cleaning, Owners will be assessed as a common expense)		X
The paint and any other decorative finish inside the opening to any skylight	-	X
All sewer and drainage pipes, water, power and other utility lines and any wiring related to the provisions of television, telephone, or internet services, to the extent serve a single Dwelling.		X
All plywood decking and similar materials on interior floors		X
Any of the following located wherever they might be located (inside or outside of the Dwelling) that serve an Owners' Dwelling exclusively: lighting fixtures (including lighting particular to a porch or patio but not		X

including exterior lighting attached to a Dwelling for the purpose of lighting Common Area outside of those areas), fans, plumbing fixtures, including plumbing pipes and lines, stoves, refrigerators, hot water heaters, air conditioning Dwellings (including compressors, wiring to such Dwellings, condensers, ducting and forced air Dwellings), intercoms, security systems and such other appliances, fixtures and decorations.		
Driveways serving the Dwelling, sidewalks serving just the Dwelling, and concrete pads within garages and Dwellings (not including foundations)	·	X
Garage doors and garage door openers		X
Fences surrounding a Dwelling's Limited Common Area. If a fence forms the boundary of Limited Common Areas to two Dwellings, the Owners of such Dwellings shall equally share the cost		X
Community perimeter or other wing style fencing as part of the original construction	X	
Any modification or repair to the Dwelling necessary to mitigate any radon gas or other naturally occurring environmental contaminate.		X
Exterior of Dwelling, porches, patios and similar areas should be kept <u>clean and sanitary</u> (repair and replacement of these elements is addressed below)		Х
All foundations (excluding concrete pads within a Dwelling)		X
All framing and structural components in ceilings and floors		X
All framing, structural components, and insulation in exterior and bearing walls		X
All framing, structural and all components that are a part of the outside surface of all exterior walls and outside surfaces of the Dwellings		X
Exterior surfaces of the Dwelling structures and all components that are a part of the outside surface of all exterior walls, outside surfaces of the Dwellings	X	
Framing, structural components and insulation in any walls common to two (2) Dwellings.		X
Any patios, porches, decks, and stairways on the exterior of any Dwelling and any railings associated therewith		X
Roofs (including shingles underlayment but excluding other structural elements), rain gutters, downspouts, and window wells	X	
Vents that serve a single Dwelling or piece of equipment serving only that Dwelling		X

Sidewalks in the Common Area, and sidewalks serving two or more Dwellings	X	
Sidewalks serving only one Dwelling		X
Private roadways, private alleys, and parking stalls located within the Project and not otherwise maintained by a municipal entity	X	
Equipment, fixtures, attachments, HVAC, utilities serving only an individual Dwelling		X
Utilities serving more than one Dwelling and not maintained by the City	X	

Lot & Grounds	Association Owner	
Common Areas, open space, private road, and parks	X	
Maintenance, repair, and replacement of visitor parking	X	
Driveways, sidewalks serving one Dwelling, porches, steps, rear yards		X
Landscaping in the Subdivision, including Lots and Common Areas. (Owners must provide access to any fenced portions of their Lot and cooperate with the Association and its landscaper to maintain Lot to be	X	
conducive to necessary landscape maintenance.)		
Replacement of landscaping, trees, and bushes in the Common Areas.	X	
Replacement of landscaping, trees and bushes on a Lot or Limited Common Areas (Association may perform the work but Owner is responsible for the cost)		Х
Pressurized irrigation system in the entire community (both Common Areas and Lots)	X	
Maintenance, repair, and replacement of existing, freestanding light posts adjacent to Common Areas	X	
Snow removal on the Limited Common Areas driveway, sidewalks serving the Owner's Dwelling and any Common Area sidewalk adjacent to the Owner's Dwelling and any porches or patios (may be modified by Association rules)		X
Snow removal from the Common Area	X	
Fencing: perimeter fencing for the entire subdivision	X	
Driveways (unless modified by Association Rule)		X
Any other elements not expressly maintained by the Association		X
Community Mailboxes	X	

MISCELLANEOUS	Association	Owner
Any damage to a Dwelling or Common Area caused by an Owner, resident, tenant, guest, invitee, or contractor hired by an Owner.		X
The Association's deductible for any covered loss that is applicable to coverage under an Association's insurance policy		Х

BYLAWS

of

MAPLETON VILLAGE TOWNHOME OWNERS ASSOCIATION, INC. (A Sub-association within the Mapleton Village Master Community)

The following are the Bylaws of Mapleton Village Townhome Owners Association, Inc. ("Townhome Bylaws"), a Utah nonprofit corporation Community (the "Townhome Association"), which is a sub-association in the Mapleton Village Master Community. Upon recordation of these Townhome Bylaws, they are binding upon the Townhome Association and all present and future Owners and/or occupants.

These Townhome Bylaws have also been duly approved by the Declarant or the Master Association.

ARTICLE I - DEFINITIONS

1.1 <u>Definitions</u>. All terms used but not defined herein shall have the meanings given them under that certain Declaration of Covenants, Conditions & Restrictions for Mapleton Village Townhome, a Sub-association of the Mapleton Village, a Master Community, of even date and recorded in the official records of the Utah County Recorder's Office, as amended (hereinafter "Townhome Declaration"). In addition, definitions within the Master Declaration for the Mapleton Village Master Community may also be applicable in the event such definitions are not within the Townhome Declaration.

ARTICLE II - MEETINGS OF MEMBERS

- Annual Meetings. An annual meeting of the Owners shall be held no less than once each calendar year at a location and time designated by the Board of Directors for the Townhome Association ("Townhome Board"). The Townhome Board may set the date, time, and location of the annual meeting in accordance with Section 2.3 below, which locations may include virtual or electronically held meetings through available technology. During the Class B Control Period, annual meetings shall not be required but may be held in the sole discretion of Declarant.
- 2.2 <u>Special Meetings</u>. Special meetings of the Owners may be called at the request of the Townhome Board, or, following the Class B Control Period, upon written request of the Owners holding at least fifty-one percent (51%) of the total eligible votes of the membership. Notwithstanding, the Townhome Board remains the only authorized body to act for and on behalf of the Townhome Association. During the Class B Control Period, only the Declarant may call Special Meetings.
- 2.3 <u>Notice of Meetings</u>. Unless an Owner requests in writing that all notices be provided to said Owner by U.S. mail, all notices shall be given by, or at the direction of, the Townhome Board via electronic communication, which may include but is not limited to: email, text, voicemail, or posted on the community website (if applicable).

Notice shall be provided at least ten (10) days before a meeting, but no more than sixty (60) days, to each Owner at the email or electronic address provided by the Owner. Said notice is effective upon sending the email or electronic communication. Notices provided by U.S. mail shall be sent via U.S. First Class Mail and effective upon deposit in the mail. Such notice shall specify the location, day and time of the meeting, and, in the case of a special meeting, the purpose of the meeting.

(a) Upon becoming an Owner of the Townhome Association, or upon the written request by the Townhome Association, Owners shall provide a valid email address or other requested electronic information for purpose of notification related to the Townhome Association unless the Owner has opted out by providing a written request for notice by U.S. Mail. If no address is registered with the

Townhome Association, an Owner's Lot/Unit address shall be deemed to be their registered address for purposes of notice.

- (b) The location of meetings may also occur virtually, telephonically, or through other available technology.
- Quorum. Unless otherwise specifically set forth in the Townhome Declaration, at any meeting of Owners, a quorum shall be established by those Owners present, in person or by proxy, at a properly noticed meeting. Notwithstanding, the Townhome Board remains the only authorized body to act for and on behalf of the Townhome Association. Further, a majority of those Owners present in person or proxy at such meeting may vote to reschedule the meeting based upon low attendance. Otherwise, the meeting shall proceed as scheduled.
- 2.5 <u>Proxies</u>. At all meetings of Owners, each Owner may vote in person or by proxy. All proxies shall be in writing, signed by the Owner, and filed with the Townhome Board at or before said meeting. Notwithstanding, any proxy delivered to the Townhome Board at the meeting must be provided no later than any point in the meeting announced as the final time to deliver proxies. The proxy form provided with any notice of meeting may also provide additional requirements and a deadline to return proxies. Every proxy shall be revocable and shall automatically terminate upon conveyance by the Owner of their Lot/Unit. If conflicting proxy votes for an Owner or Lot/Unit exist, said proxy votes will not be counted.
- 2.6 <u>Conduct of Meetings</u>. The Townhome Board, or its authorized representatives, shall preside over all meetings. The Secretary or other authorized person shall keep and maintain minutes of all meetings. The Townhome Board may adopt further policies and procedures with regard to conduct at a Townhome Association meeting.
- (a) <u>Recording</u>. No person, whether an Owner, occupant, owner representative, or other third party is permitted to record (whether audio, video, transcription or combination) any Townhome Association meeting, work session or similar event regardless of the location without the written consent of the Townhome Association.
- 2.7 Action Taken Without a Meeting. Under the direction of the Townhome Board, any action that may be taken at any annual or special meeting of Owners may be taken without a meeting and without prior notice, if one or more consents in writing, setting forth the action taken, are signed by the Owners having not less than the minimum voting power that would be necessary to authorize or take the action at a meeting at which all Owners eligible to vote on the action were present and voted, unless a different approval percentage for the action is specifically set forth in the Townhome Declaration. The Townhome Board may obtain such approvals and conduct business through mail or email/electronic ballots.

Ballots shall set forth each proposed action and provide the option of voting for or against each proposed action. The ballot must specify the period of time, up to 120 days, during which the Townhome Association shall accept written ballots. Following this period, the Townhome Association shall provide notice if such action was approved.

2.8 <u>Voting</u>. Only an Owner that is current on all assessments and charges due and owing at least thirty (30) days prior a duly noticed meeting shall be deemed in good standing and eligible vote. The Townhome Association shall have two (2) classes of voting membership, Class "A" and Class "B," as set forth in the Townhome and Master Declarations.

The votes appurtenant to any one Lot/Unit may not be divided between Owners of such Lot/Unit and all such votes appurtenant to any one Lot/Unit shall be voted in one block. If the vote of a majority of the

Owners of a Lot/Unit cannot be determined, no vote shall be cast in relation to such Lot/Unit. The Townhome Association shall honor the vote of: a duly authorized trustee or successor trustee of a trust that is an Owner; the duly authorized representative of a legal entity that is an Owner; and shall honor the vote of an individual that is a holder of a Limited or General Durable Power of Attorney with respect to an Owner as though such vote were the vote of the Owner.

ARTICLE III - BOARD, SELECTION AND TERM OF OFFICE

- 3.1 Number & Tenure. Except for the Board members appointed by Declarant during the Class B Control Period, which may delegate duties as set forth in the Articles and these Townhome Bylaws, the affairs of the Townhome Association shall be managed by a Board of Directors composed of three (3) individuals. At the first meeting of the Owners at which the election of Directors will take place following the Class B Control Period, the candidate who receives the most votes shall serve as a Director for three (3) years. The candidate that receives the second highest number of votes shall serve as a Director for two (2) years, and the third candidate who receives the third highest number of votes shall serve as Director for one (1) year. At each annual election, the successor to the Director whose term shall expire in that year shall be elected to hold office for the term of (3) years. Any change in the number of Directors may be made only by amendment of these Townhome Bylaws. The members of the Board of Directors shall serve until their respective successors are elected, or until their death, resignation or removal.
- 3.2 Advisory Board Member. During the Class B Control Period and prior to turnover of the Townhome Association to Owner control, the Declarant and/or Townhome Board may identify an owner(s) to be an advisory member of the Townhome Board and participate in Townhome Board meetings and activities. This advisory member(s) shall not vote.
- 3.3 <u>Eligibility</u>. Following the Class B Control Period, all members of the Townhome Board shall be Owners or an Owners' spouse or legal partner. Notwithstanding, only one member of a single household can be a member of the Townhome Board at any one time. Nothing herein shall prevent a Director from serving on both the Master Association and a sub-association. Notwithstanding, situations could arise between the Master Association and sub-association, where individual Directors may need to recuse themselves from certain votes and/or decisions.
- Resignation & Removal. A Director may resign at any time by delivering a writtenresignation to either the President or the Townhome Board. Unless otherwise specified therein, such
 resignation shall take effect upon delivery. Any Director, except during Class B Control Period, may be
 removed from the Townhome Board, with or without cause, by a vote of at least (51%) of the Owners of
 the Townhome Association. In the event of death, resignation or removal of a Director, their successor shall
 be selected by the remaining Directors and shall serve for the unexpired term of their predecessor.
- 3.5 <u>Compensation</u>. No Director shall receive compensation for any service he may render to the Townhome Association. However, any Director may be reimbursed for actual and approved expenses incurred in the performance of their duties.
- 3.6 <u>No Estoppel or Reliance</u>. No one may rely upon any authorization (from the Townhome Board or otherwise) contrary to the terms and conditions of the Governing Documents regardless of circumstances. No claim of estoppel, waiver or similar equitable claims or defense may be raised by anyone related to any alleged reliance.
- 3.7 <u>Records Retention</u>. The Townhome Board shall take appropriate action to develop, implement and update procedures for record retention. The Townhome Board should maintain documents

in a manner to be easily accessible and copied. The Townhome Board may budget specifically for this expense and may seek the advice of consultants in developing retention procedures.

ARTICLE IV - NOMINATION AND ELECTION OF DIRECTORS

- 4.1 <u>Nomination</u>. Following the Class B Control Period, Nomination for election to the Townhome Board may be made by the Townhome Board, Owners from the floor at the annual meeting, or pursuant to other written notice and procedures established by the Townhome Board.
- 4.2 <u>Election.</u> Following the Class B Control Period, the election of Directors may be by vote or written ballot, as determined at the discretion of the Townhome Board. The persons receiving the largest number of votes shall be elected. Cumulative voting is not authorized. The Townhome Association may utilize available technology for casting and counting votes.

ARTICLE V - MEETINGS OF THE TOWNHOME BOARD

- 5.1 <u>Regular Meetings.</u> Regular meetings of the Townhome Board shall be held at least annually, or more frequently as determined by the Townhome Board. All notices shall be provided by email or other electronic means. Directors are required to provide an email or electronic address for purposes of notice of Townhome Board meetings. Notice shall be provided at least five (5) days before a meeting, but no more than thirty (30) days. During the Class B Control Period, board meetings shall not be required but may be held in the sole discretion of Declarant.
- (a) Owners, and Owner representatives (if designated in writing in advance) may attend Townhome Board meetings and may be present for all discussions, deliberations, and decisions except when the Townhome Board is in executive session. Owners shall comply with all reasonable rules established by the presiding officer for their attendance. The Townhome Board may limit Owners' comments and/or questions to a specific period of time within the meeting. The Townhome Board shall provide email notice to Owners that have requested, in writing, to be notified of Townhome Board Meetings and have provided a valid email address.
- 5.2 <u>Special Meetings</u>. When, in the discretion of the President or two members of the Townhome Board, circumstances require that a meeting be held sooner than the required five (5) days' notice for a regular meeting, a special meeting may be called by the President or by any two (2) Directors, after not less than twenty-four (24) hours' notice to each Director. During the Class B Control Period, only the Declarant may call Special Meetings.
- 5.3 Quorum. A majority of the number of Directors shall constitute a quorum for the transaction of business. Every act or decision done or made by a majority of the Directors present at a duly held meeting at which a quorum is present shall be regarded as the act of the Townhome Board.
- 5.4 <u>Conduct of Meetings</u>. The Townhome Board, or its authorized representatives, shall preside over all meetings. The Secretary or other authorized person shall keep and maintain minutes of all meetings. The Townhome Board may adopt further policies and procedures with regard to conduct at a Townhome Board meeting.
- (a) <u>Recording</u>. No person, whether an Owner, occupant, owner representative, or other third party is permitted to record (whether audio, video, transcription or combination) any Board meeting, work session or similar event regardless of the location without the written consent of the Townhome Association.

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5.5 Action Taken Without a Meeting. The Directors may take any action in the absence of a meeting which they could take at a meeting by obtaining the written approval of a majority of the Directors. Any action so approved shall have the same effect as though taken at a meeting of the Townhome Board.

ARTICLE VI - POWERS AND DUTIES OF THE BOARD

6.1 <u>Powers and Duties</u>. The Townhome Board shall have all of the powers and duties necessary for the administration of the affairs of the Townhome Association in accordance with the provisions of the Governing Documents and Utah law. The Townhome Board may delegate its authority to manager(s), subject to any limitations or provisions contained in the Governing Documents.

ARTICLE VII - OFFICERS AND THEIR DUTIES

- 7.1 <u>Enumeration of Officers</u>. The officers of this Townhome Association shall be a president, secretary, and treasurer, or as otherwise designated by the Townhome Board. Notwithstanding, during the Class B Control Period, Declarant may manage the Townhome Association as set forth in the Townhome Articles.
- 7.2 <u>Election of Officers</u>. The election/appointment of officers shall take place at the first Townhome Board meeting following the annual meeting of the Owners. Officers shall serve in their office for a period of one (1) year. Notwithstanding, nothing in these Townhome Bylaws prevent an officer or directors from being re-elected to their respective positions.
- 7.3 Special Appointments. The Townhome Board may elect such other officers as the affairs of the Townhome Association may require, each of whom shall hold office for such period, have such authority, and perform such duties as the Townhome Board may, from time to time, determine. Appointed Officers may be removed by the Townhome Board with or without cause.
- 7.4 <u>Resignation and Removal</u>. Any officer may resign at any time by delivering a written resignation to any Director or to any Manager. Unless otherwise specified therein, such resignation shall take effect upon delivery. Any officer may be removed and replaced by a majority of the Townhome Board of Directors at any time, with or without cause. In the event of death, resignation or removal of an officer, their successor shall be selected by the Townhome Board and shall serve for the unexpired term of their predecessor.
- 7.5 <u>Duties</u>. The Townhome Board may adopt policies and resolutions to define the respective duties of Directors and Officers.
- 7.6 <u>Committees</u>. The Townhome Board may appoint such committees as deemed appropriate in carrying out its purposes. A committee shall not have any powers, duties, or responsibilities beyond those specifically assigned by the Townhome Board. The Townhome Board may terminate any committee at any time.

ARTICLE VIII - MISCELLANEOUS

8.1 <u>Waiver of Procedural Irregularities</u>. All inaccuracies and irregularities in calls or notices of meetings, in the manner of voting, in the form of proxies, in the method of asserting persons present, in the method of making decisions, or in the method of accepting or counting votes shall be deemed waived under the following circumstances:

- (a) If the objecting person attended the meeting and no objection to the particular procedural issue was made at the meeting;
- (b) If the objecting person was not in attendance at the meeting but had proper notice of the meeting; or
 - (c) 12 months following the meeting.
- 8.2 <u>Requirements for Objections</u>. All objections except those made at a meeting shall be in writing. Whenever made, objections must specifically describe the circumstances giving rise to the objection and reference the specific provision of the Governing Documents or law that is alleged to have been violated, with a brief statement of the facts supporting the claimed violation.
- 8.3 <u>Irregularities that Cannot Be Waived</u>. Any irregularity that is the result of fraud or that was done knowingly and intentionally in violation the Governing Documents or Utah law.
- 8.4 <u>Fiscal Year.</u> The fiscal year of the Townhome Association shall begin on the first day of January and end on the 31st day of December of every year, except that the first fiscal year shall begin on the date of incorporation.
- 8.5 Amendment. During the Class B Control Period, these Townhome Bylaws may be amended at any time by the Declarant. Following the Class B Control Period, these Townhome Bylaws may be amended by Owners holding at least fifty-one percent (51%) of the total eligible votes of the membership and with written approval of the Master Association. An amendment to these Townhome Bylaws shall be effective immediately upon recordation in the Office of the Utah County Recorder, State of Utah.

The foregoing Townhome Bylaws are adopted by the undersigned and made effective upon recordation in the Office of the Utah County Recorder, State of Utah. Pursuant to Utah Code § 16-6-801(2)(b) and the Townhome Articles, the Declarant, Salisbury Developers, Inc. is authorized to execute these Townhome Bylaws and may act for the Board during the Class B Control Period.

ACKNOWLEDGMENT

In witness hereof, undersigned hereby signs and executes these Master Bylaws on behalf of the Townhome Association.

DATED: 817 2022 DECLARAN

SALISBURY DEVELOPERS, INC., a Utah Corporation

By: Rick M. Salisbury, President

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ARTICLES OF INCORPORATION

of

MAPLETON VILLAGE TOWNHOME OWNERS ASSOCIATION, INC. (A Sub-association within Mapleton Village, a Master Community)

The undersigned person, acting as incorporator of a non-profit corporation pursuant to the Utah Code § 16-6a-201(1), hereby adopts the following Articles of Incorporation (the "Articles") of Mapleton Village Townhome Owners Association, Inc. (the "Association").

ARTICLE I - NAME, PRINCIPAL ADDRESS & DURATION

- 1.1 The name of this nonprofit corporation is Mapleton Village Townhome Owners Association, Inc.
 - 1.2 The Association's principal address shall be:

494 West 1300 North Springville, Utah 84663

Such principal address may be modified at any time by appropriate filing with the Utah Division of Corporations by an authorized officer or representative of the Association without amendment to these Articles.

1.3 The duration of the Association shall be perpetual unless earlier dissolved pursuant to law.

ARTICLE II - DEFINITIONS

2.1 Definitions. All terms used but not defined herein shall have the meanings given them under the certain Declaration of Covenants, Conditions and Restrictions of Mapleton Village Townhomes, a neighborhood Sub-association within Mapleton Village Master Community, recorded in the Official Records of the Utah County Recorder's Office (the "Townhome Declaration"), as amended and supplemented from time to time. In addition, definitions within the Master Declaration of Covenants, Conditions, and Restrictions for Mapleton Village (the "Master Declaration") may also be applicable in the event definitions are not within the Townhome Declaration. The term "Member" shall mean and refer to those persons entitled to membership in the Association, as provided in the Townhome Declaration and these Articles.

ARTICLE III -REGISTERED AGENT & OFFICE

3.1 The name and address of the initial registered agent of the Association is:

NAME

<u>ADDRESS</u>

Salisbury Developers, Inc.

494 West 1300 North

a Utah corporation

Springville, UT 84663

Such agent and office may be modified at any time by appropriate filing with the Utah Division of Corporations by an authorized officer or representative of the Association without amendment to these Articles.

ARTICLE IV – INCORPORATOR

4.1 Pursuant to Utah Code §§ 16-6a-201(1) and 202, the name and address of the incorporator of the Association are as follows:

NAME

ADDRESS

Salisbury Developers, Inc. a Utah corporation

494 West 1300 North Springville, UT 84663

Page 1 of 4 - Articles of Incorporation for Mapleton Village Townhome Owners Association, Inc.

ARTICLE V - BOARD OF DIRECTORS & AUTHORIZED PERSONS

- 5.1 Declarant shall appoint three natural persons to serve as the initial Board of Directors. Until Period of Declarant Control ceases and is automatically converted to a Class A pursuant to the terms of the Townhome Declaration, Declarant, its successors and assigns, shall have the right to appoint, remove and replace all the members of the Board at any time in its sole discretion.
- 5.2 Pursuant to Utah Code § 16-6-801(2)(b), these Articles hereby authorize Declarant, Salisbury Developers, Inc., a Utah corporation, to exercise all powers and authority of the Board of Directors during the Period of Declarant Control. Declarant, in its sole discretion, may act for and on behalf of the Board and the Association. Accordingly, during the Period of Declarant Control, the directors are relieved from such authority and duty.

ARTICLE VI – MEMBERSHIP SHARES AND VOTING RIGHTS

- 6.1 <u>Membership/Shares</u>. Every Owner shall be a Member of the Association. Declarant shall be deemed a Member of the Association, as set forth in the Townhome Declaration. Membership in the Association shall be mandatory, shall be appurtenant to the Lot in which the Owner has the necessary interest, and shall not be separated from the Lot to which it appertains. The Association shall not issue shares of stock. Neither the issuance nor the holding of shares of stock shall be necessary to evidence membership in the Association.
- 6.2 <u>Voting Rights</u>. The Members of the Association shall have voting rights, as set forth in the Bylaws and/or Townhome Declaration.
- 6.3 <u>Membership List</u>. The Association may for all purposes act and rely on the information concerning Members and Lot ownership that is obtained from the office of the County Recorder. The address of a Member shall be deemed to be the address of the residence situated on such Member's Lot unless the Association is otherwise advised in writing.

ARTICLE VII - POWERS AND PURPOSES

- 7.1 <u>Purpose</u>. The Association is organized and shall be operated as a nonprofit corporation for the purpose of enforcing the terms and conditions of Governing Documents and otherwise administering any Common Areas, Limited Common Areas, or facilities for the benefit of Members.
- 7.2 <u>Powers</u>. The Association shall have all of the powers conferred upon it by the Governing Documents, as amended, including all powers conferred by the Utah Revised Nonprofit Corporation and Utah Community Association Acts, and as otherwise allowed by law.
- 7.3 <u>Non-Profit</u>. The Association is not organized for pecuniary profit. No dividend shall be paid to any of its Members, Directors, Officers, or any other person.

ARTICLE VIII - MISCELLANEOUS

- 8.1 Amendment. Following the Period of Declarant Control, any amendment to these Articles shall require the consent of at least sixty-seven percent (67%) of all eligible votes. During the Period of Declarant Control, the Declarant may amend these Articles in Declarant's sole discretion.
- 8.2 <u>Dissolution</u>. Dissolution may occur consistent with the Declaration and the Utah Revised Non-profit Corporation Act, which dissolution proposal must be approved by Members holding not less than seventy-five percent (75%) of the voting interest of the Association. During the Period of Declarant Control, dissolution shall also require the written consent of Declarant. Upon dissolution, the assets of the Association shall transfer or be divided among Members, as required by law.
- 8.3 <u>Manager</u>. Declarant (and the Board following the Period of Declarant Control) may utilize the assistance of professional community management to carry out duties and functions authorized by these Articles.

- 8.4 Rules, Policies & Resolutions. The Association may adopt, amend, and repeal rules, policies and resolutions for the regulation and management of the affairs of the Association consistent with the Governing Documents and the Act.
- 8.5 <u>Interpretation</u>. The captions that precede the various portions of these Articles are for convenience only and shall in no way affect the manner in which any provision hereof is construed. Whenever the context so requires, the singular shall include the plural, the plural shall include the singular, the whole shall include any part thereof, and any gender shall include all genders. The invalidity or unenforceability of any provision contained in these Articles shall not affect the validity or enforceability of the remainder hereof. These Articles have been prepared in conjunction with the Bylaws and Townhome Declaration and should be read and construed in light of that fact and liberally so as to affect all the purposes of these instruments.
- 8.6 <u>Indemnification</u>. No director, officer, managing agent, committee member, or authorized person acting on behalf of the Association shall be personally liable for any obligations of the Association or for any duties or obligations arising out of any acts or conduct of said person. The Association shall and does hereby indemnify and hold harmless each person who shall serve in such capacity, as well as such person's heirs and administrators, from and against any and all claims, judgments, and liabilities to which such persons shall become subject, by reason of that person having heretofore or hereafter been a director, officer, managing agent, committee member or authorized person by reason of any action alleged to have been taken or omitted to have been taken by them in such capacity, and the Association shall advance and reimburse any such person for all legal and other expenses reasonably incurred in connection with any such claim or liability. The right of any person to be indemnified shall be subject always to the right of the Association, in lieu of such indemnity, to settle any such claim, action, suit, or proceeding at the expense of the Association by the payment of the amount of such settlement and the costs and expenses incurred in connection therewith.

[Remainder of page intentionally left blank. Signatures appear on the following page.]

Signature Page to Articles of Incorporation for Mapleton Village Townhome Owners Association, Inc.

INCORPORATOR ACKNOWLEDGMENT

In witness hereof, the undersigned hereby s	signs and executes these Articles as of the date set forth below.
DATED:	INCORPORATOR:
	SALISBURY DEVELOPERS, INC., a Utah Corporation
	By: Rick M. Salisbury, President
REGISTE	RED AGENT ACCEPTANCE
The undersigned, the person name agent consents to such appointment this	ed in the foregoing Articles of Incorporation as the registered day of 2022.
	SALISBURY DEVELOPERS, INC., a Utah Corporation
	By: Rick M. Salisbury, President

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ARTICLES OF INCORPORATION

of

MAPLETON VILLAGE TOWNHOME OWNERS ASSOCIATION, INC.

(A Sub-association within Mapleton Village, a Master Community)

The undersigned person, acting as incorporator of a non-profit corporation pursuant to the Utah Code § 16-6a-201(1), hereby adopts the following Articles of Incorporation (the "Articles") of Mapleton Village Townhome Owners Association, Inc. (the "Association").

ARTICLE I - NAME, PRINCIPAL ADDRESS & DURATION

- 1.1 The name of this nonprofit corporation is Mapleton Village Townhome Owners Association, Inc.
 - 1.2 The Association's principal address shall be:

494 West 1300 North Springville, Utah 84663

Such principal address may be modified at any time by appropriate filing with the Utah Division of Corporations by an authorized officer or representative of the Association without amendment to these Articles.

1.3 The duration of the Association shall be perpetual unless earlier dissolved pursuant to law.

ARTICLE II - DEFINITIONS

2.1 Definitions. All terms used but not defined herein shall have the meanings given them under the certain Declaration of Covenants, Conditions and Restrictions of Mapleton Village Townhomes, a neighborhood Sub-association within Mapleton Village Master Community, recorded in the Official Records of the Utah County Recorder's Office (the "Townhome Declaration"), as amended and supplemented from time to time. In addition, definitions within the Master Declaration of Covenants, Conditions, and Restrictions for Mapleton Village (the "Master Declaration") may also be applicable in the event definitions are not within the Townhome Declaration. The term "Member" shall mean and refer to those persons entitled to membership in the Association, as provided in the Townhome Declaration and these Articles.

ARTICLE III -REGISTERED AGENT & OFFICE

3.1 The name and address of the initial registered agent of the Association is:

NAME

ADDRESS

Salisbury Developers, Inc.

494 West 1300 North

a Utah corporation

Springville, UT 84663

Such agent and office may be modified at any time by appropriate filing with the Utah Division of Corporations by an authorized officer or representative of the Association without amendment to these Articles.

ARTICLE IV - INCORPORATOR

4.1 Pursuant to Utah Code §§ 16-6a-201(1) and 202, the name and address of the incorporator of the Association are as follows:

NAME

ADDRESS

Salisbury Developers, Inc. a Utah corporation

494 West 1300 North Springville, UT 84663

Page 1 of 4 - Articles of Incorporation for Mapleton Village Townhome Owners Association, Inc.

ARTICLE V - BOARD OF DIRECTORS & AUTHORIZED PERSONS

- 5.1 Declarant shall appoint three natural persons to serve as the initial Board of Directors. Until Period of Declarant Control ceases and is automatically converted to a Class A pursuant to the terms of the Townhome Declaration, Declarant, its successors and assigns, shall have the right to appoint, remove and replace all the members of the Board at any time in its sole discretion.
- 5.2 Pursuant to Utah Code § 16-6-801(2)(b), these Articles hereby authorize Declarant, Salisbury Developers, Inc., a Utah corporation, to exercise all powers and authority of the Board of Directors during the Period of Declarant Control. Declarant, in its sole discretion, may act for and on behalf of the Board and the Association. Accordingly, during the Period of Declarant Control, the directors are relieved from such authority and duty.

ARTICLE VI – MEMBERSHIP SHARES AND VOTING RIGHTS

- 6.1 <u>Membership/Shares</u>. Every Owner shall be a Member of the Association. Declarant shall be deemed a Member of the Association, as set forth in the Townhome Declaration. Membership in the Association shall be mandatory, shall be appurtenant to the Lot in which the Owner has the necessary interest, and shall not be separated from the Lot to which it appertains. The Association shall not issue shares of stock. Neither the issuance nor the holding of shares of stock shall be necessary to evidence membership in the Association.
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