

20110034140 Rage 2 of 22 W 11/08/2013 10:14:08 AM Washington County

TABLE OF CONTENTS OF AMENDED RESTATED COVENANTS, CONDITIONS, RESTRICTIONS OF VISTA DEL SOL TOWNHOMES

	ASSOCIATION ITIONS		
Section 1.4 Commo Section 1.5 Limited Section 1.6 Lot	y or Properties in Area Common Area	1 1 1	
Section 1.7 Living U Section 1.8 Owner Section 1.9 Associa Section 1.10 Member Section 1.11 Trustee Section 1.12 Mortgag Section 1.13 Fines Section 1.14 Residen Section 1.15 Commu	Init tion er ge	2 2 2 2 2 2 2 2	
Section 2.1 Title to Section 2.2 Owners Section 2.3 Limited	CERTY RIGHTS Common Area of Easements of Enjoyment Common Area ction of Use	2 2 3 3 3	
Section 3.1 Member Section 3.2 Voting	BERSHIP AND VOTING RIGHTS Principles Pri	2 2 3 3 3 3 3 3	
Section 4.6 Notice Section 4.7 Uniform Section 4.8 Date of Section 4.9 Effect of Section 4.10 Subord Section 4.11 Books,	I Assessments or Capital Improvements on al Assessments and Quorum and Table of Assessment of Annual Assessments of Non-Rayment of Assessment of Non-Rayment of Assessment dination of Lien to Mortages Records and Audit	5 5 5 5 5 6 6 6	
	Mr. Olle		Ma,

	ARTICLE 5 INSURANCE Section 5.1 Casualty insurance on Insurance Section 5.2 Casualty and Property Insurance Section 5.3 Replacement of Repair of Section 5.4 Plability Insurance	20110034140 Rage 3 of 22	0 11/08/2011 10 Washington Coun	0:14:08 AM
				2:14:08 AM (1) (1) (1) (1) (1) (1) (1) (1) (1) (1)
Pala	ARTICLE 5 INSURANCE Section 5.1 Casualty insurance on Insurance of Insurance on Insurance of Section 5.3 Replacement of Repair of Section 1.3 Replacement of Section 1.3 Repla	urable Common Area urance on Townhomes Property	7 7 7	24 July 2
	Section 5.5 Fidelity Insurance	y Association y Owners Primary	7 7 8 8 8 8 8 8 8	
	Section 5.10 Failure of Owner to Pay D Section 5.11 Association to Set Aside F Section 5.12 Notice to Owners Section 5.13 Notice to Board or Mana Section 5.14 Board's Exercise of Busine	Deductible or Other Amounts. Funds gement Co.	Swing 8 8 8 9	
	Section 5.15 Annual Review of Policies ARTICLE 6 ARCHITECTURAL CON	TRØL COMMITTEE	9 9 10 11 11	
ari Cu	ARTICLE 7 EXTERIOR MAINTENA Section 7.1 Operation and Maintenand Section 7.2 Access at Reasonable Hour Section 7.3 Alteration of Certain Main	ayece ce by Association rs tenance Duties by Rule	10 11 11	
	Section 8.1 General Use restriction Section 8.2 Signs; Commercial Activity Section 8.3 Quiet Enjoyment Section 8.4 Animals	' OF	11 11 11	
	ARTICLE 8 USE RESTRICTIONS Section 8.1 General Use restriction Section 8.2 Signs; Commercial Activity Section 8.3 Quiet Enjoyment Section 8.4 Animals Section 8.5 Use of Common Areas Section 8.6 Parking Section 8.7 Planting and Gardening Section 8.8 External Apparatus Section 8.9 Exterior Television of Othe Section 8.10 Garbage Removal Section 8.11 Oil and Mining Operations Section 8.12 Interior Utilities Section 8.13 Leases	er Antennas	11 11 11 12 12 12 12 12 13 13 13	
740,	Section 8.10 Garbage Removal Section 8.11 Oil and Mining Operations Section 8.12 Interior Utilities Section 8.13 Leases Section 8.14 55 & OLDER COMMUNITS	S & OLDER COMMUNITY	12 13 13 13 14	
	ARTICLE 9 AUTHORITY OF TRUST Section 9.1 Resignation and Removal Section 9.2 Vacancies and Newly Crest Section 9.3 Fines	TEES Offices	15 15 15	
	Section 8.13 Leases Section 8.14 55 & OLDER COMMUNITS ARTICLE 9 AUTHORITY OF TRUST Section 9.1 Resignation and Removal Section 9.2 Vacancies and Newly Creater Section 9.3 Fines Section 9.4 Notice and Hearing Section 9.5 Board Meetings & Actions ARTICLE 10 EASEMENTS Section 10.1 Encroachments		13 14 15 15 15 15 15 15 16 16	
,	Section 10.2 Utilities Section 10.3 Police, Fire and Ambulan	ce Service	16 16 16	
	Section 9.4 Notice and Hearing Board Meetings Actions ARTICLE 10 EASEMENTS Section 10.1 Encroachments Section 10.2 Utilities Section 10.3 Police, Fire and Ambulan		16 16 16	

	20110034140 11/0 Rage 4 of 22 Washir	08/2013 10:14:08 AM
Section 10.4 Maintenance by Ass Section 10.5 Other Easements	20110034140 11/0 Rage 4 of 22 Washir	17 17
ARTICLE 11 GENERAL PROVI Section 11 Enforcement Section 11.2 Severability Section 11.3 Duration Section 11.4 Amendment Section 11.5 Notices & Affairs Section 11.6 Gender and Gramm Section 11.7 Waivers Section 11.8 Topical Headlines	SIONS	17 17 17 18 18 18 18 18

11/08/2013 10:14:08 AM 20110034140 Rage 5 of 22 Washington County

AMENDED AND RESTATED DECLARATION OF COVENANTS CONDITIONS AND RESTRICTIONS OF VISTA DEL SOL TOWNHOMES ASSOCIATION

THIS IS A DECLARATION of Covenants Conditions and Restrictions which establishes a planned unit development known as Wista Del Sol Townhomes Association. This Declaration was originally made and executed on the 10th day of December, 1992 by Norman W. Olsen, Ďeclarant.

This Amended and Restated Declaration of Covenants, Conditions and Restrictions of Vista Del Sol Townhomes Association [hereafter "Declaration" replaces and supersedes the original Declaration in its entirety, including all Phases and any amendments thereto, originally recorded as "DECLARATION OF COVENANTS, CONDITIONS AND RESTRICTIONS OF VISTA DEL SOL TOWNHOMES ASSOCIATION made and executed on the 10th day of December, 1992 by Norman Olsen, Declarant.

This Declaration and the Map shall be construed as covenants of equitable servitude; shall run with the properties and be binding on all parties having any right, title or interest in the properties (Carly part thereof, their heirs, successors and assigns; and shall inure to the benefit of each owner thereof.

The Properties are located in \$6 George, Washington County, Utah are described in Exhibit "A of this Declaration.

TOGETHER WITH ALL MIPROVEMENTS & APPURTENANCES THEREUNTO BELONGING

ARTICLE 1 - DEPINITIONS

The following definitions control in this Declaration. These terms, though defined, are generally not capitalized in the Declaration.

- Section 1.1. Declaration means this instrument, and any amendments.
- Plat or Map means the recorded subdivision plat entitled "Vista Del Sol Townhomes Association". Plat may be viewed at the Washington County Recorder's office or through an internet connection to the office.
- Property or Properties means that certain real property hereinafter described, in Exhibit A" and such additions thereto as may hereafter be subjected to this Declaration.
- Section 1.4 Common Area means that portion of property owned by the Association, shown on the plat as dedicated to the common use and enjoyment of the owners.
- Section 1.5. Limited Common Area means that portion of property owned by the Association, shown on the plat as dedicated to the exclusive use and enjoyment of the owner of the lot to which such limited common area is adjacent and/or appurtenant Limited Common Area is subject to rights of the Association set forth in this Declaration.
- Section 1.6. Lot means a separately numbered and individually described plot of land shown on the plat designated as a lot for private ownership, but specifically excludes the common and limited common areas. Each lot is owned in fee simple by the owner.
- Section 1.7. Living Unit. means a single family dwelling, with or without walls or roofs in common with other single family dwelling lots. When the term "Living Unit" is used it includes fee title to the real property lying directly beneath the single family dwelling, within lot, boundary lines. This however, is not all the lot in some instances as there may be lot boundary outside the living

11/08/2013 10:14:08 AM 20110034140 Rage 6 of 22 Washington County

:j@\\

unit walls. The term "single family dwelling" when used in this Declaration shall mean a group of not more than four [4] persons in a two [2] bedroom living unit or up to six [6] persons in a three [3] bedroom Living Unit, who are directly related either as spouses or significant other, parent and child, grandparent, grandchild, niece, nephew, or as siblings. In no event shall a single family dwelling exceed six [6] individuals. Exceptions to the above may be authorized by the Trustees following a written request and approvat & medically required, state licensed care giver need not meet the family qualifications stated herein.

- Section 1.8. Owner means the entity, person, or group of persons owning fee simple title to any lot which is within the properties. Regardless of the number of parties participating in ownership of each lot, the group of those parties shall be treated as one "owner."
- Section 1,9 Association means Vista Del Sol Townhomes Association, a Utah nonprofit Corporation, its successors and assigns.
- Section 1.10. Member means every person or entity that holds membership in the Association. Every member is an owner, and every owner is a member.
 - Section 1.11. Trustees means the governing body of the Association.
- Section 1.12. Mortgage includes "deed of trust" and mortgagee includes "trust deed beneficiary"
- Section 1.13 Fines means a punitive monetary amount Nevied against an Owner and Lot for violations of this Amended and Restated Declaration, the Bylaws, the Rules and Regulations of the Association and applicable Architectural Guidelines. Said Fines shall be collectable as assessments pursuant to Article 4 herein.
- Section 1.14 Residence "Residence" shall hereinafter mean and refer to single family home or other similar single family residential unit constructed upon a Lot for the permanent occupancy of an Owner and his or her family. Note: See Section 1.7 "Living Unit"
- Community Standard shall mean and refer to the plan, scheme, appearance, standard of conduct, maintenance, or other activity generally prevailing in the Vista Del Sol Townhomes Association This Community Standard may be more specifically defined by the Trustees from time to time and shall serve as a standard against which behavioral, architectural and landscaping restrictions and infractions are determined.

ARTICLE 2 -- PROPERTY RIGHTS

- Section 2.1. Title to the Common Area The Declarant has conveyed fee simple title to the common area and limited common area to the Association, free and clear of all engumbrances and liens, prior to the conveyance of the first lot but subject to this Declaration, and easements and rights of way of record. In accepting the lead the Association will covenant to fill the terms of this Declaration, to maintain the common area in good repair and condition at all times and to operate the common area at its own expense in accordance with high standards.
- Section 2.2. Owners Easements of Enjoyment Every owner has a right and easement of use and enjoyment in and to the common area. This easement is appurtenant to and passes with the title to every lot, subject to:
- [a] The right of the Association to limit the number of guests of members using the common area.
- The right of the Association to suspend the voting rights and/or common utility service of a member for any period during which any assessment or portion thereof against his lot remains unpaid; and for a period of not to exceed sixty (60) days for any infraction of its published rules and regulations.

11/08/2013 10:14:08 AM 20110034140 Rage 7 of 22 Washington County

- The right of the Association to enter into agreements or leases which provide for [C] use of the common areas and facilities by a similar Association in consideration for use of the common areas and facilities of the other Association, or for cash consideration;
 - The right of the Association to grant easements for public utilities or other public
 - purposes consistent with the intended use of the common area by the Association

 [e] The right of the Association to take such steps as are reasonably necessary or desirable to protect the common area against foreclosure.
 - The terms and conditions of this Declaration.
 - The right of the Association, through its Trustees, to adopt rules and regulations [g] concerning use of the common area.
 - Section 2.3 Limited Common Area A lot owner is entitled to the exclusive use of the limited common area adjacent and appurtenant thereto, if any, and to exclusive use of the parking area, if any, designated with his lot number on the plat. The Association, through its Trustees, may adopt rules and regulations concerning use of the limited common area. Limited common area is subject to the rights of the Association set forth in this Declaration.
 - Section 2.4. Delegation of Use Amowner is deemed to delegate his right of enjoyment to the common area and facilities to the members of his family, his tenants, or contract purchasers who reside on the property. No one who is non-resident shall have any such delegable right of enjoyment.
 - Section 2.5. Rules The Board of Trustees shall have the authority to promulgate rules and regulations and further shall have the authority to levy times and access penalties for the governance of the Properties, and persons within the Properties. These rules of the Association shall be compiled@nd copies shall be made available for inspection and copying by the Trustees or the property management company.
 - Section 2.6 Community Standards. The Community Standards of Vista Del Sol Townhomes Association were published February 21, 2007, and may be amended from time to time In case of a conflict between the Community Standards and This Declaration the Declaration takes precedence concerning any area of conflict.

ARTICLE 3 MEMBERSHIP AND VOTING RIGHTS

Section 3.1. Membership Every owner is a member of the Association. The term "owner" includes contract purchasers but does not include persons with hold an interest merely as securify for the performance of an obligation unless and until title is acquired by foreclosure or similar proceedings. Membership is appurtenant to and may not be separated from lot ownership. Membership in the Association automatically transfers upon transfer of title by the record owner to another person or entity.

Voting Rights The Association has one class of voting membership: Section 3.2. All members are entitled to one vote for each lot owned. When more than one person holds an interest in any lot, the group of such persons shall be a member. The vote for such lot shall be exercised as they among themselves determine, but in no event shall more than one vote be cast with respect to any lot. A vote cast by any of such co-owners, whether in person or by proxy, is conclusively presumed to be the vote attributable to the lot concerned unless written objection is made prior to the call for votes or deadline for return of ballot for verbal objection is made at the meeting, if one is held by another co-owner of the same ot. In the event an objection is made) the vote involved shall not be counted for any purpose except to determine whether a quorum exists.

> 3

11/08/2013/10:14:08 AM Washington County 20110034140 Rage 8 of 22

ARTICLE 4 -- FINANCES AND OPERATIONS

Section 4.1. Creation of the Lien and Personal Obligation of Assessments. subsequent owner of any lot, by acceptance of a deed therefore, whether or not it shall be so expressed in any such deed, other conveyance, covenants and agrees to pay to the Association () annual assessments or charges; (2) special assessments for capital improvements, such assessments to be fixed, established, and collected from time to time as hereinafter provided; (3) any other amount or assessment levied or charged by the Association or Board of Trustees pursuant to this Declaration, and (4) interest, costs of collection and a reasonable attorney's fee, as hereinafter provided whether or not a lawsuit for collections is initiated. All such amounts shall be a charge on the land and shall be a continuing lien upon the property against which each such assessment or appoint is charged. Such assessments and other amounts shall be the personal obligation of the person who was the owner of such property at the time when the assessment fell due. Successors-in-title shall not be personally liable for assessments delinquent at the time they took title unless that obligation is expressly assumed by them.

> Section 4.2. Purpose of Assessments The assessments levied by the Association shall be used (a) for the purpose of promoting the recreation, health, safety, and welfare of the residents of the properties and (b) for the improvement and maintenance of properties, services, and facilities devoted to this pulipose. The assessments must provide for but are not limited to, the payment of taxes on Association property and insurance maintained by the Association; the payment of the cost of repairing, replacing, maintaining and constructing or acquiring additions to the common and limited common areas; the payment of administrative expenses of the Association; insurance deductible amounts; the establishment of a reserve account for repairs maintenance and replacement of those common and limited common areas which must be replaced on a periodic basis; and other amounts required by this Declaration or that the Trustees shall determine to be necessary to meet the primary purposes of the Association. The Trustees shall conduct a Reserve Fund Analysis as required by Utah State Code, entitled Community Association Act, 57-8a-7.5

> Trustees annually, at the annual meeting of the members or at a special meeting of the members, present the reserve study and provide an opportunity for lot owners to discuss reserves and to vote on whether to fund a reserve fund and, if so, how to fund it and in what amount. The Trustees shall crisive minutes are kept of each such meeting and indicating in the minutes any decision relating/to funding a reserve fund.

> The assessments may provide, at the discretion of the Trustees, for the payment of other charges including, without limitation, maintenance, management, utility, cable television, trash collection, sewer and water charges and at the option of the Association, other charges that may occur from time to time

Section 4.3. Maximum Annual Assessment.

[a] The maximum annual assessment may be increased each year up to five percent (5%) above the assessment for the previous year, without a vote of the membership.

[b] The Association may change the basis and maximum of the assessments fixed by this Section prospectively for any annual period provided that any such change shall have the assent of sixty percent (60%) of the votes cast by the members.

The actual general assessment need not increase angually. Any year in which the maximum annual assessment five percent [5%] was not applied may not be revisited in order to provide an increase to the current or future year's assessments. The Board shall set the actual general annual assessment on an annual basis. Notice shall be given to each owner as provided in Section 4.6 and 11.5. The Board may set the actual general assessment to be an amount at or less than the Maximum Annual Assessment.

Section 4.4. Special Assessments In addition to the annual assessments, the Association may levy in any assessment year a special assessment, applicable to that year only. The Board shall have the authority to assess up to Five Thousand Dollars [\$5000.00] without a vote of the membership. Special assessments may only be levied to defray, in whole or in part, the cost of any construction, reconstruction, repair or replacement of common of mited common area structures, fixtures and personal property related thereto. Assessments exceeding the \$5000 limit must have the assent of sixty percent (60%) of the votes of the members authorized to vote. This special assessment, [up to \$5000,00] if levied, would be the amount to be equally shared by all homeowners in any year and not construed as an amount that could be levied on any individual Lot or against any individual Owner.

> Section 4.5. Additional Assessments In addition to the annual assessments and special assessments authorized herein, the Association shall levy such additional assessments as may be necessary from time to time for the purpose of repairing and restoring the damage or disruption resulting to streets or other common or limited common areas from the activities of the City of St. George in maintaining, repairing or replacing the City's utility lines and facilities thereon. It is acknowledged that the ownership of said utility lines, underground or otherwise is in the City up to and including the meters for individual units, if any and that they are installed and shall be maintained to City specifications.

> Section 4.6. Notice and Quorum for Any Action Authorized Under Sections 3 and 4. Written notice of any meeting of members called for the purpose of taking any action authorized under Section 4 shall be sent to all members at least thirty (30) days in advance of said meeting. At the first meeting called, the presence at the meeting of members, or of proxies, entitled to cast thirty percent (30%) of all the votes of the membership shall constitute a quorum. If the quorum requirement is not met at such a meeting, another meeting may be called, on at least thirty (30) days advance written notice, and the required quorum at any such subsequent meeting shall be one-half of the required quorum at the preceding meeting. No such subsequent meeting shall be held more than sixty (60) days following the preceding meeting.

Section 4.7. Uniform Rate of Assessment Periodic Assessment both annual and special assessments must be fixed at a uniform rate for all lots...Annual, special and additional assessments may be collected on a monthly or quarterly basis, as the Trustees determine.

Section 4.8. Date of Commencement of Annual Assessments: Due Dates. The annual assessment provided for herein shall commence to accrue on the first day of the month following conveyance of the common area. The first annual assessment shall be adjusted according to the number of months remaining in the calendar year.

At least thirty (30) days prior to the commencement of each new assessment period, the Trustees shall send or cause to be sent a written notice of the annual assessment to each owner subject thereto. This notice shall not be a pre-requisite to validity of the assessment.

the absence of a determination by the Trustees as to the amount of said assessment, the annual assessment shall be an amount equal to 90% of the maximum annual assessment determined as provided above. The assessment due dates shall be established by the Trustees. The Trustees may provide for the payment of annual and special assessments in equal installments throughout the assessment year.

The Trustees shall prepare a roster of the properties and the assessments applicable thereto at the same time that it shall fix the amount of the annual assessment, which roster shall be kept by the Treasurer of the Association, who shall record payments of assessments and shall allow inspection of the roster by any member at reasonable times.

11/08/2011/10:14:08 AM 20110034140 Washington County Rage 10 of 22

The Association shall, upon demand, and for a reasonable charge, furnish a certificate signed by an officer of the Association setting forth whether the assessment on a specified lot has been paid. Such certificates, when properly issued, shall be conclusive evidence of the payment of any assessment or fractional part thereof which is therein shown to have been paid.

> Section 4.9. Effect of Non-Payment of Assessment - Remedies of the Association assessment or installment thereof not paid within thirty (30) days after the due date therefore shall be delinquent and shall bear interest from the due date at the rate of eighteen percent (18%) per annum (or such lesser rate as the Trustees shall determine appropriate) until paid. In addition, the Trustees may assess a late fee of \$25.00 for each definquent installment.

> The Trustees may in the name of the Association, (a) bring an action at law against the owner personally obligated to pay any such delinquent assessment without waiving the light of assessment, or (b) may foreclose the lien against the property in accordance with the laws of the State of Utah applicable to the exercise of powers of sale in deeds of trust or to the foreclosure of mortgages, or in any other manner permitted by law, and/or (c) may restrict,\limit, or totally terminate any or all services performed by the Association in behalf of the delinquent member.

There shall be added to the amount of any delinquent assessment the costs and expenses of any action, sale or foreclosure, and a reasonable attorney's fee, together with an account for the reasonable rental for the to time to time of commencement of the foreclosure. The Association shall be entitled to the appointment of a receiver to collect the rental income or the reasonable rental without regard to the value of the other security. Utah Code 57-8a-204 and 205, as may be amended from time to time is hereby incomparated into this Declaration in order to facilitate the collections of assessments.

A power of sale is hereby conferred upon the Association which it may exercise. Under the power of sale the lot of an owner may be sold in the manner provided by Utah law pertaining to deeds of trust as if said Association were beneficiary under a deed of trust. The Association may designate any person or entity qualified by law to serve as Trustee for purposes of power of sale foreclosure.

No owner may waive or otherwise escape liability for the assessments provided for herein by non-use of the common area of by abandonment of his lot.

Section 4.10 Supordination of the Lien to Mortgages The lien of the assessments provided for herein shall be subordinate to the lien of any first mortgage held by an institutional lender or insured by the Federal Housing Administration or the Veterans Administration of the mortgage was reported prior to the date the assessment became due. Sale or transfer of any lot shall not affect the assessment lien. However, the sale or transfer of any lot pursuant to foreclosure of a first mortgage or any proceeding in lieu thereof shall extinguish the assessment lien as to payments which became due prior to such sale or transfer. No sale or transfer, however, shall relieve a lot or owner from personal liability for assessments coming due after he takes title or from the lien of such later assessments

Section 4.11. Books, Records and Audit The Association shall maintain current copies of the Declaration, Articles, Bylaws, Rules and other similar documents, as well as its own books, records and financial statements which shall all be available for inspection by lot owners and insurers as well as by kolders, insurers and guarantors of first mortgages during normal business; hours upon reasonable notice. Charges shall be made for copying, researching or extracting from such documents. A lot owner or holder, insurer or guarantor of a first mortgage may obtain an audit of Association records at its own expense so long as the results of the audit are provided to ASS.

JAMOS the Association. These documents shall be maintained and stored as required by law and/or is e type of the second of the se common practice for documents of these types.

20110034140 11/08/2011 10:14:08 AM Washington County Rage 11 of 22

ARTICLE 5 - INSURANCE

Introduction: The following governing provisions apply and control with respect to the Association and individual owner's insurance requirements. However, to the extent these provisions are in conflict with Utah Code Ann., 57-8a-401 et seq., as may be amended from time to time, the statute shall control.

> Section 5.1. Casualty Insurance on Insurable Common Area Trustees shall keep all insurable improvements and fixtures of the Common Area insured against loss or damage by fire for the full [100%] regiacement cost thereof, and may obtain insurance against such other. hazards and casualties as the Association may deem desirable. The Association may also insure any other property whether real or personal, owned by the Association, against loss or damage by fire and such other hazards as the Association man deem desirable, with the Association as the owner and beneficiary of such insurance.

The insurance coverage with respect to the common area shall be written in the name of, and the proceeds thereof shall be payable to, the Association, insurance proceeds shall be used by the Association for the repair or replacement of the property for which the insurance was carried. Fremiums for insurance carried by the Association are common expenses which shall be included in the regular annual assessments made by the Association.

Section 5.2 Casualty and Property Insurance on Townhomes. In addition to casualty insurance on the Common Area, the Trustees shall obtain and continue in effect, on behalf of all owners, adequate blanket casualty, property and fire insurance in such form as the Trustees deem appropriate in amount equal to the full replacement value, without deduction for depreciation or coinsurance, of all of the town homes including the structural portions and fixtures, improvement, or betterment installed by a lot owner to an attached dwelling of to a limited common area appurtenant to a dwelling on a lot, including a floor covering, cabinet, light fixture lectrical fixture, heating or plumbing fixture, paint, wall covering, window and any other item permanently part of or affixed to an attached dwelling or to a limited common area.

Insurance premiums from any such blanket insurance coverage, and any other insurance premiums paid by the Association shall be a common expense of the Association to be included in the regular annual assessments as levied by the Association. The insurance coverage with respect to the town homes shall be written in the name of and the proceeds thereof shall be payable to the Association as trustee for the owners.

Section 5.3. Replacement or Repair of Property. df a portion of the covered property for which insurance is required by this Article is damaged or destroyed, the Association shall repair or replace the portion within a reasonable amount of time unless: [1] the project is terminated; [2] repair or replacement would be illegal under a state statute or local ordinance governing health or safety;[3] at least seventy-five percent [7,5%] of the allocated voting interests of the lot owners in the Association vote not to rebuild and each owner of a dwelling on a lot and the limited common area appurtenance to that lot will not be rebuilt if the lot owner votes not/to rebuild. If a portion of the Association's property is not replaced because the project is terminated, the termination provisions of applicable law and these governing documents shall apply. The cost of repair or replacement in expess of insurance proceeds and reserves is a common expense.

In the event of damage or destruction by fire or other casuality to any portion of the development covered by insurance written in the name of the Association, the Trustees are empowered to and shall represent the members in any proceedings, negotiations, settlements or agreements. The Association is appointed attorney-in-fact of each owner for this purpose.

. sive prope Section 5.4. Liability insurance. The Trustees shall obtain a comprehensive policy of public liability insurance covering all of the common and limited common property for at least

;_}@\\

\$1,000,000.00 per occurrence [or in any greater amounts as determined by the Trustees] for personal or bodily injury and property damage that results from the operation, maintenance or use of the common areas. Liability insurance policies obtained by the Association shall contain a severability of interest" clause or endorsement which shall preclude the insurer from denying the claim of an owner because of negligent acts of the Association or other owners. Each lot owner is an insured person under a liability insurance policy that the Association obtains that insures against liability arising from the lot (owner's interest in the common areas on from membership in the Association.

> Section 5.5. Fidelity Insurance. The Trustees may elect to obtain fidelity coverage against dishonest acts on the cart of managers, Trustees, officers, employees, volunteers, management agents or others responsible for handling funds held and collected for the benefit of the owners of members. In procuring fidelity insurance the Trustees shall seek a policy which shall [1] name லில Association as obligee or beneficiary, plus [2] be written in an amount not less than the sum of [i] three months' operating expenses and [ii] the maximum reserves of the Association which persons who serve without compensation from any definition of "employee."

Section 5.6. Other Policies Obtained by Association. The Trustees may elect in their sole discretion, to purchase other types of insurance not specifically described in this Article, in amounts and pursuant to terms that it deems in the best interests of the Association. Any optional" insurance obtained pulsuant to this Section which is not expressly provided for above, shall be disclosed at each and meeting. The Trustees shall obtain and keep current Directors and Officers Insurance providing indemnification for Trustees in the event they are sued for their actions as a Trustee Without this protection for their volunteer service they could incur substantial liability.

Section 5.7. Other Policies Obtained by Owners. Nothing herein shall prohibit an Owner from purchasing and maintaining any insurance they so desire. Owners should insure their contents as the Association has no obligation to cover town home contents or personal property therein. It is suggested, however, that owners obtain insurance in the amount of the Association's deductible in the event that they are deemed liable for said deductible as further required below.

Section 5.8. Association's Policies are Primary. In the event of a covered property or casualty loss and that loss is covered by a property insurance policy in the paine of the Association and another policy in the name of an Owner, the Association's policy shall be primary except as provided hereafter.

Section 5.9. Instance Where Owner's Policy is Primary A lot owner who owns a lot that has suffered lot damage as part of a covered loss on the Association's policy is responsible to the Association's policy deductible as calculated by applying the "lot damage percentage formula" set forth in Utah Code Ann. 57-8a-401, et seq., as may be amended from time to time. As suggested in Section 5.7 above, Owners may insure themselves to cover the deductible of the Association. In the event that an Owner is responsible for the deductible, the Owner's policy shall be deemed primary. The deductible required to be paid pursuant to this Section shall be collectible as a regular assessment against that Owner only and is due and owing regardless of whether the Swner has insurance coverage for the deductible or not.

Section 5.10. Failure of Owner to Pay Deductible or Other Amounts Owing. If a lot owner does not pay the amount required herein within 30 days after substantial completion of the repairs to as applicable, the lot, a dwelling on the lot, or the limited common area appurtenant to the lot, and association may levy an assessment against a lot owner for that amount.

Section 5.1 Association to Set Aside Funds. The Association shall set aside an amount at to ass. Multiplication of the state of equal to the amount of the Association's property insurance deductible or \$10,000, whichever is

11/08/2011/10:14:08 AM 20110034140 Rage 13 of 22 Washington County

Section 5.12. Notice to Owners. The Association shall provide notice to each lot owner of the lot owner's obligation stated herein for the Association's policy deductible and of any change in the amount of the deductible. If the Association fails to provide such notice, the Association is responsible for the amount of the deductible that the Association could have assessed to a lot owner pursuant to this Article and Utah law.

> Section 5.13. Notice to Board or Management Co. Owners may provide notice to Association Board and/or Management Co. a certificate of Insurance otherwise known in this document as a Certificate of Compliance prepared by their insurance Agent showing the amount of the deductible listed under Coverage A on their HO6 policy or in the case of a Rented Unit a Business Owners Policy showing liability coverage for the amount of the deductible. Each Unit Owner may acquire this Assessment Endorsement on their own unit policy. Renters may provide to the Owner and the Owner subsequently to the Board a certificate showing proof of liability of coverage for the unit.

> Section 5.14. Board's Exercise of Business Judgment. If, in the exercise of the business judgment rule, the board determines that a claim is likely not to exceed the Association property insurance policy deductible then, the lot owner's policy is considered the policy for primary coverage to the amount of the Association's policy deductible and a lot owner who does not have a policy to cover the Association's property insurance policy deductible is responsible for the loss to the amount of the Association's policy deductible. In such cases, the Association need not tender the claim to the Association's insurer.

> Section 5.15. Annual review of Policies. All insurance policies shall be reviewed at least annually by the Trustees in order to ascertain whether the coverage contained in the policies is sufficient to make any necessary repairs or replacements of the property which may be damaged or destroyed.

ARTICLE 6 -- ARCHITECTURAL CONTROL COMMITTEE

An Architectural Control Committee may be appointed by the Trustees. If such a committee is in existence, it shall be composed of three j3 or more representatives appointed by the Trustees for a term of twelve [12] months. This committee is an advisory committee to the Trustees. The responsibilities of this committee include:

- Recommending approval or disapproval of any owner requests for changes to their lot limited common area, or common area.
- b. Recommending changes to the Community Standards.

Unless explicitly authorized in the Community Standards, prior approval must be obtained by a Lot Owner before changing, erecting, or maintaining any of the following;

Structures, buildings, fences, walls, additions extensions or expansions to or maintenance of the common and limited common areas, including walls, fences, driveways, walkways, lawns and plantings.

Such approval shall be requested by submitting in writing to the Architectural Control Committee, or in the absence of such a committee, to the Trustees, plans and specifications showing the nature, kind, shape, height materials, colors, location, cost, and time frame for completion.

The Trustees may approve changes without a vote of the homeowners when, after due diligence it is determined to be required by law, for example, relating to safety or discrimination.

Any change whose fair market value cost, including the costs of labor and materials, exceeds five thousand dollars [\$5,000], as determined, by the Trustees, and as further defined in the Community Standards, shall require prior written approval of sixty percent [60%] of the Owners.

The Architectural Control Committee and the Trustees shall ensure the community standards are maintained and complied with as indicated more specifically in the By-Laws and/or Rules and Regulations of Vista Del Sol Townhomes Association and the Community Standards. See Sections 1.15 and 2.6. The Trustees may adopt rules and regulations binding upon all owners to administer the terms of this article.

> Neither the Architectural Control Committee nor the Trustees shall be held hable for damages by reason of any action, inaction, approval, or disapproval by it with respect to requests made pursuant to this article.

-- EXTERIOR MAINTENANCE

Operation and Maintenance by Association. The Association shall provide for Section 7.1. such maintenance and operation of the Common Areas as may be necessary or desirable to make them appropriately usable in conjunction with the Lots and to keep them clean, functional, attractive, and generally in good condition and repair. The Association shall also provide for maintenance and upkeep of any portion of a Lot which lies between the extremities of the Living thit situated thereon and the boundaries of the Lot including concrete driveways and walkways as may exist appurtenant to any Lot. Driveways and walkways which have been altered in size, shape or cosmetically from their original construction condition are the responsibility of the unit owner. Further, the maintenance, repair, or replacement of concrete patio slabs is the responsibility of the unit owner?

- The Association shall not provide for the maintenance and repair of the exterior of Living Units, including the resurfacing of roofs, repainting of the Living Units including doors, sills rain gutters, downspouts or glass replacement. The Association shall require that Unit Owners employ materials of the same kind and quality and colors as those which were used in the connection with original construction of the items concerned unless directed otherwise by Rule. In addition to the above maintenance items the unit owners are also responsible for the upkeep, painting) and general maintenance of the whit's heating and air conditioning equipment. See Section 7.3.
- Each Unit Owner shall be solely responsible for maintenance to glass, doors and screens on his lot or townhome, and for any maintenance on his lot or townhome required due to willful or negligent acts. In the event an owner shall fail to perform this maintenance in a manner satisfactory to the Trustees; as determined by a 2/3 vote, they shall have the right to have such maintenance performed. The cost of such maintenance small be added to and become part of the assessment to which lot is subject.
- [c] Walls. Vista Del Sol Townhomes Association has on the property various types, sizes, materials, construction and uses of walls. Types of walls include Party Walls, Retaining Walls, Perimeter Walls, Perimeter Hedge Walls, and Decorative Walls. The Association shall be responsible for the maintenance, repair and or replacement of such walls. Anywall, fence, gate duther barrier or dividing type of separation between units or located on common or limited ⊿ommon area constructed by√a hant Owner shall be the Owners responsibility to provide maintenance, repair and or replacement as may be necessary over time. No owner shall attach, paint, modify or otherwise change any wall which is the responsibility of the Association without first gaining written permission from the Trustees. Any damage or modification of Association's, Walls caused by Owner, lessee or guest will be the responsibility of the Owner to remove, repair or replace said damage or other similar condition at Owners expense.
- [d] The provisions of Article 6 [Architectural Control Committee] shall not apply to any maintenance or repair of Living Unit exteriors which is accomplished by the Association.

20110034140 11/08/2011 10:14:08 AM Washington County Rage 15 of 22

Section 7.2. Access at Reasonable Hours For the purpose solely of performing the maintenance required by this article, the Association, through its duly authorized agents or employees, shall have the right, after reasonable notice to the owner, to enter upon any lot or limited common area at reasonable hours.

> Section 7.3. Alteration of Certain Maintenance Duties by Rule? The duty of maintenance for the area of a lot outside the walls of the townhome, and the limited common areas adjacent and appurtenant to the townhomes may be altered by Rule of the Association.

ARTICLE 8 USE RESTRICTIONS

Section & General Use Restrictions All of the properties which are subject to this declaration are hereby restricted to residential dwellings and buildings in connection therewith, including but not limited to community buildings on the common property. All buildings or structures erected in the properties shall be of new construction and no buildings or structures shall be removed from other locations to the properties. After the initial construction on a lot, no subsequent building or structure dissimilar to that initially constructed shall be built on that lot. No building or structure of a temporary character, trailer, basement, temporary shack, garage, barn or other outbuilding shall be placed or used on any lot at any time.

No part of the Property shall be used for any commercial manufacturing, mercantile, storing, vending, repairing painting or reconstructing any vehicles recreational or otherwise and other such non-residential purposes unless special exception is provided by the Trustees. Garage conversions are explicitly denied unless permission from the Trustees is obtained as well as required building permits and St. George City codes are complied with.

Section 8.2. Signs; Commercial Activity. Except for one "For Rent" or "For Sale" sign of not more than five [5] square feet, no advertising signs, billboards, objects of unsightly appearance, or nuisances shall be erected, placed, or permitted to remain on any lot or any portion of the properties. Signs other than those noted above, such as security advisory signs, may be placed on the property only as described in the Community Standards No commercial activities of any kind whatever shall be conducted in any building of on any portion of the properties. Allowable positioning of signs shall be by Rule.

Section 8.3. Quiet Enjoyment No noxious or offensive activity shall be carried on upon any part of the properties for shall anything be done thereof which may be or may become an annoyance or nuisance to the neighborhood, or which shall in any way interfere with the quiet enjoyment of each of the owners or which shall in any way increase the rate of insurance Limitations on the use of facilities such as the Tennis Court, Clubhouse, Swimming Pool of other common areas may be directed by Rule and modified from time to time.

√Section 8.4. Animals No animals, livestock or poultry of any kind shall be raised, bred or kept any of said lots, except one dog and/or one cat or other household pets, two or less in total number, may be kept provided that they are not kept, bred or maintained for any commercial purpose. Notwithstanding the foregoing, no animals or fowl may be kept on the property which result in an annoyance or are obnoxious, by noise, smell or otherwise, to lot owners. Any animal or breed which could be perceived to adversely affect the ability of Wista Del Sol Homeowner Association to maintain and for procure reasonable liability insurance the home owner shall be directed by the Board of Trustees to remove the animal from the community. All pets must be kept in the lots or on a hand-held leash when in the common areas. This Section may be made more restrictive by Rule of the Association.

Section 8.5. Use of Common Area Except for the rights of ingress and egress, owners In this control of the second are hereby prohibited and restricted from using any of said common area, other than as permitted as n are hereby prohibited and restricted from using any of said common area, other than as permitted in this declaration of covenants or as may be allowed by the Trustees. It is expressly

11/08/2011 10:14:08 AM 20110034140 Washington County _ Rage 16 of 22

acknowledged and agreed by all parties concerned that this restriction is for the mutual benefit of all owners of lots in the properties and is necessary for the protection of the interests of all said owners in and to the common area. Exceptions to this section may be modified by Rule.

> Section 8.6. Parking. No motor vehicle which is inoperable shall be allowed within the Properties, and any motor vehicle which remains parked over 72 hours shall be subject to removal by the Association. The offending vehicle will be towed and the cost assessed to the owner as any other assessment under this declaration. Parking spaces within the Properties shall be used for parking of motor verifices actually used by the owner or his immediate family or guests for personal use and not for commercial use. Parking of vehicles on Unit Owner driveways is allowed. However, driveways may not be used as a storage area for extended or excessive amounts of time. Vehicles not actually being used or seldom used by the Owner or guest with qualify as being stored and will require removal from the Association's property. No unlicensed improperly licensed, or uninsured vehicles are allowed on the Association's property at anytime.

Recreational vehicles, including boats, travel trailers, ATVs, or similar property owned by the homeowners or guests of Vista Del Sol are allowed to be parked within the properties only for a period of no more than 72 hours. The allowable parking time may be extended for unusual or special circumstance only with Board approval. Owners or guests may occupy a parked RV or trailer for no longer than the time permitted by this section. RVs and trailers are denied the use of electric generators at all times, Vendor vehicles shall be required to comply with the same parking restrictions as Unit Owners. %

Section 8.7 Plenting and Gardening. Planting or gardening may be done, in the rear limited common area of each Lot as shown on the Map. However, no existing lawn areas may be removed in order of acilitate such planting or gardening. Existing flower or shrub areas may be used as well as 'grow boxes'. Grow boxes used for vegetable gardening may only be used in the rear areas of the Lot. Grow boxes for flowers or shrubs may be used in the front of the Lots as well as the rear areas. Further, no fences, hedges or walls shall be erected or maintained upon any property except as installed in accordance with the initial construction of the buildings located thereon or as approved by the Trustees.

Section 8.8. External Apparatus No lot owner shall cause or permit anything (including, without limitation, awnings, capopies or shutters) to hang, be displayed or otherwise affixed to or placed on the exterior walls of those or any part thereof, or on the outside of windows or doors, without the prior written consent of the Trustees.

Section 8.9. Exterior Television or Other Antennas No exterior radio or other antennas except one television antenna which shall not exceed four feet in height, per lot, shall be placed, allowed or maintained upon any lot or upon any structure or portion of the improvements situated and located upon the properties without prior written approval of the Trustees, except, that antennas [dishes] one meter in diameter or less, and designed to receive direct broadcast satellite service or receive or transmit fixed wireless signals via satellite, may be installed, provided the FCC regulated dish is painted to match the home and substantially shielded from view.ે Location of an FCC approved distrimay not be restricted by the Association so as to cause anreasonable delay in installation unreasonably increase the cost of the equipment or its installation, maintenance, or use or preclude reception of an acceptable quality signal. No dish may encroach upon the Common Area or the property of another Owner. An Owner must submit written notification to the Association within five [5] business days before installing any antenna, that is allowed pursuant to this section.

Section 8.10. Garbage Removal All rubbish trash and garbage shall be regularly removed from the lots and shall not be allowed to accumulate thereon. Garbage should be placed Spe in proper containers.

11/08/2011 10:14:08 AM 20110034140 Washington County Rage 17 of 22

Section 8.11. Oil and Mining Operations No oil drilling, oil development operations, oil refining, quarrying or mining operations of any kind shall be permitted upon or in the properties of any lot. No derrick, lift, shaft or other structure designed for use in boring for oil or natural gas shall be erected, maintained or permitted upon the properties or any lot.

> Section 8.12. Interior Utilities Alk utilities, fixtures and equipment installed within a lot, commencing at a point where the utility lines, pipes, wires, conduits or systems enter boundaries of a lot, shall be maintained and kept in repair by the owner thereof. However, the Association shall maintain, repair, or replace those lines or conduits providing water and sewer service to each unit to within twelve [12] inches of the footprint of such unit. An owner shall do no act nor any work that will impair any easement or hereditament nor do any act nor allow any condition to exist which will adversely affect the other lots or owners.

> The Association shall pay for all utility service furnished to each Lot except telephone and any other services which are separately billed or metered to individual Lots by the utility or other party furnishing such service.

> ಿSection 8.13. <u>Leases</u> Any lease or rental agreement shall be in writing and shall provide that the terms of the lease shall be subject in all respects to the provisions of this Declaration, the Articles of Incorporation, Bylaws and Rules and Regulations of the Association and that any failure by lessee to comply with the terms of such documents shall be a default under the lease. In the event the Owner fails to remedy the default under their lease agreement, the Association is hereby appointed agent of the Owner and may initiate eviction proceedings against Tenant.

The number of rental units in Vista Del Sol Townhomes Association shall not exceed six [6] units. Those units currently under lease prior to this amended declaration shall be granted a grandfather status until the unit is sold or title is otherwise transferred to a new owner of ecord except for ownership changes through current family trusts or spousal inheritance. As of the date of recording this amended declaration, any owner that is currently renting or leasing a unit may continue to do so until such time as the unit is sold or title is otherwise transferred as above. Fullure rental units shall be approved on a first-come basis. Those wanting to place a unit on the potential rental list will notify the Secretary and/or the property management agent of Vista Del Sol Townhomes Association. As each unit with grandfather status is sold, no further units will be allowed to be leased or rented which would cause the limitation above to be exceeded except for mitigating or hardship circumstances as follows: the Board of Trustees in its sole discretion, shall be empowered to allow reasonable leasing/renting of units beyond the limitation set forth above. upon written application, to avoid undue hardship to the Owner. By way of illustration and not by limitations, examples of circumstances which would constitute undue hardship are those in which? [a] an Owner is placed in a hospital, nursing home, assisted living facility, or other similar fability, [b] an Owner must relocate his residence and cannot, within ninety [90] days from the date the unit was placed on the market, sell the unit while offering it at a reasonable price no greater than its current appraised market value; [c] the Owner takes leave of absence or temporarily relocates and intends to return to reside in the unit; such absence not to exceed two [2] years; [d] the unit is to be leased to a member of the Owner's immediate family, which shall be deemed to encompass children, grandchildren, grandparents, brothers, sisters, parents and spouses. Owners who have demonstrated that the inability to lease their unit would result in undue hardship and have obtained the requisite approval of the Trustees may lease/rent their applies for such duration as the Trustees reasonably determine is necessary to prevent undue hardship. Any lease or rental agreement shall be in withing and must be presented to the Board of Trustees for approval prior to occupancy. All rentation lease agreements must be for a minimum period of twelve [12] months with any renewal also for a minimum period of twelve [12] months. No dormitory type rentals are permitted. No unit shall be rented, leased, or utilized for transient hotel purposes, commercial, or vacation time-share. Further, no Owner shall lease or rent less than his or her entire living unit. essee n The units may not be divided into a smaller rental space than the entire unit space. A renter or party sp. ation 1 lessee/may not sublet or allow a third party to occupy the unit. The association must be notified,

20110034140 11/08/2011 10:14:08 AM Page 18 of 22 Washington County

thru its secretary and/or property management agent, forty eight [48] hours prior to any move in or move-out. The terms of the lease shall be subject in all respects to the provisions of this Declaration, the Articles of Incorporation, By-Laws, Board Policy Letters and Rules and Regulations of the Association. Notwithstanding the above, prior to renting or leasing any townfrome, the owner shall occupy their townhome for at least twelve [12] consecutive months before it qualifies as a permissible reptal townhome. For the purposes of this Declaration "pecupy" shall mean that a townhome shall be owned by the same owner[s] for a period of at feast twelve [12] consecutive months, whether physically occupied by said owner[s] or not, prior to being made available for the rental or lease.

> An owner of a townnome that is being leased must provide a five hundred dollar [\$500] security deposit to the Association. The deposit is refundable in whole or in portion, after deduction of any assessments, fines, and/or other charges. If the lessee moves out within the first twelve [12] months, the entire deposit is forfeited. An Owner of a rental unit may request from the Board of Trustees, relief from the twelve [12] month minimum rental period if a good faith renter may have unforeseen circumstances and may be compelled to vacate the property earlier than the required minimum time frame or, an Owner may be required by direction of the Board of Trustees, to evict a tenant for good cause without fear of penalty. A copy of the lease and the deposit must be delivered to the Association before the lessee can occupy the townhome being leased. The unit owner shall provide a copy of a St. George City business license as required by code, 4-7-3: LICENSE REQUIRED and as may be amended from time to time.

Section 8.14. 55 AND OLDER COMMUNITY

- 1. Age Restrictions Vista Del Sol Townhomes Association is hereby designated as a participant in the Housing for Older Persons Act of the Department of Housing and Urban Development. 90% of the dwelling units within Vista Del Sol must be occupied by at least one person 55 years of age or older. The remaining 10% of the dwelling units must have at least one resident 45 years of age or older. All new leases or purchase agreements regarding any unit must contain a provision directly above the signatory lines, asserting that the new occupants are in compliance with the above age restrictions. A copy of such leases and purchase agreements shall within five [5] calendar days of their execution be provided to the Vista Del Sol Board of Trustees or its Property Management firm if any.
- 2. Children Occupancy of an Living Unit by persons under age (8) as well as all others falling within the defined term of Eamilial status under federal law is prohibited, except that persons under age 18 may reside with any resident but not for more than 30 consecutive days nor more than 90 cumulative days in any calendar year.
- 3 Exceptions Any Owner may apply, in writing, to the Board of Trustees for relief or exception from the provisions of Section 8.14, which the Board may consider and approve in its sole discretion but in no case shall exception or relief be provided if the 55 & Older Community status requirements are or would be in any manner compromised by granting such requested relief.
- ②Surveys. Every other year, the President of the Association, or such persons designated by the board of Trustees, shall conduct a survey of the persons in the community to determine if at least one person residing in each unit conforms to the age restrictions listed above. For each unit, the surveyor shall record the person's name, unit number, date of birth, and the method of passport, immigration card, military ID, or certification of age. Each person questioned shall sign the survey as to the mith of his or her responses, and the surveyor shall affirm, under oath, that he has inspected the identifications provided, and that the information in the survey accurately reflects those documents. The survey must be available for inspection by any person upon JIN OFFICIAL CORM reasonable notice.

11/08/2011 10:14:08 AM 20110034140 Rage 19 of 22 Washington County

- 5. Uncooperative Members. If any persons in the community refuse to comply with these procedures, the surveyor may, if there is sufficient evidence, consider the unit to be in compliance with the age restrictions as outlined in 8.14 above. Such evidence may include: Government records, or documents, prior forms or application, a statement from an individual who has personal knowledge of the age of the inhabitant, setting forth the basis of his or her knowledge that the unit is occupied by a person complying with the age restrictions as outlined in 8.14 abově.
 - 6. New Residents. All persons intending to purchase or lease an interest in any unit must provide verification that at least one intended resident of the unit is in compliance with the age restrictions listed in 8.4% of this declaration to the Board of trustees or such person designated.

ARTICLE 9 - AUTHORITY OF TRUSTEES

∖∖ Section 9.1 Resignation and Removal. Any officer or Trustee may resign∖at any time by delivering a written resignation to the President of the Board of Trustees Unless otherwise specified therein, such resignation shall take effect upon delivery. Any Officer of Trustee may be removed by the Board of Trustees at any time, for cause and a successor may be elected at a special meeting of the Board called for such purpose.

Section 9.2. <u>Vacancies and Newly Created Offices</u> of any vacancy shall occur in any office by reason of death, resignation, removal, disqualification, or any other cause, or if a new office shall be created such vacancies or newly created offices may be filled by the Board of Trustees at any regular or special Board meeting.

Section 9.3 Fines The Board shall have the right to levy fines against Owners and Lots for violation of the provisions of this Declaration, the By-Laws, Supplementary Restrictions, or rules and regulations. The amount of the lines shall be determined by the Board and shall be published in a Schedule of Fines. The Board shall have the right to amend the Schedule of Fines from time to time as it sees fit. Fines shall be considered an assessment against the Lot and shall be collectible as an assessment/pursuant to Article 4 herein. In order to provide a uniform enforcement policy the Association hereby adopts the Utah Community Association Act's fine provisions, as amended from time to time. See Utah Code 57-34-208. Further, if an Owner is noticed properly of a particular violation and refuses corrective action within a reasonable time period the Association following duly given notice, has the right to correct the violation itself and charge the cost to the Owner through an individual assessment.

Section 9.4 Notice and Hearing In the event of a claimed violation of the Declaration, By-Laws or administrative rules and regulations as they may be adopted by the Trustees from time to time governing the Association an Owner or Resident shall be entitled to the following:

Notice. Written notice specifying the nature of the alleged violation providing any other appropriate information] and stating that the Owner or Resident may request a hearing at which he or she will have an opportunity to be heard. If a hearing is requested, notice shall be given at least ten [10] days prior to and no longer than forty-five [45] days before the date set for the hearing. The notice may be delivered personally, by mail, or by another manner authorized under of the Declaration, Bylaws or Rules. If delivery is made by mail it shall be deemed to have been given four [4] business days after it has been deposited with the U.S. Postal Service, regular mail postage prepaid, addressed to the Owner or Resident at the address given by the member to the Trustees for the purpose of service of notice, or to the address of the Owner's or Resident's Unit if no other address has been provided. The address of an Owner or Resident for the purposes of notice may be changed from time to time by delivery of written notice to the Trustees.

20110034140 11/08/2011 10:14:08 AM Washington County Rage 20 of 22

:j@\\

- Costs and Assessments. If the violation, or the failure to correct or remedy a violation continues, the Board of Trustees may levy fines as indicated in Section 9.3.
 - [c] Final Determination. If a hearing is requested, after the hearing has taken place, the Trustees shall determine whether a violation has occurred and, if so, the Trustees inay: [1] levy an Assessment or impose conditions which shall become effective not less than live [5] days after the date of the hearing; [2] take such other action as it may deem appropriate. [3] The voting fights of Owner shall be suspended during any period of delinquency of assessments. The determination of the Trustees shall be final.

Section 9.5. Board Meetings and Actions. The Board of Trustees may permit any Trustee to participate in a meeting by, or conduct the meeting through the use of any means of communication by which all Trustees participating may lear each other during the meeting. Trustee participating by such means is considered to be present in person at the meeting.

Any action required or permitted to be taken at a Board meeting may be taken without a meeting [e.g. via email correspondence] if each member of the Board in writing either: [1] votes for the action, or [2] votes against the action, or [3] abstains from voting and waives the right to demand that action not be taken without a meeting

ARTICLE 10 – <u>EASEMENTS</u> Section 16. Encroachments Each lot and the property included in the common and limited common areas shall be subject to an easement for encroachments created by construction, settling and overhangs, as designed or constructed by the Declarant. A valid easement for said encroachments and for the maintenance of same, so long as it stands, shall and does exist. In the event the structure containing lots is partially or totally destroyed, and then rebuilt, the owners of the lots so affected agree that minor encroachments of parts of the adjacent lots or common or limited common areas due to construction shall be permitted and that a valid easement for said encroachment and the maintenance thereof shall exist

Section 10.2. Utilities There is hereby created a blanket easement upon, across, over and under all of the properties for public utility purposes. By virtue of this easement, it shall be expressly permissible total public utilities serving the properties to lay, construct, renew, operate and maintain conduits, cables, pipes, mains, ducts, wires and other necessary equipment on the properties, provided that all such services shall be placed underground, except that said public utilities may affix) and maintain electrical and/or telephone wires, circuits and conduits on, above, across and under roofs and exterior walls. Notwithstanding anything to the contrary contained in this section, no sewers, electrical lines, water lines, or other utilities may be installed or relocated on the properties in such a way as to unreasonably encroach upon or limit the use of the common area or limited common area or any structure thereon. In the initial exercise of easement rights under this Section a willty shall make reasonable efforts to occupy and use the same physical location or lane as other utilities. After a utility service was initially exercised its easement rights under this Section, the utility shall make reasonable efforts to occupy and use the same physical location as its prior installations. Should any utility furnishing a service covered by the general easement by separate recordable (document Association shall have the right to grant such easement on said property without conflicting with the terms hereof.

Section 10.3. Police, Fire and Ambulance Service An easement is hereby granted to all police, fire protection, ambulance services and all similar persons to enter upon the streets and common and limited common area in the performance of their duties.

11/08/2011 10:14:08 AM 20110034140 Washington County Rage 21 of 22

Section 10.4. Maintenance by Association An easement is hereby granted to the Association, its officers, agents, employees and to any maintenance company selected by the Association to enter in or to cross over the common and limited common areas and any lot or unit to perform the duties of maintenance and repair including those procedures necessary to provide pest and/or vermin control. Upon reasonable notice to the unit owner or lessee that procedures as noted above are necessary, the unit owner or lessee shall provide keys or make other arrangements in order to facilitate such procedures.

Section 10.5. Other Easements The easements provided for In this Article shall in no way affect any other recorded easement.

ARTICLE 11 -- GENERAL PROVISIONS

Section 11.1. Enforcement The Association, or any owner, shall have the fight to enforce, by any proceeding at law or in equity, all restrictions, conditions, covenants reservations, liens and charges now or hereafter imposed by the provisions of this Declaration, or any rule of the Association, including but not limited to any proceeding at law or in equity against any person or persons violating or attempting to violate any covenant or restriction, either to restrain violation or to recover damages, and against the land to enforce any lien created by these covenants. Failure of the Association or of any owner to enforce any covenant or restriction herein contained or any rule of the Association shall in no event be deemed a waiver of the right of the Association or any owner to do so thereafter.

In the event action, with or without suit, is undertaken to enforce any provision hereof or any rule of the Association, the party against whom enforcement is sought shall pay to the Association or enforcing owner a reasonable attorney's fee and costs incurred. The Trustees may levy a fine or penalty/for violations of the governing documents as stated in this Declaration.

Section 11.2. Severability All of said conditions, covenants and reservations contained in this Declaration shall be construed together, but if any one of said conditions, covenants, or reservations, or any part thereof, shall at any time be held invalid, or for any reason become unenforceable, no other condition, covenant, or reservation, or any part thereof, shall be thereby affected or impaired; and the Association and owners, their successors, heirs and assigns shall be bound by each article section, subsection, paragraph, sentence, clause and phrase of this Declaration, irrespective of the invalidity or unenforceability of any other article, section subsection, paragraph/sentence, clause or phrase.

Section 11.3. <u>Duration</u> The covenants and restrictions of this Declaration shall run with and bind the land, and shall inure to the benefit of and be enforceable by the Association, or the owner of any lot subject to this Declaration, their respective legal representatives, heirs, successors, and assigns for a term of twenty (20) years from the date this declaration is recorded, after which time said covenants shall be automatically extended for successive periods of five [5] years.

Section 11.4. Amendment The covenants, conditions and restrictions of this Declaration may be amended by an (instrument approved by not less than sixty percent (60%) of the members. Amendments to the Declaration shall be proposed by either a majority of the Trustees or by Owners holding thirty percent [30%] or more of the voting rights. The proposed amendment must be reduced to writing and shall be included in the notice of any meeting at which action or a vote is to be taken thereon or attached to any request for approval or consent to the amendment. Any amendment must be properly recorded in the records of Washington unty, County, Utah, to become effective.

Section 11.5. Notices & Affairs. Electronic Means. Any transaction or action involving the business of affairs of the Association, including but not limited to voting and providing potice or records may be conducted by electronic means. The Association may accept a vote, consent, Jouner means. An electronic transmission, and electronic transmission, and person if it was the act of the person. An electronic signature may combination thereof attached to or logically associated with a record and executed or adopted by a person with the intent to sign the record and the same shall be considered the signature of such person. A writing includes any document, record, vote ballot, proxy, or instrument required or permitted to be transmitted by a Member or by the Association.

In any circumstance where notice is required to be discontinuously the Board deems the Board deems the same shall be considered to be discontinuously to be deemed to written ballot, waiver, proxy appointment, or proxy appointment revocation as the act of the

Association, by written demand, to provide notice to the homeowner by math. The Board is authorized to promulgate rules and procedures facilitating the implementation of this section as it deems fit from time to time, including requiring members to furnish the Association with a current email address. Additionally, any notice required to be sent under the provision of this Declaration shall be deemed to have been properly sent when the U.S. Mail, postpaid to the last known address of the person who is entitled to receive it.

Section 11.6 Gender and Grammar The singular, wherever used herein, shall be construed to mean the plural when applicable, and the necessary grammatical changes required to make the provisions hereof apply either to corporations or individuals, men or women, shall in all cases be assumed as though in each case fully expressed.

§ Section 11.7. Waivers No provision contained in the Declaration shall be deemed to have been waived by reason of any failure to enforce it, irrespective of the number of violations which may occur.

Section 11.8. Topical Headings The topical headings contained in this Declaration are for convenience only and do not define, limit or construe the contents of the Declaration.

> 18