

# **Very Important Information**



# OFFICE OF THE PUBLIC REGULATION COMMISSION

RESTATED CERTIFICATE OF INCORPORATION

OF

TUSCANY LANDSCAPE ASSOCIATION, INC.

#### 3184058

The Public Regulation Commission certifies that duplicate originals of Restated Articles of Incorporation attached hereto, duly signed and verified pursuant to the provisions of the

NONPROFIT CORPORATION ACT (53-8-1 to 53-8-99 NMSA 1978) have been received by it and are found to conform to law.

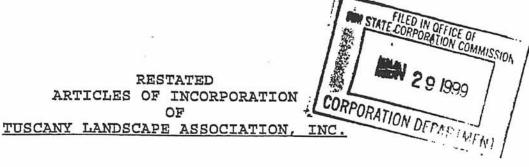
Accordingly, by virtue of the authority vested in it by law, the Public Regulation Commission issues this Restated Certificate of Incorporation and attaches hereto a duplicate original of the Restated Articles of Incorporation.

Dated: JUNE 29, 1999

In testimony whereof, the State Public Regulation Commission of the State of New Mexico has caused this certificate to be signed by its Chairman and the seal of said Commission to be affixed at the City of Santa Fe

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Bureau Chief



This RESTATED ARTICLES OF INCORPORATION OF TUSCANY LANDSCAPE ASSOCIATION, INC. ("Articles of Incorporation"), correctly set forth the provisions of the Articles of Incorporation, as amended, and that these Articles of Incorporation have been duly approved as required by law, and supersede the original Articles of Incorporation filed with the State Corporation Commission on May 24, 1996. Tuscany Landscape Association, Inc. (the "Corporation"), hereby adopts the following Articles of Incorporation:

#### ARTICLE I Name

The name of the Corporation shall be TUSCANY LANDSCAPE ASSOCIATION, INC. (the "Corporation").

The Corporation shall not afford, directly or indirectly, pecuniary gain or profit to its members. The purposes of the Corporation are:

A. To operate exclusively for the benefit of the owners of Lots and residents of houses constructed upon the Lots located within the property situate in Bernalillo County, New Mexico, and more further described as follows:

TUSCANY SUBDIVISION UNIT 1, as the same is shown and designated on the Vacation and Replat thereof, as recorded in the Bernalillo County, New Mexico real estate records on August 21, 1995, in Vol.95-C, Folio 315, and TUSCANY SUBDIVISION UNIT 2 as the same is shown and designated on the Vacation and Replat thereof, as recorded in the Bernalillo County, New Mexico real estate records on April 22, 1996, in Vol. 96-C, Folio 168

and

Lots 1-Pl through 149-Pl, inclusive, as the same are shown and designated on the subdivision plat of Tuscany Ridge Subdivision, filed in the Office of the County Clerk of Bernalillo County, New Mexico, on September 12, 1997, in Volume 97-C, Folio 273

together with additional properties subsequently annexed into the Association, hereinafter called "the Properties".



- B. To own, hold and/or manage certain common areas and/or easement areas (hereinafter called "the Common Areas") for the benefit of the owners and residents of the lots making up the Properties; and
- C. To enforce the provisions of and perform the duties set forth in the Tuscany Subdivision Restrictions, A Declaration of Restrictions, Covenants and Conditions for the Creation and Maintenance of a Planned Residential Development (hereinafter "the Tuscany Restrictions") filed for record with respect to the Properties on May 16, 1996, in Book Misc. 96-13, Pages 9544-9570, Document No. 96-055461 of the Real Estate Records of Bernalillo County, New Mexico, and the Tuscany Ridge Subdivision, A Declaration of Restrictions, Covenants and Conditions for the Creation and Maintenance of a Planned Residential Development (hereinafter the "Tuscany Ridge Restrictions), filed for record with respect to the Properties on January 30, 1998, in Book Misc. 98-4, Pages 566-595, Document No. 98-011177. The Tuscany Restrictions and the Tuscany Ridge Restrictions are collectively referred to herein as the "Restrictions".

# ARTICLE II Powers

The Corporation shall have the following powers:

- A. To perform any and all acts necessary and proper to promote the health, safety and welfare of the owners and residents of houses situate within the Properties, including without limitation, any of the following acts:
  - (1) To establish and collect annual and special assessments or charges to be levied against the members of the Corporation and their houses located within the Properties as provided in the Restrictions;
  - (2) To enforce any and all covenants, conditions and restrictions as set forth in the Restrictions, including any amendments thereto;
  - (3) To own, acquire, build, operate and maintain landscaping and utilities located within the Common Areas and the Easement Areas, as defined in the Restrictions;
  - (4) To pay taxes, if any, assessed against the Common Areas and to discharge any liens or claims of lien against the Common Areas;
    - (5) To receive, administer and apply funds generated by annual and special assessments for the common benefit of the owners and residents of houses located within the Properties.

- B. To perform all acts and exercise all powers authorized by the Non-Profit Corporation Act, Sections 53-8-1 through 53-8-99, N.M.S.A. 1978 Comp., as now or hereafter amended, and to perform all acts and exercise all powers which a nonprofit corporation is authorized to do under all applicable statutes of New Mexico, as now or hereafter amended, including without limitation, the following:
  - (1) To receive and administer funds and contributions received by gift, deed, bequest or devise and to hold, invest, expend, contribute or otherwise dispose of such funds and contributions for the purposes for which this Corporation is organized;
  - (2) To borrow money and make, execute or issue bonds, debentures, promissory notes or other corporate obligations for money borrowed, or in payment for property acquired, and to secure the payment of any such corporate obligations by pledge, mortgage, indenture, agreement or otherwise;
  - (3) To lend money, make loans and engage in financing arrangements of all types for the purposes for which this Corporation is organized;
  - (4) To acquire by purchase or otherwise personal property of every kind whatsoever and to hold, invest and reinvest same for the purposes for which the Corporation is organized;
  - (5) To acquire by purchase or otherwise real property and to hold, use, improve, lease, rent, sell, convey or encumber same for the purposes for which this Corporation is organized;
  - (6) To enter into, make, perform and carry out contracts, agreements, commitments and assurances of every kind for the purposes for which this Corporation is organized; and
  - (7) In doing, exercising or performing any of the foregoing, to do the same as a contractor, subcontractor, principal, agent, employee or on its own behalf, or in association, partnership, corporation or joint venture with any person, partnership, corporation, joint venture or other business entity.
- C. To exercise all powers which the Corporation is authorized to exercise pursuant to these Articles of Incorporation primarily for the purposes of acquisition, construction, management, maintenance and care of Common Areas consistent with the provisions of Section 528 of the Internal Revenue Code of 1954, as now or hereafter amended.
- D. The Corporation shall neither have nor exercise any power, nor shall it directly or indirectly engage in any activity which

would result in its net earnings inuring to the benefit of any private person.

#### ARTICLE III

The period of duration of the Corporation shall be perpetual.

# ARTICLE IV Registered Agent and Office

The registered agent of the Corporation is John A. Myers, and the address of the registered office of the Corporation is c/o Myers, Oliver & Price, P.C., 1401 Central Avenue, NW, Albuquerque, New Mexico, 87104.

### ARTICLE V Board of Directors

The management of the affairs of the Corporation shall be vested in a Board of Directors consisting of not more than five (5) persons and shall initially be three (3) persons. The Grantors shall appoint the Board through December 31, 1997. At the November, 1997 Annual Meeting of Members, one (1) member of the Board of Directors shall be elected to serve a one (1) year term. The remaining two (2) members of the Board of Directors shall be elected for two (2) year terms and all subsequent elections for membership to the Board of Directors shall be for two (2) year terms. Directors may be non-members of the Association. The number of Board members may be changed by an amendment to the By-Laws. Until the First Annual Meeting of Members, the initial Board of Directors shall consist of the three (3) persons whose names and addresses appear below:

Charles A. Haegelin c/o Curb, Inc. 6301 Indian School Road, NE Suite 208 Albuquerque, New Mexico 87110

Ms. Mary Strickman c/o Trails Management, Inc. 6301 Indian School Road, NE Suite 208 Albuquerque, New Mexico 87110 Mr. Stan Strickman c/o Trails Management, Inc. 6301 Indian School Road, NE Suite 208 Albuquerque, New Mexico 87110

The Association shall indemnify its directors and officers against expenses, costs and attorney's fees actually and reasonably incurred by them in connection with the defense of any action, suit, or proceeding, civil or criminal in which they are made a party by reason of being or having been a director or officer of the Association unless they are guilty of negligence or misconduct in their performance of their duties as directors or officers.

# ARTICLE VII Membership and Voting Rights

- A. <u>Membership</u>. Every person or entity who is the beneficial owner of a fee simple interest, including the Purchaser under a real estate contract, in any Lot subject to the Restrictions shall be a member of the Association; provided that any person or entity holding such interest as security for the payment of a debt or performance of any obligation shall not be a member; provided, however, that any person or entity who acquires such interest at a judicial sale or by conveyance in lieu of foreclosure shall be a member. Membership shall be appurtenant to and may not be separated from ownership of any Lot which is subject to the Restrictions.
- B. <u>Voting Rights</u>. The Association shall have one (1) class of voting membership. Each member shall be entitled to one vote for each lot in which they hold the interest required for membership as provided in Section A of this Article VIII. When more than one person or entity holds such interest, all such persons or entities shall be members, but only one vote shall be cast with respect to any Lot.
- C. <u>Suspension of Membership and Voting Rights</u>. The rights of membership, including the right to vote and the right to participate in Association affairs, are subject to suspension by the Board for: (1) failure or refusal to pay any assessment levied by the Association for a period of thirty (30) days after the due date of such assessment; or (2) an infraction of, default in or breach of any provision of the Restrictions, the Articles, the By-Laws or the Rules and Regulations of the Association.

# ARTICLE VIII

These Articles of Incorporation may be amended, changed, modified or repealed in the manner now or hereafter provided by law upon the affirmative vote of two-thirds (2/3) of the members entitled to vote in person or by proxy at a meeting duly called for that purpose, written notice of which shall have been sent to all members not less than thirty (30) nor more than fifty (50) days prior to such meeting. So long as either of the Grantors are members, the consent of the Grantors is required to adopt new Articles, or to amend or repeal these Articles. Any amendment to these Articles shall require the written consent of VA or FHA. Such written notice of meeting must set forth the purpose of the meeting.

IN WITNESS WHEREOF, the undersigned officers of this Corporation have made and signed these Restated Articles of Incorporation this 23 day of June, 1999.

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RESTRICTIONS

OF

#### TUSCANY SUBDIVISION

A Declaration of Restrictions, Covenants and Conditions for the Creation and
Maintenance Of a Planned Residential Development

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#### THE TUSCANY SUBDIVISION RESTRICTIONS

A Declaration of Restrictions, Covenants and Conditions for the Creation and Maintenance of a Planned Residential Development

THIS DECLARATION is made as of May , 1996, by CURB WEST, INC., a New Mexico corporation ("Curb"), and PRESLEY HOMES, a California corporation d/b/a in New Mexico as Presley Homes, Inc. ("Presley") with respect to that certain real property situate in Bernalillo County, New Mexico and more particularly described as follows:

Lots Numbered 1-P1 through 13-P1, Block 1; Lots Numbered 1-P1 through 21-P1, Block 2; Lots Numbered 1-P1 through 28-P1, Block 3; Lots 1-P1 through 11-P1, Block 4; Lots 1-P1 through 14-P1, Block 5, TUSCANY SUBDIVISION UNIT 1, as the same are shown and designated on the Vacation and Replat for Tuscany Subdivision Unit 1, recorded in the Bernalillo County, New Mexico real estate records on August 21, 1995, in Vol. 95-C, folio 315 ("Unit 1 Subdivision")

and

Lots 1-P1 through 7-P1, Block 6, Lots 1-P1 through 14-P1, Block 7, and Lots 1-P1 through 38-P1, Block 8, TUSCANY SUBDIVISION UNIT 2, as the same are shown and designated on the Vacation and Replat for Tuscany Subdivision Unit 2, recorded in the Bernalillo County, New Mexico real estate records on April 22, 1996, in Vol. 96-C, Folio 168 ("Unit 2 Subdivision")

and

Tract 2B, PARADISE NORTH, as shown and designated on the Plat of Paradise North, recorded in the Bernalillo County, New Mexico real estate records on March 28, 1985, in Vol. C-26, Folio 167 ("Tract 2B")

It is hereby declared that all of the described real property is subject to this Declaration which is for the purpose of creating and maintaining a planned residential development on the described real property and for the improvement and protection of the value, desirability and attractiveness of the described real property.

It is the purpose of this Declaration to create a planned unit residential development originally consisting of one hundred forty-six (146) lots for single family dwellings with the potential for the annexation of additional lots with each dwelling to be located on an individually owned lot on public streets, with portions of certain lots subject to easements for the benefit of the community, and with portions of the property or the subsequently annexed property being owned by the Association of Lot Owners for the benefit of the Lot Owners.

This Declaration shall run with the described real property and shall be binding upon and inure to the benefit of Grantors, the Association, each Owner of the described real property or any part of it, and each successor in interest of Grantors, the Association, and any such Owner.

These Restrictions completely replace the Tuscany Subdivision Restrictions recorded in the Bernalillo county, New Mexico real estate records on February 23, 1996, in Vol. 96-5, Page 5956-5970 (the "Prior Restrictions"). The Grantors being all of the owners of the property subject to the Prior Restrictions hereby repeal and terminate the Prior Restrictions.

#### ARTICLE 1 Definitions

Unless the context otherwise specifies or requires, the terms defined in this Article 1 shall have the meanings as defined in this Article for the purposes of these Restrictions.

#### Section 1.01: Architectural Control Committee.

The terms "Architectural Control Committee" or "Committee" shall mean the architectural control committee created pursuant to Article 8.

#### Section 1.02: Association.

The term "Association" shall mean The Tuscany Landscape Association, Inc., a New Mexico non-profit corporation described in the Article entitled, "Organization, Powers and Duties of the Association," and any predecessor or successor unincorporated association.

#### Section 1.03: Board.

The term "Board" shall mean the Board of Directors of the Association and the governing body of any predecessor or successor unincorporated association.

#### Section 1.04: Common Area.

The term "Common Area" shall mean portions of the Subdivision which have been or will be conveyed to the Association for the benefit of the Lot Owners. The Common Area within the Initial Development is Tract 2B as shown on the Plat.

#### Section 1.05: Easement Area.

The term "Easement Area" shall mean certain interests in real property including Improvements thereon owned or controlled by the Association or owned by the public or the Lot Owners but maintained by the Association for the common use and enjoyment of the Association members. The Easement Areas within the Initial Development to be maintained by the Association shall be the exterior of all property line walls, which abut Bandelier Drive and the Calabacillas Arroyo, and the landscaping within Bandelier Drive, NW, right-of-way adjacent to the Property.

#### Section 1.06: Eligible Mortgagee.

The term "Eligible Mortgagee" means any holder of a first mortgage lien against any Lot provided that such mortgagee has given the Association written notice of its mortgage setting forth its name and address and identifying the Lot, by legal description and address, which is subject to such first mortgage.

#### Section 1.07: Fiscal Year.

The term "Fiscal Year" shall be the calendar year; but, a different Fiscal Year may be adopted by the Association by By-Law or Board Resolution.

#### Section 1.08: Grantors.

The term "Grantors" shall mean Curb and Presley and their successors and assigns, who are assigned, in writing, all or part of Grantors' powers and responsibilities for all or a specific area or portion of the Subdivision and who accept such powers and responsibilities in writing. All such assignments and agreements to accept the obligations of Grantors shall be recorded, filed with the Board and placed with the records of the Association. Each person or entity named as Grantors in an assignment may exercise the rights of Grantors provided by these Restrictions for the area assigned, but no general power, such as the power to annex, shall be partially assigned, except for an assignment of all rights under this Declaration.

#### Section 1.09: Improvements.

The term "Improvements" shall include, without limitation, buildings, out-buildings, (including sheds and storage buildings), roads, driveways, parking areas, fences, retaining walls, privacy walls or fences, subdivision exterior walls or fences, stairs, decks, windbreaks, poles, antennas, signs, utility or communication installations (whether above or underground), and any structure and excavation of any type or kind.

#### Section 1.10: Lot.

The term "Lot" shall mean each of the one hundred forty-six (146) lots designated on the Plats together with the Improvements located on each such Lots, and any lots subsequently annexed into the Association.

#### Section 1.11: Mortgage.

The term Mortgage shall mean a deed of trust, as well as a mortgage, and the term "Mortgagee" shall mean a beneficiary under or a holder of a deed of trust, as well as a Mortgagee.

#### Section 1.12: Owner.

The term "Owner" shall mean the persons or entities, including Grantors, holding the beneficial ownership of the fee of a Lot, including the purchaser under a real estate contract, and shall not include persons holding only a security interest or a seller under a real estate contract. For the purposes of the Article entitled, "Permitted and Prohibited Uses of Property," unless the context otherwise requires, "Owner" shall include the family, invitees, licensees and tenants of any Owner.

#### Section 1.13: Plats.

The term "Plats" shall mean the Plat of Tuscany Subdivision Unit 1, as recorded in the Bernalillo County, New Mexico real estate records on August 21, 1995, the Plat of Tuscany Subdivision Unit 2, as recorded in the Bernalillo County, New Mexico real estate records on April 22, 1996, and any plats of lots subsequently annexed into the Association.

#### Section 1.14: Subdivision.

The term "Subdivision" shall mean the Planned Residential Development subdivision created by and subject to this Declaration, including the internal streets serving the Lots, together with any property subsequently annexed and subjected to these Restrictions.

#### Section 1.15: Subdivision Restrictions.

The term "Subdivision Restrictions" shall mean, with respect to all property within the Subdivision, the limitations, easements, restrictions, covenants, and conditions set forth in this Declaration, as this Declaration may from time to time be amended. The term "This Declaration" and the title to this Declaration shall have the same meaning as "Subdivision Restrictions."

# ARTICLE 2 Property Subject to Subdivision Restrictions

#### Section 2.01: Initial Development.

All of the Lots within the Unit 1 Subdivision and the Unit 2 Subdivision, referred to herein as the "Initial Development".

#### Section 2.02: Subsequent Development.

Grantors may, pursuant to the following provisions of this section, from time to time and in their sole discretion and without necessity of any approvals, annex real property owned by either of the Grantors or other persons with the permission of such

other persons. The annexation of any such property shall become effective when either of the Grantors shall have recorded the following:

- a. A declaration, which may consist of more than one document and which shall, among other things, (i) describe the real property which is to be annexed, (ii) set forth or refer to such additional or other limitations, restrictions, covenants and conditions, applicable to such property, (iii) describe any areas to be included within the Common Areas or Easement Area, and (iv) declare that such property is held and shall be held, conveyed, hypothecated, encumbered, leased, rented, used, occupied and improved, subject to The Restrictions of Tuscany Subdivision;
- b. A subdivision plat with respect to the real property described in said declaration.

Upon annexation becoming effective, the property covered by annexation shall become and constitute part of The Tuscany Landscape Association, and the Association shall have and shall accept and exercise jurisdiction over such property as a part of the Tuscany Community.

The annexation declaration, with respect to all or any part of the property described by it, shall provide for any or all of the following which shall become part of these Restrictions as applicable to such property:

- (1) Such new land classifications not then provided restrictions, covenants and conditions with respect to the use as Grantors deem appropriate for the development of such property; and
- (2) With respect to the land classification provided for by these Restrictions, such additional or different limitations, restrictions, covenants and conditions with respect to use as Grantors deem appropriate for the development of such property; provided, however, that such additional or different limitations, restrictions, covenants and conditions applicable to Common Area lying within such annexed property shall not discriminate between Owners.

# ARTICLE 3 Permitted and Prohibited Uses of Property

### Section 3.01: Permitted Uses of Property Within the Subdivision.

- a. Improvements and development within the Initial Development shall be limited to residential single family dwellings, associated parking, garages, roads and access ways, landscaped areas, and all public or private service and utility facilities related to such uses, including, but not limited to, drainage, sewer, gas, water, electric and communication facilities. Single family dwellings within the Unit 1 Subdivision shall have a minimum of 1200 square feet of heated living area. Single family dwellings within the Unit 2 Subdivision shall have a minimum of 1500 square feet of heated living area. No dwelling shall be used as a boarding house or divided into apartments or rooms for rental purposes. This subsection does not prevent the rental or lease of the whole dwelling by the Owner thereof, but any such rental or lease must be by a written agreement which requires the tenant to observe these Restrictions. No dwelling may be leased or rented for a period of less than thirty (30) days.
- b. Grantors shall, so long as Grantors are the owners of any Lot, have all of the rights of use set out in the Article entitled, "Limitation of Subdivision Restrictions on Grantors."

Section 3.02: Prohibited Uses of Subdivision.

a. In no event shall any Lot be used for the purpose of mining, quarrying, drilling, boring, or exploring for or removing oil, gas or other hydrocarbons, minerals, rocks, stones, gravel or earth, or be used in any other way inconsistent with the Subdivision Restrictions.

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- b. No illegal, noxious or offensive activity shall be carried on within the Subdivision. No light shall be emitted from any Lot which is unreasonably bright to cause unreasonable glare to any residences. No sound shall be emitted on or from any Lot which is unreasonably loud or annoying. No odor shall be emitted from any Lot which is noxious or offensive to others. Nothing shall be done or placed which may be or become a nuisance, or cause unreasonable embarrassment, disturbance, or annoyance to Owners in the enjoyment of their dwellings.
- c. No signs whatsoever, including, but without limitation, commercial or similar signs, visible from other Lots, shall be erected or maintained upon any Lot, except:
  - Such signs as may be required by legal proceedings or are useful for such proceedings.
  - 2. During the time of construction of any structure or other Improvement, job identification signs having a maximum face area of twelve (12) square feet per sign and of the type usually employed by contractors, subcontractors, and tradesmen.
  - 3. Appropriate safety, directional, and identification and safety signs installed by Grantors, the Association, or required by law.
    - Customary "for sale" or "for rent" signs.
  - 5. Such residential or commercial identification signs as Grantors have the right to maintain, or as are specifically approved by the Board in accordance with the rules adopted by the Board.
- d. Except as provided otherwise by this Section, no mobile home, motor home, recreational vehicle, motorcycles, campers, trailers, boat, or similar facility, structure or recreational equipment shall be kept, placed, or maintained within the Subdivision at any time, unless enclosed within a garage or within the side or rear yard so as to be screened from any street, or the ground floor of neighboring homes. Unless enclosed within a garage, all outside storage of said vehicles, equipment or facilities must be specifically approved by the Architectural Control Committee. The provisions of this subsection shall not apply to (i) temporary construction shelters or facilities maintained during, and used exclusively in connection with, the construction of any work or improvement permitted by this Declaration, (ii) a recreational vehicle parked in the driveway or the street for a period not to exceed 24 hours, and (iii) a guest's use of a recreational vehicle for a period not to exceed two weeks per year.
- e. Any outside clothes lines or other outside clothes drying or airing facilities shall be maintained exclusively within a fenced yard in such a way as not to be visible from streets and the ground floor of neighboring dwellings.
- f. No garbage, clippings from trees, shrubs or lawns, trash, ashes or other refuse may be thrown, dumped or allowed to accumulate on any land within the Subdivision. There shall be no burning of refuse out of doors, except for the burning of natural materials in connection with land clearance or fire control. No incinerators or other device for the burning of refuse indoors shall be constructed, installed or used by any person except in conformity with law and approved by the Board.
- g. No animals, livestock, horses, insects or poultry of any kind shall be kept, raised, or bred in the Subdivision. Dogs, cats and other household pets in reasonable numbers may be kept, providing they are not kept, raised or bred for commercial or hobby breeding purposes. Such household pets, except cats, must be restrained on a leash or otherwise under the direct control of an individual when in the Subdivision.

- h. All exterior spot or directional lighting of any sort, the light source of which is visible from neighboring Lots, shall be approved, in writing, by the Board prior to installation.
- i. No exterior antenna, or satellite dishes, of any sort shall be installed or maintained on any Lot or within the Subdivision, except those devices which are erected, installed, placed or maintained and used entirely under the eaves or enclosed within a building or structure or are not visible from the ground level of other Lots. This provision shall remain enforceable even if enforcement action is not commenced within the time limitations otherwise provided by the Subdivision Restrictions.
- j. No vehicles of any type shall be permanently or semipermanently parked in any portion of the Subdivision visible from other Lots for purposes of repairs or reconstruction, or storage. A vehicle shall be deemed parked for storage if it is not driven out of the Subdivision for thirty (30) consecutive days.
- k. No trucks or other commercial vehicles shall be kept or maintained in the Subdivision, except within garages, and except where customary or required for the limited purposes of building, repairing, refinishing, or maintaining the Subdivision or a dwelling, or for the purpose of moving household goods or other necessary or customary furnishings, equipment or supplies in or out of the Subdivision.
- 1. Except temporarily during a construction period, all utility lines, including, but not limited to, electrical, gas, telephone, cable television, and other communications systems shall be underground, except for access ports and aboveground transformers.
- m. No portion of the Subdivision shall be used for any purpose or in any manner which would increase the rate at which insurance against loss or damage by fire and the perils covered by extended coverage, bodily injury, property damage liability insurance, covering any other dwelling may be obtained, or cause any other dwelling to be uninsurable or have such insurance canceled or suspended.
- n. Mechanical devises shall be substantially hidden from the street by placing them on the ground or on the rear portion of the roof.

#### Section 3.03: Common Area/Easement Area.

The Common Area and the Easement Area shall be reserved by the Association for the benefit of all Owners pursuant to this Declaration to enhance the value and desirability of the Subdivision for watering, planting, cutting, removing and otherwise caring for the landscaping and for installing, maintaining and repairing signs identifying the Subdivision and utility lines necessary for the maintenance of the Landscaping. The exterior of all Lot walls abutting Bandelier Drive and the Calabacillas Arroyo are Easement areas. The Association shall have the right and the obligation to maintain the appearance of the exterior of these walls. The Lot Owners shall be obligated to maintain the structural integrity of these walls.

#### Section 3.04: Encroachment Easements.

Should minor variations between lot lines as shown on the Plat and actual physical lot boundaries (such as walls, including interior party walls, and fences) occur, either due to original construction, reconstruction, repair or due to the settling, shifting or movement of structures, a valid easement shall exist for the encroaching Improvements for so long as the encroachment exists.

# ARTICLE 4 Membership in the Association Voting Rights

#### Section 4.01: Membership.

a. Each Owner, by virtue of being an Owner and during such time as such Owner remains an Owner, shall be a member of the Association, or, a member of the unincorporated association preceding the Association or succeeding to the Association.

b. The rights, duties, privileges, and obligations of an Owner as a member of the Association or its proceeding or succeeding unincorporated association shall be those set forth in, and shall be exercised and imposed in accordance with the provisions of this Declaration and the Association's Articles of Incorporation and By-Laws.

#### Section 4.02:

Classes of Membership.

The Association shall have one (1) class of membership.

#### Section 4.03: Voting Rights.

Each Owner shall be entitled to vote as provided in this Article on all matters properly submitted for vote to the membership of the Association. Every Owner entitled to vote at any election of members of the Board may cumulate his votes and give any one or more candidates a number of votes equal to the number of votes to which the Owner is entitled, multiplied by the number of Directors to be elected. The right to vote may not be severed or separated from any Lot, and any sale, transfer or conveyance of the beneficial interest of the fee of any Lot to a new Owner shall operate to transfer the appurtenant voting rights without the requirement of any express reference thereto. Voting may be by written proxy.

#### Section 4.04: Voting Rules.

When any provision of the Subdivision Restrictions calls for the vote or the consent of the members in any stated percentage, the following rules apply, unless the specific language of the provision provides to the contrary (2) whenever a vote of the members is required, it is sufficient to obtain the written consent of the same percentage of members; (b) the percentage requirement shall be a percentage of the total voting power of the Association and not a percentage of the number of members of the Association, and (c) in any election held pursuant to the requirements of this Declaration, ballots may be transmitted to Owners in the manner provided for the giving of notice.

# ARTICLE 5 Organization, Powers and Duties of the Association

#### Section 5.01:

#### Organization.

- a. The Association shall be organized as a non-profit corporation charged with the duties and empowered with the rights set forth herein. The Association's affairs shall be governed by this Declaration, the Articles of Incorporation and the By-Laws.
- b. In the event that the Association, as a corporate entity, is not formed or after formation loses its corporate powers or is dissolved, a non-profit, unincorporated association shall forthwith and without further action or notice, be formed and shall succeed to all the rights and obligations of the Association hereunder until a qualified non-profit corporation is formed. Said unincorporated association's affairs shall be governed by the laws of the State of New Mexico, and to the extent not inconsistent therewith, by this Declaration, the Articles of Incorporation and the By-Laws, respectively, as if they were created for the purpose of governing the affairs of an unincorporated association.
- c. The President and Secretary of the Association, or any three (3) members of the Board of Directors, may execute, seal, acknowledge and record a certificate of identity stating the names of all of the members of the then current Board and the then current Committee, if any. The most recently recorded affidavit shall be conclusive evidence of the identity of the persons then composing the Board and Planning Committee in favor of any person relying thereon in good faith.
- d. The Board shall be appointed by, and shall serve at, the pleasure of the Grantors through December 31, 1997. At the annual meeting of the members of the Association held in 1997, the board shall be elected for terms commencing on January 1, 1998.

e. The affairs of the Association shall be managed by the Board of Directors, which shall exercise all of the rights and powers and perform all of the duties and responsibilities set out in this Declaration for the Association.

#### Section 5.02: Powers and Authority of the Association.

The primary purposes of the Association are to maintain the Common Areas/Easement Areas and to enforce the Restrictions. The powers and authority of the Association should be exercised primarily to achieve these purposes. The Association shall have all of the powers set forth in its Articles of Incorporation, together with its general powers as a non-profit corporation, subject only to the limitations upon the exercise of such powers as are expressly set forth in its Articles of Incorporation, its By-Laws and in this Declaration, to do any and all lawful things which may be authorized, required, or permitted to be done by the Association under and by virtue of the Subdivision Restrictions and to do and perform any and all acts which may be necessary or proper for or incidental to the exercise of any of the express powers of the Association or for the peace, health, comfort, safety, and general welfare of Owners.

- a. Any of the following actions by the Board shall require a majority vote or written assent of the members:
  - 1. Entering into a contract for the furnishings of goods or services for Common Area and/or Easement Area or the Association for a term longer than three (3) years with the exception of prepaid casualty or liability policies of not to exceed three (3) years duration provided that the policy permits short rate cancellation by the insured; and
  - 2. Paying compensation to members of the Board or officers for services performed in the conduct of the Association's business provided that the Board may cause a member or officer to be reimbursed for expenses incurred in carrying on the business of the Association.
- b. In fulfilling any of its obligations or duties under the Subdivision Restrictions, including, without limitation, its obligations or duties for the maintenance, repair, operation, or administration of the Common Areas and/or Easement Areas, the Association shall have the power and authority:
  - 1. To contract and pay for, or otherwise provide for, the improvement, maintenance, restoration, and repair of the Common Area and/or Easement Area and all Improvements located thereon;
  - 2. To obtain, maintain, and pay for such insurance policies or bonds, whether or not required by this Declaration, as the Association shall deem to be appropriate for the protection or benefit of the Subdivision, the Association, the members of the Board, and the Owners;
  - 3. To incur indebtedness; but any indebtedness in excess of the Association's estimate of its estimated gross revenue for the year incurred or any indebtedness to be repaid over a period longer than one (1) year must be approved by a two-thirds (2/3) vote of the Members;
  - 4. To contract and pay for, or otherwise provide for, such utility services, including, but without limitation, water and electrical services, as may from time to time be required;
  - 5. To contract and pay for, or otherwise provide for, the services of architects, engineers, attorneys, bookkeepers and certified public accountants, and such other professional and non-professional services as the Association deems necessary;
  - 6. To contract and pay for, or otherwise provide for, such materials, supplies, furniture, equipment, and labor as and to the extent the Association deems necessary;

- 7. To pay and to discharge any and all liens from time to time placed or imposed upon any Common Area, or on account of any work done or performed by the Association in the fulfillment of any of its obligations and duties of maintenance, repair, operation, or administration;
- 8. To lease or contract for the use of land and Improvements for recreation or other purposes to the extent the Association deems necessary; and
- 9. To place and maintain upon Common Area such signs as the Association may deem necessary for the identification of the Subdivision and/or roads, the regulation of traffic, including parking, for the health, welfare and safety of owners and other persons.
- c. In fulfilling any of its obligations or in exercising any of its rights with respect to the development, construction, installation or acquisition of a capital improvement, the Association shall have the power and authority:
  - 1. To contract and pay for such Improvements upon such terms and conditions as the Association shall deem appropriate;
  - 2. To obtain, maintain, and pay for such insurance policies or bonds as the Association may deem appropriate for the protection and benefit of the Association, the members of the Board, and Owners, including, but without limitation, builder's risk insurance, additional comprehensive liability insurance, workman's compensation insurance, and performance and fidelity bonds;
  - 3. To incur indebtedness under terms and conditions as provided by this Article; and
  - 4. To contract and pay for the services of architects, engineers, attorneys, and certified public accountants, and other professional and non-professional services.
- d. With respect to the Common Area, the Association shall exercise control over the Common Area, but only for the purpose of carrying out the purposes of these Restrictions. The Association shall have no authority to mortgage, sell or convey Common Area or any part thereof, unless approved by the two-thirds (2/3) vote of the Members and consent of the Grantors, so long as either of the Grantors own any Lots subject to the Restrictions, except that the Association shall have the power and authority from time to time without a vote of the members to grant and convey easements or rights of way, in, on, over, or under any Common Area, for the purpose of constructing, erecting, operating and maintaining thereon, therein, and thereunder wires, conduits and other equipment for the transmission of electricity and signals for lighting, heating, power, communication, cable television and other purposes, and for the necessary attachments in connection therewith; and public and private sewers, storm water ponding areas, storm water drains, storm water ponding areas, land drains and pipes, water systems, sprinkling systems, water, heating and gas lines or pipes and any and all equipment in connection with the foregoing and the right to grant pedestrian easements over the Common Area for the benefit of the owners of adjoining properties.
- e. The Association may, from time to time and upon such terms and conditions as it may deem appropriate, agree with the Governing Body of any other subdivision to jointly manage the affairs of the Subdivision, to jointly hire a manager, or jointly to engage in other activities not inconsistent with the Subdivision Restrictions.
- f. The Association shall have the right from time to time to pay, compromise, or contest any and all taxes and assessments levied against all or any part of the Common Area any income of or assessed to the Association, and upon any personal property belonging to or assessed to the Association.
- g. The Association shall have the power and authority from time to time, in its own name, on its own behalf, and on behalf of any Owner or Owners who consent thereto, to commence and maintain actions and suits to restrain and enjoin any breach or threatened breach of the Subdivision Restrictions and to enforce, by mandatory injunction or otherwise, all of the provisions of this Declaration.

i. The Association shall have the power, but not the duty, to enter upon and maintain, or provide for the maintenance of, any Lot or Improvements which is not maintained by the Owner thereof in accordance with the requirements of these Restrictions, at the expense of any such Owner.

#### Section 5.03: Liability of Members of Board.

No member of the Board shall be personally liable to any Owner, or to any other person, including Grantors, for any error or omission of the Association, its representatives and employees, or the manager; provided, however, that such member has, with the actual knowledge possessed by him, acted in good faith.

#### Section 5.04: Duties and Obligations of the Association.

- a. The Association shall have the obligation and duty, subject to the Subdivision Restrictions, to do and perform each and everything set out in this Section, for the benefit of the Owners and for the maintenance and improvement of the Subdivision.
  - b. The Association shall accept all Owners as members of the Association.
- c. The Association shall accept from Grantors the Common Areas and maintenance responsibilities in all Easement Areas which shall be deemed transferred to it upon Recording of these Restrictions, subject to the reservations of all easements, licenses and rights to use and the rights of Grantors.
- d. The Association shall maintain, or provide for the maintenance of, the Common Areas, the Easement Areas and all Improvements thereon.
- e. The Association shall maintain or provide for the maintenance of all landscaping and vegetation (including without limitation, grass, mass plantings, shrubs and trees) on Easement Areas and shall keep such vegetation properly trimmed, mowed, cut, watered, fertilized, planted and replaced so that it provides an attractive appearance.
- f. The Association may employ the services of a corporate or individual manager to manage the affairs of the Association and, upon such conditions as are otherwise advisable by the Association, the Association may delegate to the manager any of its powers under the Subdivision Restrictions. No management agreement entered into between the Association and any professional management company (whether or not such professional management company is owned or controlled by the Grantors) shall provide for a term in excess of two (2) years and all such agreements shall permit the Association to terminate for cause upon not more than thirty (30) days' prior written notice and all such agreements shall provide for termination by either party without cause and without payment of a termination fee on ninety (90) days or less written notice.
- g. The Association shall obtain and maintain in force the following policies of insurance to the extent policies with the required provisions are economically available:
  - bond naming the Association as obligee in an amount equal to the estimated maximum amount of funds to be in the custody or control of the Association or its professional management company, including reserves for replacement and working capital, at any given time during the term of such bond, but in any event in an amount at least equal to three (3) months' aggregate monthly assessments on all Lots plus the sum of all reserve funds. Such fidelity bond shall cover all officers, directors, trustees and employees of the Association and all other persons handling or responsible for funds of or administered by the Association, including the officers, directors, employees and agents of the professional management company employed by the Association pursuant to these Restrictions. Provided, however, that the fidelity bond to be procured by the Association need not cover the professional management company and its officers, directors, employees and agents, if such professional management company provides a sufficient fidelity bond naming the Association as an additional obligee or loss payee. Such bond shall contain a waiver of any defense or exclusion based upon the exclusion of persons serving without compensation from the definition of "employees" or other

similar terms or expressions. Such bond shall require at least ten (10) days' prior written notice to the Association of cancellation or substantial modification (including cancellation for non-payment of premiums). The cost of such fidelity bond (except for premiums on any fidelity bond provided by the professional management company which the Board determines to be satisfactory and in compliance with the provisions of this Section) shall constitute a common expense of the Subdivision.

- 2. <u>Liability Insurance</u>: The Association shall procure and maintain comprehensive public liability insurance in the amount of at least one million dollars (\$1,000,000) per single occurrence for bodily injury, death and property damage suffered by the public or any Owner and his family, guests, agents, employees or invitees occurring in, on or about the Common Areas. Such policy shall insure the Owners and the Association and its officers, directors, employees and agents, including expressly the professional management company and its officers, directors, employees and agents and shall further expressly cover legal liability arising from lawsuits related to employment contracts of every nature to which the Association is a party. Such policy shall be issued by insurers of recognized responsibility authorized to do business within the State of New Mexico and shall require at least ten (10) days' prior written notice of cancellation or substantial modification (including cancellation for nonpayment of premiums) to the Association and to any Mortgagee having a first lien against any Lot which is listed as a scheduled holder of such a first mortgage in the policy. The cost of such policy shall constitute a common expense of the Subdivision. Such insurance must not provide for contribution with regard to any policies of liability insurance carried individually by any Owner.
- 3. Additional Insurance: The Board shall have the authority to obtain such other insurance, including the authority to increase the scope or amount of any insurance required by this Article 5, as the Board shall determine to be necessary or advisable. The cost of any such additional insurance shall constitute a common expense of the Subdivision.
- i. The Association shall prepare an annual operating statement reflecting the money received by the Association and the expenditures of the Association for each fiscal year and distribute such statement to each member and each Eligible Mortgagee upon request.
- j. The Association shall take such action, whether or not expressly authorized by the Subdivision Restrictions, as may reasonably be necessary to enforce or carry out the purposes of the Subdivision Restrictions and the Subdivision Rules.

# ARTICLE 6 Funds, Assessments and Delinquency

### Section 6.01: Creation of Lien and Personal Obligation for Assessments.

Grantors for each Lot owned by them, hereby agree to pay, and each Owner of any Lot by the acceptance of a deed or contract of sale therefor, whether or not so expressed in any such deed or contract or other conveyance, is deemed to agree to pay to the Association:

- a. Maintenance assessments;
- Delinquency assessments;
- Assessments for capital improvements; and
- d. All other fees or other moneys due to the Association from such Owner.

The maintenance assessment, delinquency assessment and assessment for capital improvements, plus interest, late charges, costs and attorney's fees, shall be a charge against the Lot and shall be a continuing lien upon the Lot against which each such assessment is made, and shall also be the personal obligation of the Owner or Owners of

such property on the assessment date. The personal obligation to pay assessments shall not pass to successors in title unless expressly assumed by them.

#### Section 6.02: Operating Fund.

There shall be an operating fund, into which the Association shall deposit all monies paid to it and from which the Association shall make disbursements in performing the functions for which the foregoing assessments are levied.

#### Section 6.03: Maintenance Assessment.

- a. Within thirty (30) days prior to the commencement of each fiscal year the Association shall estimate the costs and expenses to be incurred by the Association during such year, including a reasonable provision for contingencies, and reserves for major repair and replacement, and shall subtract from such estimate an amount equal to the anticipated balance, exclusive of any reserves for contingencies and reserves for major repair and replacement, in the operating fund at the start of such year. The sum or net estimate so determined shall be assessed to all Owners in shares: one (1) share for each Lot owned.
- b. If, at any time and from time to time, during any fiscal year, the maintenance assessment proves or appears likely to prove inadequate for any reason, including non-payment of any Owner's share thereof, the Association may levy a further maintenance assessment in the amount of such actual or estimated inadequacy, which shall be assessed to all Owners apportioned as provided in subsection a, if approved by a two-thirds (2/3) vote of the Members.
- c. Maintenance assessments shall be due and payable to the Association when levied or in such installments during the year, and on such due dates as the Board shall designate.
- d. The Board shall not levy assessments to defray the costs of any action or undertaking on behalf of the Association which in the aggregate exceed five percent (5%) of the budgeted gross expenses of the Association for that fiscal year and which are not part of such budgeted gross expenses without the vote or written consent of the Members.
- e. From and after the December 31st immediately following the conveyance of the first Lot by Grantors, the maximum maintenance assessment may be increased each year not more than ten percent (10%) from the previous year without a vote of two-thirds (2/3) of the Members and approval of the Grantors so long as Grantors own any Lots subject to the Restrictions. The percent of increase shall be cumulative from year to year so that an increase not used in one year may be used in a subsequent year without a vote of the members.

#### Section 6.04: Delinquency Assessment.

The Association shall levy a delinquency assessment against any Owner or Owners as a result of whose acts, or failure or refusal to act, or otherwise comply with the Subdivision Restrictions, or the Subdivision Rules, monies were expended from the operating fund by the Association. Such assessment shall be in the amount so expended, and shall be due and payable to the Association when levied, or in such installments as the Association shall designate. Prior to the levy of a delinquency assessment the Board shall hold a hearing to determine the validity and amount of the assessment upon at least thirty (30) days notice to the Owner to be assessed at which hearing such Owner shall be given an opportunity to be heard.

# Section 6.05: Assessments for Capital Improvements and Indebtedness.

The Association may also levy in any year an assessment for paying or returning, in whole or in part, the cost or proposed cost of acquisition and construction of a described capital improvement (whether the improvements constitute real or personal property) in an amount greater than can be included in the maintenance assessment, provided it has been approved by a two-thirds (2/3) vote of the voting powers of each of the Members, and consented to by Grantors so long as Grantors own any Lots subject to the

Restrictions, which assessment shall be assessed to Owners as provided for in Section 6.03.

#### Section 6.06: Reserves as Trust Funds.

Reserves for major repairs and replacements and for capital improvements to be built or acquired shall be kept segregated from the other monies held by the Association as trust funds in an account or accounts labeled "Reserve Trust Fund" and shall be withdrawn and used only for the purposes of major repairs and replacements or for capital improvements respectively, unless a different or other use is authorized by the vote of the members.

#### Section 6.07: Delinguency.

Each assessment under this Article shall be the separate, distinct and personal debt and obligation of the Owner against whom it is assessed. Any assessment provided for in this Article, which is not paid when due, shall be delinquent. With respect to each assessment not paid within ten (10) days after its due date, the Association may, at its election, require the Owner to pay a sum (late charge) to be determined by the Association, to pay the costs of handling the delinquent sum. Such a charge shall be considered an additional assessment and collectible with the assessment for which it was charged. If any such assessment is not paid within thirty (30) days after the delinquency date, the assessment shall bear interest from the date of delinquency at a rate set from time to time by the Association, however not greater than twenty percent (20%), and the Association may, at its option, bring an action at law against the Owner or Owners personally obligated to pay the same, and upon compliance with the provisions of this Article to foreclose the lien against the Lot, and there shall be added to the amount of such assessment the late charge, the costs of preparing and filling the complaint in such action, and in the event a judgment is obtained, such judgment shall include interest at the rate provided herein and a reasonable attorney's fee, together with the costs of the rate provided herein and a reasonable attorney's fee, together with the costs of action. Each Comer vests in the Association, or its assigns, the right and power to bring all actions at law or lien foreclosure against such Owner or other Owners for the collection of such delinquent assessments.

#### Section 6.08: Notice of Lien.

No action shall be brought to foreclose an assessment lien less than thirty (30) days after the date a notice of claim of lien is deposited in the United States mail, certified or registered, postage prepaid, to the Owner of said Lot, and a copy thereof is recorded by the Association in the office of the Bernalillo County Clerk; said notice of claim must recite a good and sufficient legal description of any such Lot, the record owner or reputed owner thereof, the amount claimed (which shall include the interest charges, costs and attorney's fees recoverable by an action at law) and the name and address of the Association.

### Section 6.09: Foreclosure Sale.

Any such sale provided for above is to be conducted in accordance with the customary practice of the court of the State of New Mexico, applicable to the foreclosure of Mortgages, or in any other manner permitted or provided by law. The Association, through its duly authorized agents, shall have the power to bid on the Lot at a foreclosure sale, and to acquire and hold, lease, mortgage and convey the same.

### Section 6.10: Curing a Default.

Upon the timely curing of any default for which a notice of claim of lien was filed by the Association, the officers of the Association are hereby authorized to file or record, as the case may be, an appropriate release of such notice, upon payment by the defaulting owner of a fee, to be determined by the Association, to cover the costs of preparing and filing or recording such release, together with the payment of such other costs, interest or fees as shall have been incurred.

#### Section 6.11: Cumulative Remedies.

The assessment lien and the rights to foreclosure and sale thereunder shall be in addition to and not in substitution for all other rights and remedies which the Association and its assigns may have hereunder and by law, including a suit to recover a money judgment for unpaid assessments, as above provided.

#### Section 6.12: Certificate of Payment.

The Association shall, upon demand, furnish to any Owner liable for assessments, a certificate in writing signed by an officer of the Association, setting forth whether the assessments on a specified Lot have been paid, and the amount of the delinquency, if any. A reasonable charge may be made by the Board for the issuance of these certificates. Such certificate shall be conclusive evidence of payment of any assessment therein stated to have been paid.

#### Section 6.13: Commencement of Annual Assessments.

The maintenance assessments provided for in this Article shall commence as to each Lot upon the sooner of (i) the first day of the month following closing the sale of the Lot with a home constructed thereon, or (ii) one year after the recording of this Declaration, or the recording of an Annexation Declaration for the Lot. The first such annual assessment shall be prorated for each Lot for the period from the commencement as provided in this section to the start of the next fiscal year following such commencement. So long as Grantors own any Lots within the Subdivision for which maintenance assessments are due, the Grantors shall be entitled to receive any off-set against their maintenance assessment obligation for "in kind" services or materials provided to the Association.

# ARTICLE 7 Duties and Responsibilities of Owners

#### Section 7.01: Owner's Responsibility to Repair.

Each Owner shall be responsible for the maintenance and repair of his dwelling, his Lot and his landscaping.

#### Section 7.02: Joint Maintenance by Owners.

- a. Each wall which is built as part of the original construction of the Subdivision and placed on the dividing line between Lots shall constitute a party wall. To the extent not inconsistent with the provisions of this Section, the general rules of law regarding party walls and liability for property damage due to negligence or willful acts or omission shall apply.
- b. The cost of reasonable repair, maintenance and replacement of a party wall, common structure or joint utility shall be shared by the Owners who make use of the wall in proportion to such use.
- c. Notwithstanding any other provision of this Section, an Owner who, by his negligent or willful act, causes a party wall or common structure to be exposed to the elements shall bear the whole cost of furnishing the necessary protection against such elements.
- d. The right of any Owner to contribution from any other Owner under this Section shall be appurtenant to the Lot and shall pass to such Owner's successors in title.
- e. In the event of any dispute arising under the provisions of this Section, the Board shall arbitrate the dispute and its decision shall be final.

#### Section 7.03: Parking Areas, Vehicles.

For overnight parking, each Owner shall park his vehicle in his garage, except that when there are more vehicles used by the Owner than his garage will accommodate.

#### Section 7.04: Maintenance of Landscaping.

Each Owner shall maintain the landscaping on his lot in a neat and attractive manner. All grass, mass plantings and other plantings shall be moved, trimmed and cut as necessary at regular intervals.

#### Section 7.05: Observance of Subdivision Restrictions.

Each Owner shall comply with the Subdivision Restrictions and will cause and be responsible for Owner's family, agents, guests, contractors, employees and any person renting or leasing Owner's dwelling to do likewise.

#### Section 7.06: Rights of Action.

Each Owner and the Association shall have a right of action against Owners for failure to comply with the provisions of this Article 7 of the Subdivision Restrictions.

# ARTICLE 8 Construction and Architectural Control

#### Section 8.01: Architectural Control Committee:

Each phase of the Subdivision may have a separate Architectural Control Committee, or one Committee may be appointed to serve for all of the Subdivision.

An Architectural Control Committee for the Unit One Subdivision is hereby established consisting of the following three persons:

Charles A. Haegelin Lewis N. Wilmot James S. Hicks

An Architectural Control Committee for the Unit Two Subdivision is hereby established consisting of the following three persons:

Stan Strickman Mary Strickman James Hicks

At least one Board member shall serve on the Committees at all times. The Unit One Subdivision Committee shall serve at the pleasure of Presley who shall have the right to appoint, reappoint and discharge members of the Unit One Committee at will, so long as Presley owns any Lots within the Unit One Subdivision. The Unit Two Subdivision Committee shall serve at the pleasure of Curb who shall have the right to appoint, reappoint and discharge members of the Unit Two Committee at will, so long as Curb owns any Lots within the Unit Two Subdivision. The Grantors shall have the right to appoint, reappoint and discharge members of the Committee for property subsequently annexed into the Subdivision, so long as Grantors own any Lots within the area subsequently annexed. A majority of the members of the Committee may appoint one member of the Committee to act on and for the Committee.

#### Section 8.02: Construction of Improvements

- a. Before anyone shall commence on any Lot within the Subdivision the installation of construction of, remodeling of, addition to, or alteration of any Improvement [the term Improvement is defined in Section 1.9, and includes but is not limited to fencing and walls] of whatsoever nature; and before anyone shall paint, texture, repaint or retexture the exterior surfaces of any Improvement, there shall be submitted to the appropriate Committee plans and specifications as follows:
  - (i) Preliminary or tentative plans and specifications which shall clearly show the nature of the work or installation proposed and the location thereof, on the Lot, which such preliminary or tentative plans shall include sufficient description of materials, colors, textures, etc. together with a landscaping plan as shall enable the Committee to evaluate whether the proposed construction,

alteration, installation, etc. will harmonize with the motif and style of the Subdivision and be compatible with surrounding homes; and

(ii) After approval of the preliminary or tentative plans, including therein any requirements made by the Committee in the due and proper exercise of its discretion and powers, two complete sets of the final plans and specifications. All such final plans shall include plot plans showing the location on the Lot of all Improvements proposed to be constructed and/or installed, planted, placed or maintained on the Lot and shall further include elevations, together with the proposed color scheme and textures for roofs and exteriors thereof, indicating the materials for same, floor plans, electrical and mechanical plans and landscaping plans. Elevations shall include wall and gates, shall be dimensioned from finished grade and curb levels.

No Improvement of any kind, installations, painting or texturing, shall ever be, or permitted to be, erected, constructed, installed, placed or maintained on any Lot within the Subdivision, unless and until the final plans, specifications and elevations therefor shall have received written approval of the Committee.

The Committee is authorized to charge not more than \$100.00 for review of plans and specifications. Payment of the required charge shall be a part of, and condition to, the submittal of plans and specifications for committee approval.

b. The Committee shall approve or disapprove within thirty days after receipt thereof plans and specifications which have been submitted to it. One set of plans and specifications, with the Committee's approval or disapproval and requirements endorsed thereon, shall be returned to the applicant and the other copy thereof, with a duplicate endorsement thereon corresponding to the first set, shall be retained in the Committee's files.

In the event that the Committee shall fail to approve or disapprove the plans, specifications and other information within thirty days after receipt thereof by the Committee, then such approval shall not be required, provided that no structure, building or other improvement shall be installed, erected, painted, textured, altered or modified which violates any of the Restrictions.

The Committee shall have the right and power to disapprove any plans, specification or details submitted to it, if the Committee shall find that the plans and specifications are not in accord with all provisions of this Declaration, or if a design or color scheme submitted is not in harmony and accord with the Subdivision, or surrounding homes, or if the plans and specifications are incomplete.

c. If any Improvement or work is completed or done without compliance with this Article, such Improvement or work shall be deemed to have been done in compliance with this Article if no action has been commenced to enforce the provisions of this Article against such Improvement or work within one (1) year of its completion.

#### Section 8.03: Design Guidelines

The Committee may from time to time adopt design guidelines for approval of Improvements for each phase of the Subdivision. The Committee may grant variances from its Design Guidelines. The initial Design Guidelines for the Unit One Subdivision are as follows:

#### a. Roofs:

Homes shall have <u>one</u> of the following roof constructions; cement tile roofs of non-reflective, earth tone color; built-up roof; or earth tone, 20 year minimum composition asphalt shingles. Blue shall not be considered an earth tone. Pitched roofs shall have a pitch no greater than 58% [7 foot vertical raise per 12 foot horizontal]. Some architectural feature to relive the lineararity of a flat roof home is required in order to avoid a box like appearance of the home.

#### b. Exterior Finish:

Stucco colors shall be light earth tones ranging from white to light pink to brown. Gray, gold or green stucco finish shall not be permitted. Trim colors shall be compatible with the approved colors for exterior finishing within the Subdivision.

#### c. Walls:

Walls shall be designed and erected in conformity with those constructed by "Grantors". All other designs must be approved by the Committee.

It is the intention of these Restrictions that the walls of the Subdivision abutting Bandelier shall be uniform in size, color and appearance.

#### d. Garages:

All homes must have at least a two (2) car garage. Garages may not be converted to living space unless a substitute garage is constructed which is approved by the Committee or a garage for at least two (2) cars will remain after conversion. No more than a three (3) car garage may face the street.

e. Dwelling Mix, Setbacks.

Homes shall have a minimum twenty foot (20') front yard setback.

Landscaping.

The Owner shall be obligated to landscape the front yard of all Lots and the side year on corner Lots within 120 days of the issuance of a certificate of occupancy for the dwellings pursuant to a landscape plan approved by the Committee.

g. Recreational Structures.

Recreational structures must be temporary in nature, or must be approved by the Committee prior to installation.

The initial Design Guidelines of the Unit Two Subdivision are the same as the initial Design Guidelines for the Unit One Subdivision except as follows:

a Roofs.

All stucco homes shall have flat roofs or cement tile roofs. Brick homes shall have twenty (20) year minimum composition asphalt shingles.

b. Walls.

All Lot perimeter walls shall be CMU block walls, except for Lots 1-P1 through 29-P1, Block 8, which shall not be required to have block walls, however, the perimeter walls or fences for these Lots shall be approved by the Committee.

#### Section 8.04: Estoppel Certificate.

Within thirty (30) days after written demand is delivered to the Committee by any Owner, and upon payment therewith to the Association of a reasonable fee to cover costs from time to time to be fixed by the Association, the Committee shall provide Owner with an estoppel certificate executed by an officer of the Association and acknowledged, certifying with respect to any House owned by said Owner, that as of the date thereof either (1) all Improvements and other work made or done upon or within said House by the Owner, or otherwise, comply with this Declaration, or (2) such Improvements or work do not so comply, in which event the certificate shall also (a) identify the non-complying Improvements and work and (b) set forth with particularity the cause or causes for such noncompliance. Any purchaser from the Owner, or mortgagee or other encumbrancer shall be entitled to rely on said certificate with respect to the matters therein set forth,

such matters being conclusive as between Grantors, the Association, and all Owners and such purchaser, and mortgagee.

#### Section 8.05: Liability-

Neither the, Committee, the Board nor any member thereof shall be liable to the Association or to any Owner for any damage, loss, or prejudice suffered or claimed on account of:

- The approval of any plans, drawings, and specifications, whether or not defective,
- The construction or performance of any work, whether or not pursuant to approved plans, drawings, and specifications,
- c. The development or manner or development of any property within the Subdivision, or
- d. The execution and recording of an estoppel certificate whether or not the facts therein are correct; provided, however, that the officer executing the certificate, with the actual knowledge possessed by him, has acted in good faith.

Without in any way limiting the generality of the foregoing, the Committee, Board, or any member thereof, may, but is not required to, consult with or hear any Owner with respect to any plans, drawings, or specifications, or any other proposal submitted to it.

# ARTICLE 9 Protection of Security Interests

### Section 9.01: Application of Assessments to Mortgagees.

The liens created under the Subdivision Restrictions upon any Lot shall be subject and subordinate to, and shall not affect the rights of a mortgagee under any recorded first mortgage upon a Lot made in good faith and for value, provided that after the foreclosure of any such mortgage the amount of all maintenance and special assessments, and all delinquent assessments to the extent such delinquent assessments relate to expenses incurred after such foreclosure, assessed hereunder to the purchaser at foreclosure sale, shall become a lien upon such lot upon recordation of a notice thereof with the County Recorder.

#### Section 9.02: Right to Notice.

The Association shall provide all Eligible Mortgagees with timely written notice of any delinquency in the payment of monthly assessments, special assessments or other charges due the Association by the Owner of a Lot which is subject to a first mortgage held, by any Eligible Mortgagee and which delinquency remains uncured for a period of sixty (60) days or more.

### Section 9.03: Limitation of Enforcement Against Mortgagee.

No violation by an Owner of the Subdivision Restrictions or enforcement of the Subdivision Restriction against an Owner shall defeat or render invalid the lien of any mortgagee made in good faith and for value against the property of such Owner, but, the Subdivision Restrictions shall be effective against any Owner whose title is acquired by foreclosure, trustee's sale, voluntary conveyance, or otherwise.

### Section 9.04: Rights of Mortgagee to Information.

A mortgages shall, upon written request, be entitled to inspect the Declaration, By-Laws, and the books and records of the Association on the same basis as a Member. If a mortgages furnishes the Association, in writing, with its address, it shall be entitled to receive within a reasonable time financial statement for the immediately preceding fiscal year, free of charge and shall receive notice of meetings on the same basis as members.

# Section 9.05: Application of Subdivision Restrictions.

Except as provided in this Article or specifically provided elsewhere in the Subdivision Restrictions, all mortgages and mortgages are bound by the provisions of the Subdivision Restrictions.

## Section 9.06: Collection of Assessments.

The Mortgagees shall be under no obligation to collect assessments.

#### Section 9.07: Mortgage Approval.

So long as the Grantors have more than a majority of the voting power of the Association, HUD or VA approval is required prior to the following:

- a. Amendment of the Association's Articles of Incorporation, Bylaws or this Declaration;
- Annexation of property to the Association;
- Encumbering, conveying or dedicating Common Areas; or
- d. Dissolution of the Association.

# ARTICLE 10 Limitation of Subdivision Restrictions on Grantors

# Section 10.01: Limitation of Subdivision Restrictions on Grantors.

Grantors are undertaking the work of constructing the Subdivision. The completion of that work and the sale, rental and other disposition of the Lots is essential to the establishment of the Subdivision. In order that said work may be completed and said property be established and fully occupied as rapidly as possible, nothing in this Declaration shall be understood or construed to:

- a. Prevent Grantors or their agents, employees, and contractors from doing on the properties whatever is reasonably necessary or advisable in connection with the completion of the work; or
- b. Prevent Grantors or their agents, employees, and contractors from erecting, constructing and maintaining on any part or parts of the Subdivision, such structures as may be reasonably necessary for the conduct of its business of completing the work and establishing the Subdivision, including, without limitation, sales offices, model units, general business offices for its staff, employees and contractor, and storage and parking facilities for materials and equipment, and disposing of the Subdivision in parcels by sale, lease or otherwise; or
- c. Prevent Grantors from conducting on any part of the properties their business of completing the work, and of establishing and disposing of the Subdivision;
- d. Prevent Grantors from maintaining such sign or signs on the Subdivision including the Easement Area and the Common Area, as may be necessary for their sale, lease, or disposition, or the sale, lease or disposition of any Lot.

### Section 10.02: Use of Subdivision Name.

Grantors may use the name of the Subdivision and the Subdivision Restrictions in other subdivisions or projects, whether located adjacent to the Subdivision or not, provided such names have a distinctive number or other designation so that they are not identical with the names of the Subdivision and Association. Consent is hereby given to Grantors and Grantors' assigns to use such names of a Corporation and upon request of Grantors, the Association agrees to execute a written consent authorizing Grantors to use

the same or similar name which Consent will be filed with the State Corporation Commission.

## Section 10.03: Architectural Control.

Improvements by Grantors and declarants to the Subdivision do not require approval of the Committee.

### Section 10.04: No Amendment or Repeal.

The provision of this Article may not be amended or repealed without the consent of Grantors so long as Grantors own any Lots subject to these Restrictions.

# ARTICLE 11 Miscellaneous Provisions

# Section 11.01: Amendment or Repeal; Duration.

- a. These Restrictions and any provisions thereof which are in effect with respect to all or part of the Subdivision, may be amended or repealed in the following manner:
  - 1. The approval by seventy-five percent (75%) vote or written consent of the voting power of the membership and the consent of the Grantors so long as Grantors own any Lots subject to these Restrictions;
  - 2. The recordation of a certificate of the Secretary or an Assistant Secretary of the Association setting forth, in full, the amendment or amendments so approved, including any portion or portions of this Declaration repealed, and certifying that such amendment or amendments have been approved by the required vote or consent of the Owners.

At any time during which Grantors are the only owner of property within the Subdivision, Grantors may amend or correct these Restrictions by a recorded instrument of amendment or correction.

b. All of the provisions of these Restrictions shall continue and remain in full force and effect at all times with respect to all property, and each part thereof, included within the Subdivision, to the Owner and to the Association subject, however, to the right to amend and terminate as provided for in this Article, through December 31, 2046; provided that these Restrictions shall terminate if, within one (1) year prior to December 31, 2043, there shall be recorded an instrument directing the termination of these Restrictions signed by two-thirds (2/3) of the Owners of record title. These Restrictions in effect immediately prior to the expiration date shall, subject to the provisions of Section 11.01a., be continued automatically without any further notice, for an additional period of ten (10) years unless within one (1) year prior to expiration of such period these Restrictions are terminated as set forth in this Section.

# Section 11.02: Enforcement; Non-Waiver; No Forfeiture.

- a. Except to the extent otherwise expressly provided herein, the Association or any Owner or Owners shall have the right to enforce any and all of the provisions now or hereafter imposed by the Subdivision Restrictions upon other Owners, or upon any property within the Subdivision.
- b. Except to the extent otherwise expressly provided herein, any Owner or Owners shall have the right to enforce any and all of the provisions now or hereafter imposed by the Subdivision Restrictions upon the Association.
- c. Every act or omission whereby any restriction, condition, or covenant of the Subdivision Restrictions is violated, in whole or in part, is hereby declared to be and to constitute a nuisance and may be enjoined or abated, whether or not the relief sought is for negative or affirmative action, by the Association or by an Owner or Owners, as provided for in this Section. Any provisions to the contrary notwithstanding, only the

Association or its duly authorized agents may enforce by self-help any limitation, restriction, covenant, condition, or obligation herein set forth.

- d. Each remedy provided for in the Subdivision Restrictions is cumulative and not exclusive.
- e. The failure to enforce the provisions of any limitation, restriction, covenant, condition, obligation, lien, or charge of the Subdivision Restrictions shall not constitute a waiver of any right to enforce any such provision or any other provision of the Subdivision Restrictions.
- f. No breach of any of the provisions of the Subdivision Restriction shall cause any forfeiture of title or reversion or bestow any rights of re-entry whatsoever.
- g. Reasonable attorney's fees and costs may be awarded in any action brought to enforce the provisions of the Subdivision Restrictions.

# Section 11.03: Construction; Compliance with Laws; Severability; Singular and Plural; Titles.

- a. All of the limitations, restrictions, covenants, and conditions of the Subdivision Restrictions shall be liberally construed, together, to promote and effectuate the beneficial operation of the Subdivision.
- b. No provision of the Subdivision Restrictions shall be construed to excuse any person from observing any law or regulation of any governmental body having jurisdiction over such person or the Subdivision.
- c. Notwithstanding other provisions in this Section, the limitations, restrictions, covenants, and conditions of the Subdivision Restrictions shall be deemed independent and severable, and the invalidity or partial invalidity of any provision, or portion thereof, of any of such limitations, restrictions, covenants, or conditions shall not affect the validity or enforceability of any other provision.
- d. The singular shall include the plural and the plural, the singular, unless the context requires the contrary, and the masculine, feminine and neuter, as the context requires.
- e. The table of contents and all titles used in the Subdivision Restrictions, including those of Articles and Sections, are intended solely for convenience of reference and the same shall not, nor shall any of them affect that which is set forth in such Articles, Sections, nor any of the terms or provisions of the Subdivision Restrictions. Any numbered or lettered subdivision of a Section is referred to as "subsection" or "subsections" and any indented portion of this Declaration which is unnumbered and unlettered shall be referred to as "Paragraph."

## Section 11.04: Lot Splitting; Consolidation.

- a. No Lot within the Subdivision shall be split unless the Board shall have given its written consent.
- b. No two or more lots within the Subdivision shall be consolidated into one Lot unless the Board shall have given its written consent.
- c. Nothing contained in this Section shall apply to the splitting of any Lots by Grantors or the consolidation of two or more Lots into one Lot by Grantors.
- d. The Association can require a change in the voting rights and assessment obligation in any Lot split or consolidation to keep the assessment and voting rights the same after the split or consolidation as they were before.

# Section 11.05: Obligations of Owners; Avoidance; Termination.

- a. No Owner, through the abandonment of his Lot, may avoid the burdens or obligations imposed on him by the Subdivision Restrictions by virtue of his being an Owner.
- b. Upon the conveyance, sale, assignment or other transfer of a Lot to a new Owner, the transferring Owner shall not be liable for any assessments levied with respect to such Lot after the date such transfer is recorded, provided such transferring Owner notifies the Association of the transfer as provided by the Subdivision Restrictions, and no person, after the termination of his status as an Owner and prior to his again becoming an Owner, shall incur any of the obligations or enjoy any of the benefits of an Owner under the Subdivision Restrictions following the date of such termination.

# Section 11.06: No Partition or Severance of Interests.

There shall be no partition or severance of any Lot, from the Subdivision and the Grantors, Board, Association and Owners shall not seek to partition or sever any part of a Lot from the Subdivision, nor shall they have any right to maintain an action for judicial partition in connection with the Subdivision unless such right is expressly given by the Subdivision Restrictions. This provision shall not prevent the partition of any Lot or Lots held in joint ownership as long as no physical partition takes place and there is no severance from any incident of the Subdivision Restrictions. No owner shall sever his Lot from its interest in the Association.

# Section 11.07: Notices; Documents; Delivery.

Any notice or other document permitted or required by the Subdivision Restrictions to be delivered may be delivered either personally or by mail. If delivery is made by mail, it shall be deemed to have been delivered seventy-two (72) hours after a copy of the same has been deposited in the United States mail, postage prepaid, addressed as follows:

If to an Owner: At any House within the Subdivision owned by the Owner or at such other address given by Owner to the Association, in writing.

### If to Grantors or to the Association:

Curb
Curb West, Inc.
6301 Indian School Road, NE
Suite 680
Albuquerque, New Mexico 87110
Attn: Charles A. Haegelin, President

Presley
Presley Homes
1908 Carlisle Elvd., NE
Albuquerque, New Mexico 87110
Attn: Lewis N. Wilmot, Sr. Vice President

Any such address may be changed from time to time by any Owner, or by Grantors by notice in writing, delivered to the Association, or by the Association, by notice in writing, delivered to all Owners.

### Section 11.08: Ownership of Property.

All funds and facilities provided for by the Subdivision Restrictions and all property of any kind held by the Association and derived from assessments of members, proceeds of insurance carried or obtained by the Association, proceeds of bonds payable to the Association or payment received for damages to the Subdivision, and any right or interest in any such property shall belong to the Owners in proportion to each Owner's share of the maintenance assessment, and no assessment or the proceeds of any assessment shall be considered income to the Association. No person has any right to appropriate or make use of such property, except as provided by the Subdivision Restrictions until

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and unless there has been a partition or distribution of such property. All such property shall be appurtenant to each Lot in proportion to each Lot's share of the maintenance assessment and may not be severed or separated from any House, and any sale, transfer, or conveyance of the beneficial interest of the fee of any House shall operate to transfer the Owner's rights in such property without the requirement of any express reference thereto.

#### Section 11.09: Transfer of Common Area.

By the Recording of this Declaration, Grantors shall transfer and convey to the Association, and the Association shall accept, the Easement Areas. The Grantors shall transfer the Common Areas to the Association within one (1) year of the recording of these Restrictions. The Common Areas may be subject to any or all of the following exceptions, liens, and encumbrances:

- a. The lien of real property taxes and assessments not delinquent;
- b. Such easements and rights of way as may have been offered for dedication to a political subdivision or public organization, or public utility corporation;
- c. Such easements and rights of way, licenses or rights of use on, over, or under all or any part of any such property or structures or Improvements thereon as may be reserved to Grantors or granted to any Owner for the use thereof in accordance with the provisions of these Restrictions;
- d. Obligations imposed, directly or indirectly, by virtue of any statute, law, ordinance, resolution, or regulation of the United States of America, the State of New Mexico, or any other political subdivision or public organization having jurisdiction over such property, or by virtue of any organization or body politic created pursuant to any such statute, law, ordinance or regulation; and
  - e. Any other lien, encumbrance, or defect of title of any kind whatsoever (other than of the type which would, at any time, or from time to time, create a lien upon such property to secure an obligation to pay money) which would not materially and actually prejudice Owners in their use and enjoyment of such property.

IN WITNESS WHEREOF, Declarant has executed this Declaration the day and year first above written.

CURB WEST, INC., a New Mexico corporation

By: Charles a Voogdin

Charles A. Haegerin

President

PRESLEY HOMES, a California corporation, d/b/a in New Mexico as Presley Homes, Inc.

By: Julius N. Wilmot

Lewis N. Wilmot Sr. Vice President

STATE OF NEW MEXICO

)ss.

COUNTY OF BERNALILLO

The foregoing instrument was acknowledged before me this 5 day of 1996, by Charles A. Haegelin, President of Curb West, Inc., a New Mexico corporation.

Kalen Ul Ward

...

My Commission Expires:

STATE OF NEW MEXICO )
)ss.
COUNTY OF BERNALILLO )

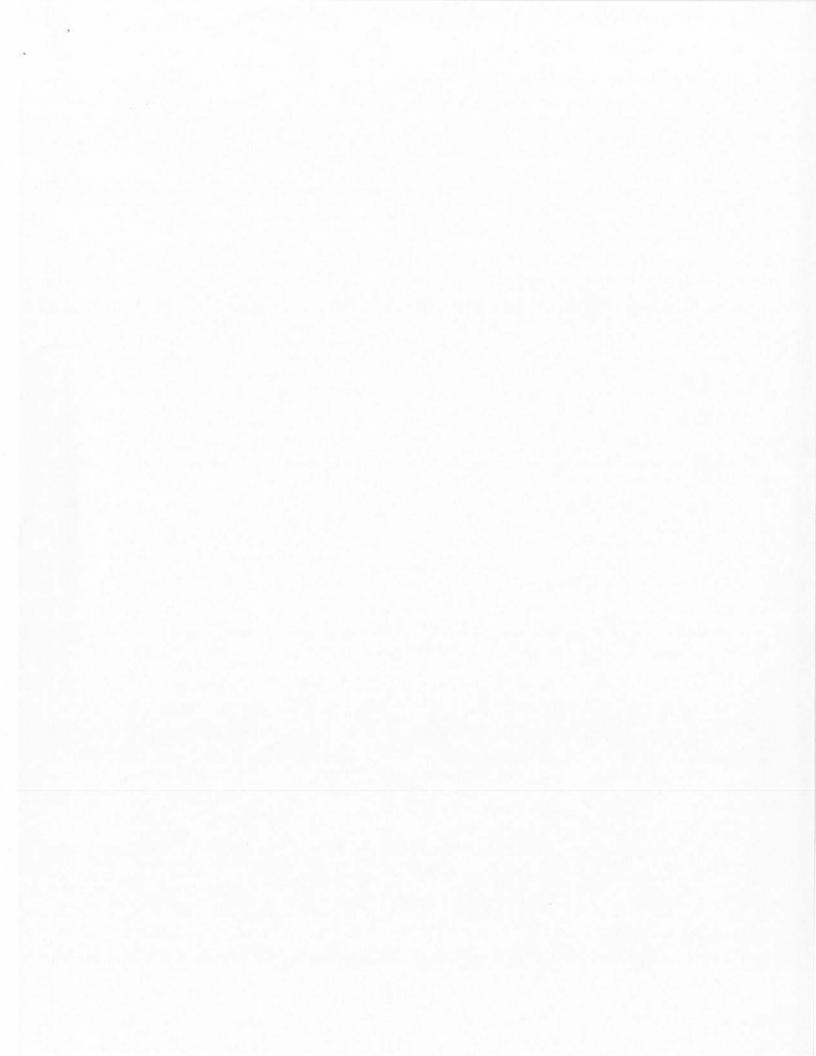
The foregoing instrument was acknowledged before me this 4 day of hay, 1996, by Lewis N. Wilmot, Sr. Vice Fresident of Presley Homes, a California corporation, d/b/a in New Mexico as Presley Homes, Inc.

Showen K More

My Commission Expires:

8/30/98

haegelin/jam/legaldoc/tuscany.rst



BY-LAWS OF TUSCANY LANDSCAPE ASSOCIATION, INC.

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#### BY-LAWS

OF

#### TUSCANY LANDSCAPE ASSOCIATION, INC.

These By-Laws are made for the purpose of managing the affairs of The Tuscany Landscape Association, Inc., a New Mexico non-profit corporation, THE TUSCANY SUBDIVISION RESTRICTIONS, hereinafter referred to as "Restrictions," as they may be amended from time to time and the Articles of Incorporation of this Corporation. All capitalized terms used herein shall have the meanings as defined in the Restrictions. All capitalized terms contained herein shall have the meanings as set out in the Restrictions.

# ARTICLE I .

## Section 1.01: PRINCIPAL OFFICE.

The principal office for the transaction of business of the Corporation is hereby fixed and located at c/o Charles A. Haegelin, 6301 Indian School Road, NE, Suite 680, Albuquerque, in the County of Bernalillo, New Mexico, 87110. The Board of Directors is hereby granted full power and authority to change the place of the principal office to another location within the City of Albuquerque, New Mexico.

#### ARTICLE II MEMBERS' MEETINGS

#### Section 2.01: PLACE OF MEETINGS.

All meetings of the members shall be held within The Tuscany Subdivision or at such other place within the City of Albuquerque, New Mexico, as designated from time to time by resolution of the Board of Directors or written consent of all members of the Board. During any time no adequate facility is available within the subdivision, the Board may designate a meeting place outside the subdivision but as close thereto as practicable.

#### Section 2.02: ANNUAL MEETINGS.

The annual meeting of the members shall be held on the Second Thursday of November of each year if not a legal holiday, and if a legal holiday, then on the next succeeding business day at the hour of 7:00 p.m., at which time the members shall elect by plurality vote a Board of Directors, consider reports of the affairs of the Corporation, and transact such other business as may properly be brought before the meeting. The date and time of the annual meeting may be changed by Resolution of the Board.

#### Section 2.03: SPECIAL MEETINGS.

Special meetings of the members, for any purpose or purposes whatsoever, may be called at any time by the President, or by the Board of Directors, or by any two or more members thereof, or by one or more members holding not less than twenty-five percent (25%) of the voting power of the Corporation. During the period that either of the Grantors are members in the Association, such meetings may be called by one or more members holding not less than fifteen percent (15%) of the voting power of the Corporation, excluding Grantors.

#### Section 2.04: NOTICE OF MEETINGS.

Notice of meetings, annual or special, shall be given in writing to members entitled to vote by the Secretary or the Assistant Secretary, or if there be no such officer, or in a case of his neglect or refusal, by any director or member.

Such notices shall be sent to the members' address appearing on the books of the Corporation, or supplied by him to the Corporation for the purpose of notice, not less than ten (10) days before such meeting.

Notice of any meeting of members shall specify the place, the day and the hour of meeting, and in case of special meeting, in the manner provided by law, shall state the general nature of the business to be transacted.

Notice of the business to be transacted shall also be given for any meeting at which the following matters are to be considered:

- Lease or transfer of all or substantially all of the Corporation's assets,
- Merger with another corporation,
- 3. Amendment of the Restrictions or Articles of

Incorporation,

- 4. Dissolution of the Corporation, or
- 5. Plans for distribution of assets in connection with dissolution.

When a meeting is adjourned for thirty (30) days or more, notice of the adjourned meeting shall be given as in the case of an original meeting. Save, as aforesaid, it shall not be necessary to give any notice of the adjournment or of the business to be transacted at an adjourned meeting other than by announcement at the meeting at which such adjournment is taken.

## Section 2.05: CONSENT TO MEMBERS' MEETINGS.

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

Any action which may be taken at a meeting of the members, except the approval of agreements to merge or consolidate with other corporations, may be taken without a meeting if authorized by a writing signed by all of the members who would be entitled to vote at a meeting for such purpose, and filed with the Secretary of the Corporation.

#### Section 2.06: QUORUM.

Members having twenty-five percent (25%) of votes either present in person, or represented by proxy, shall be a requisite to and shall constitute a quorum at all meetings of the members for the transaction of business, except as otherwise provided by law, by the Restrictions, by the Articles of Incorporation, or by these By-Laws. If, however, such majority shall not be present or represented at any meeting of the members, the members entitled to vote, present in person, or by proxy, shall have power to adjourn the meeting from time to time, to a date not less than five (5) or more than thirty (30) days from the date of the adjourned meeting, until the requisite number of votes shall be present. At such adjourned meeting at which the requisite number of votes shall be represented, any business may be transacted which might have been transacted at the meeting as originally notified.

#### Section 2.07: VOTING RIGHTS: CUMULATIVE VOTING.

Every member entitled to vote shall be entitled to the votes as set out in the restrictions, except that for the election of directors each member shall be entitled to a number of votes equal to the number of directors to be elected, multiplied by the number of votes which he is entitled to vote.

The election of Directors shall be by secret written ballot.

#### Section 2.08: PROXIES.

Every person entitled to vote or execute consents shall have the right to do so, either in person, or by an agent or agents authorized by written proxy, executed by such person or his duly authorized agent and filed with the Secretary of the Corporation. The manner of execution, revocation, and use of proxies shall be governed by the general provisions of law.

#### ARTICLE III DIRECTORS; MANAGEMENT

#### Section 3.01: POWERS.

Subject to the limitation of the Restrictions, Articles of Incorporation, of the By-Laws and of the laws of the State of New Mexico as to actions to be authorized or approved by the members, all corporate powers shall be exercised by or under authority of, and the business and affairs of this Corporation shall be controlled by, a Board of Directors.

## Section 3.02: NUMBER OF DIRECTORS.

The number of Directors of the Corporation shall be three (3).

## Section 3.03: ELECTION AND TENURE OF OFFICE.

Through December 31, 1997, the Board shall be appointed by the Grantors. At the November 1997 meeting of members, two (2) members of the Board shall be elected to serve one (1) year terms. The remaining members of the Board shall be elected for two (2) year terms and all subsequent elections for membership to the Board shall be for two (2) year terms. Their term of office shall begin on the first day of the calendar year following their election.

#### Section 3.04: VACANCIES.

So long as the Grantors have the right to appoint the Board Members, the Grantors shall have the right to fill vacancies on the Board. After the members begin electing the Board,

vacancies in the Board of Directors may be filled by a majority vote of the remaining Directors, though less than a quorum, or by a sole remaining Director, and each Director so elected shall hold office until his successor is elected at an annual meeting of members or at a special meeting called for that purpose.

The members may elect a Director to fill any vacancy not filled by the Directors, and may do so at an annual meeting or special meeting called for that purpose.

A vacancy or vacancies shall be deemed to exist in case of the death, resignation or removal of any Director, in case of an amendment to these By-Laws increasing the number of Directors, or in case the members fail, at any time, to elect the full number of authorized Directors.

If the Board of Directors accepts the resignation of a Director tendered to take effect at a future time, the Board, shall have the power to appoint a successor to take office when the resignation shall become effective.

No reduction of the number of Directors shall have the effect of removing any Director prior to the expiration of his term of office.

## Section 3.05: REMOVAL OF DIRECTORS.

Following January 1, 1998, the entire Board of Directors or any individual Director may be removed from office by a two-thirds (2/3) vote of the members at a special meeting called for that purpose.

## Section 3.06: PLACE OF MEETINGS.

Meeting of the Board of Directors shall be held within the Subdivision, as designated for that purpose from time to time by resolution of the Board of Directors or written consent of all members of the Board. During any time that no adequate facility is available to hold such a meeting within the Subdivision, the Board may designate a meeting place outside the Subdivision, but as close thereto as practicable. Any meeting shall be valid, wherever held, if held by the written consent of all members of the Board, given either before or after the meeting, and filed with the Secretary of the Corporation.

#### Section 3.07: ORGANIZATIONAL MEETINGS.

The organizational meeting of the Board of Directors shall be held each year immediately following the adjournment of the annual meeting of the members.

#### Section 3.08: OTHER REGULAR MEETINGS.

Regular meetings of the Board of Directors shall be held immediately following the adjournment of the annual meeting of the members and at least annually, on dates to be set from time to time by the Board of Directors.

If said day for the meetings, except for the meeting that immediately follows the annual meeting of the members, shall fall upon a holiday, such meetings shall be held on the next succeeding business day thereafter. Notice of the time and place of annual, regular or special meetings of the Board of Directors shall be mailed or delivered to all members, or posted in at least one (1) prominent place within the Subdivision at least ten (10) days prior to such meetings.

## Section 3.09: SPECIAL MEETINGS -- NOTICES.

Special meetings of the Board of Directors for any purpose or purposes shall be called at any time by the President, or if he is absent or unable or refuses to act, by any VicePresident, or by any two (2) Directors.

Written notice of the time, place and nature of any special business to be considered by special meetings shall be posted in the manner as provided for regular meetings at least seventy-two (72) hours prior to the time of the holding of the meeting, delivered personally to the Directors or sent to each Director by letter or by telegram, charged prepaid, addressed to him at his address as it is shown on the records of the Corporation, or if it is not so shown on such records or is not readily ascertainable, at the place in which the meetings of the Directors are regularly held.

In case such notice is mailed or telegraphed, it shall be deposited in the United States mailed or delivered to the telegraph company in the place in which the principal office of the Corporation is located at least ninety-six (96) hours prior to the time of the holding of the meeting. In case such notice is delivered personally as above provided, said delivery shall be at least seventy-two (72) hours prior to telegraphing, or delivery as above provided and shall be due, legal and personal notice to such Director.

## Section 3.10: WAIVER OF NOTICE.

When all the Directors are present at any Directors' meeting, however called or noticed, and sign a written consent thereto on the records of such meeting, or, if a majority of Directors are present, if those not present sign, in writing, a waiver of notice of such meeting, whether prior to or after the holding of such meeting, which said waiver shall be filed with the

Secretary of the Corporation, the transactions thereof are as valid as if had at a meeting regularly called and noticed, provided that in no case shall a meeting be valid unless the notice of the meeting has been posted as required by this Article and no resolution shall be validly adopted without a meeting during any time there are members other than Grantors.

#### Section 3.11: MEETINGS BY TELEPHONE.

With the consent of all the Directors, meetings may be held by conference telephone or by other communication method which allows all Directors to have vocal communication, provided the meetings are properly noticed and posted as required by this Article.

## Section 3.12: NOTICE OF ADJOURNMENT.

Notice of the time and place of holding an adjourned meeting need not be given to absent Directors if the time and place be fixed at the meeting adjourned.

## Section 3.13: QUORUM.

A majority of the number of Directors as fixed by the Articles of Incorporation or By-Laws shall be necessary to constitute a quorum for the transaction of business, and the action of a majority of the Directors present at any properly held meeting at which there is a quorum, when duly assembled, is valid as a corporate act; provide that a majority of the Directors present, in the absence of a quorum, may adjourn from time to time, but may not transact any business.

## Section 3.14: RIGHT OF ATTENDANCE AT MEETINGS.

All meetings of the Board of Directors and committees of the Board shall be open to all members provided that members who are not members of the Board may not participate in any deliberation or discussion unless authorized expressly by the vote of a majority of a quorum of the Board. The Board may, however, with the approval of a majority of a quorum of the Board, adjourn a meeting and reconvene in executive session to discuss and vote upon personnel matters, or potential litigation involving the Association, and business of a similar nature. The nature of all Business to be considered at any executive session shall first be announced in the open meeting.

#### ARTICLE IV OFFICERS

#### Section 4.01: OFFICERS.

The officers of the Corporation shall be a President, a Vice-President, a Secretary and a Treasurer. The Corporation may also have, in the discretion of the Board of Directors, one or more additional vice-presidents, one or more assistant secretaries, one or more assistant treasurers, and such other officers as may be appointed in accordance with the provisions of this Article. One person may hold two (2) or more offices, however no person may simultaneously hold the positions of President and Secretary.

#### Section 4.02: ELECTION.

The officers of the Corporation, except such officers as may be appointed in accordance with the provisions of the Section headed, "Subordinate Officers, etc.," or the Section headed, "Vacancies," of this Article shall be chosen annually by the Board of Directors, and each shall hold office until he shall resign or shall be removed or otherwise disqualified to serve, or his successor shall be elected and qualified.

## Section 4.03: SUBORDINATE OFFICERS, ETC.

The Board of Directors may appoint such other officers as the business of the Corporation may require, each of whom shall hold office for such period, have such authority and perform such duties as are provided in the By-Laws or as the Board of Directors may, from time to time, determine.

## Section 4.04: REMOVAL AND RESIGNATION.

Any officer may be removed, either with or without cause, by a majority of the Directors at the time in office, at any regular or special meeting of the Board, or, except in case of an officer chosen by the Board of Directors, by any officer upon whom such power of removal may be conveyed by the Board of Directors.

Any officer may resign at any time by giving written notice to the Board of Directors or to the President, or to the Secretary of the Corporation. Any such resignation shall take effect at the date of the receipt of such notice or at any later time specified therein; and, unless otherwise specified therein, the acceptance of such resignation shall not be necessary to make it effective.

## Section 4.05: VACANCIES.

A vacancy in any office because of death, resignation, removal, disqualification or other cause shall be filed in the manner prescribed in the By-Laws for regular appointments to such office.

#### Section 4.06: PRESIDENT.

The President shall be the Chief Executive Officer of the Corporation and shall, subject to the control of the Board of Directors, have general supervision, direction and control of the business and officers of the Corporation. He shall preside at all meetings of the members and at all meetings of the Board of Directors. He shall be ex officio, a member of all the standing committees, including the executive committee, if any, and shall have the general powers and duties of management usually vested in the office of President of a Corporation, and shall have such other powers and duties as may be prescribed by the Board of Directors or the By-Laws.

#### Section 4.07: VICE-PRESIDENT.

In the absence or disability of the President, the Vice-Presidents, in order of their rank as fixed by the Board of Directors, or if not ranked, the Vice-Presidents designated by the Board of Directors, shall perform all the duties of the President, and when so acting, shall have all the powers of, and be subject to all the restrictions upon the President. The Vice-President shall have such other powers and perform such other duties as from time to time may be prescribed for them respectively by the Board of Directors or By-Laws.

#### Section 4.08: SECRETARY.

The Secretary shall keep, or cause to be kept, a book of minutes at the principal office of the Corporation or such other place as the Board of Directors may order, of all meetings of Directors and members, with the time and place of holding, whether regular or special, and if special, how authorized, the notice thereof given, the names of those present at Directors' meetings, the number of votes present or represented at Directors' meetings and the proceedings thereof.

The Secretary shall keep, or cause to be kept, at the principal office a register showing the names of the members and their addresses; the number of votes held by each; the number and date of any certificates issued for the same (if the Corporation causes certificates to be issued to evidence membership in the Corporation), and the number and date of cancellation of every certificate surrendered for cancellation.

## Section 4.09: TREASURER.

The Treasurer shall keep and maintain, or cause to be kept and maintained, adequate and correct accounts of the properties and business transactions of the Corporation, including accounts of its assets, liabilities, receipts, disbursements, gains, losses, capital, surplus and any monies and funds handled for the members. The books of account shall, at all reasonable times, be open to inspection by any Director.

The Treasurer shall deposit monies and other valuables in the name and to the credit of the Corporation with such depositories as may be designated by the Board of Directors. He shall disburse the funds of the Corporation as may be ordered by the Board of Directors; shall render to the President and Directors, whenever requested, an account of all his transactions as Treasurer and of the financial condition of the Corporation, and shall have such other powers and perform such other duties as may be prescribed by the Board of Directors or by the By-Laws.

# ARTICLE V EXECUTIVE AND OTHER COMMITTEES

## Section 5.01: EXECUTIVE AND OTHER COMMITTEES.

The Board of Directors may appoint an Executive Committee, and such other committees as may be necessary from time to time, consisting of at least two (2) of its members and with such powers as it may designate, consistent with the Restrictions, the Articles of Incorporation and By-Laws and of the Non-Profit Corporation Laws of the State of New Mexico. Such committees shall hold office at the pleasure of the Board.

#### ARTICLE VI

CORPORATE RECORDS AND REPORTS -- INSPECTION

#### Section 6.01: RECORDS.

The Corporation shall maintain adequate and correct accounts, books and records of its business and properties, and the business and properties of the Owners with which it is entrusted. All of such books, records and accounts shall be kept at its principal place of business in the State of New Mexico, as fixed by the Board of Directors from time to time.

## Section 6.02: INSPECTION OF BOOKS AND RECORDS.

The membership register, books of account and minutes of members' meetings or Board of Directors' meetings (except for the minutes of the executive sessions) and of committees of the members or Board shall be made available for inspection and copying by any member of the Association or by such member's duly appointed representative at any reasonable time at the office of the Association or at such other place within the subdivision as the Board shall prescribe, for any purpose reasonably related to the member's interest as a member. The Board shall establish reasonable rules as to the notice to be given to the custodian of records by the members desiring to make the inspection, the hours and days of the week when inspection may be made, and the cost of reproducing copies of documents requested by a member.

## Section 6.03: CERTIFICATION AND INSPECTION OF BY-LAWS.

The original or a copy of these By-Laws, as amended or otherwise altered to date, certified by the Secretary, shall be open to inspection by the members of the Corporation in the manner provided by law.

#### Section 6.04: CHECKS, DRAFTS, ETC.

All checks, drafts or other orders for payment of money, notes or other evidences of indebtedness, issued in the name of or payable to the Corporation, shall be signed or endorsed by such person or persons and in such manner as shall be determined from time to time by resolution of the Board of Directors.

## Section 6.05: CONTRACT, INSTRUMENTS -- HOW EXECUTED.

The Board of Directors, except as in the By-Laws otherwise provided, may authorize any officer or officers, agent or agents, to enter into any contract or execute any instrument in the name of and on behalf of the Corporation. Such authority may be general or confined to specific instances. Unless so authorized by the Board of Directors, no officer, agent or employee shall have any power or authority to bind the Corporation by any contract or engagement, or to pledge the Corporation's credit, or to render the Corporation liable for any purpose or to any amount.

#### Section 6.06: ANNUAL REPORT.

The Board of Directors of the Corporation shall cause to be prepared and sent to the members upon request within sixty (60) days of the last day of the period covered, a balance sheet as of the last day of the period covered and operating (income) statement for the Corporation's fiscal years.

The operating statement shall include a schedule of assessments received and receivable identified by the lot or other identification of the interest assessed and the names of the person or entity assessed.

The Board of Directors shall cause to be prepared and sent to the members upon request sixty (60) days before the beginning of each fiscal year, a tentative operating statement (budget) for that year.

If, in any year, the income of the Association exceeds \$100,000.00, the Board of Directors shall employ a Certified Public Accountant to conduct an audit of the Association's fiscal transactions and shall distribute copies of the audit to the members.

#### ARTICLE VII MEMBERSHIP

## Section 7.01: MEMBERSHIP.

Each Owner, by virtue of being an Owner and during such time as such Owner remains as Owner, shall be a member of the Association. The term, "Owner", shall be defined in the Restrictions and shall mean as to property whose ownership gives rise to membership in this Corporation the person or entity holding the beneficial ownership of the fee, including a purchaser under a contract of sale. It is the duty of each person who becomes an Owner or who ceases to become such an owner to notify the Association, in writing, within thirty (30) days, giving the date and recording date of the instrument transferring title, a copy of such instrument and addresses to which notices are to be sent. The change and transfer of memberships shall be made in a register kept at the principal office of the Corporation. In the case of any dispute, the Board of Directors shall decide, pursuant to the provisions of the Restrictions, who is a member of this Corporation.

## Section 7.02: CLASSES OF MEMBERSHIP.

The Association shall have one (1) class of membership. All members shall be entitled to one (1) vote for each lot owned. When more than one person or entity is an owner of any lot, all such persons shall be members. The vote for such lot shall be exercised as such owners determine, and in no event shall such multiple Owners vote more votes than they are entitled by the lots owned.

#### Section 7.03: VOTING RIGHTS.

Each member shall be entitled to the votes as provided in this Article on all matters properly submitted for vote to the membership of the Association. Every member entitled to vote at

any election of members of the Board may cumulate his votes and give any one or more candidates a number of votes equal to the number of votes to which the member is entitled, multiplied by the number of Directors to be elected. The right to vote may not be severed or separated from any lot, and any sale, transfer, or conveyance of the beneficial interest of the fee of any lot to a new Owner shall operate to transfer the appurtenant vote rights without the requirement of any express reference thereto. Voting may be by written proxy.

When any provision of the Restrictions, Articles of Incorporation or By-Laws of this Corporation calls for the vote or the consent of the members in any stated percentage, the following rules apply unless the specific language of the provision provides to the contrary:

- Whenever a vote of the members is required, it is sufficient to obtain the written consent of the same percentage of members; and
- The percentage requirement shall be a percentage of the total voting power of the Association and not a percentage of the number of members of the Association;

The Board of Directors may close the membership register for a period not exceeding thirty (30) days preceding any meeting, annual or special, of the members and any such meeting shall be conducted and any vote taken on the basis of the memberships shown in the register at the time of closing.

## Section 7.04: ASSESSMENTS.

Each member is subject to the following charges and assessments payable to the Association:

- Maintenance assessments;
- Delinquency assessments;
- Assessments for capital improvements; and
- 4. All other fees or other monies due to the Association for such member.

## Section 7.05: MAINTENANCE ASSESSMENT.

- 1. Within thirty (30) days prior to the commencement of each fiscal year the Association shall estimate the costs and expenses to be incurred by the Association during the year, including a reasonable provision for contingencies, as well as reserves for major repair and replacement, and shall subtract from such estimate an amount equal to the anticipated balance, exclusive of any reserves for contingencies, and reserves for major repair and replacement in the operating fund at the start of such year. The sum of net estimate so determined shall be assessed to all the Owners in shares one (1) share for each lot owned.
- 2. If, at any time, and from time to time during any fiscal year, the maintenance assessment proves or appears likely to prove inadequate for any reason, including nonpayment of any Owner's share thereof, the Association may levy a further maintenance assessment in the amount of such actual or estimated inadequacy.
- 3. Maintenance assessments shall be due and payable to the Association when levied or in such installments during the year, and on such due dates as the Board shall designate.
- 4. The maintenance assessment shall not include any amount for the capital improvement of Common Area which, in any fiscal year, exceeds five percent (5%) of the budgeted gross expenses of the Association and which is not part of such budgeted gross expenses. Such assessments for extraordinary capital improvements may be levied pursuant to Article 7.08.
- 5. Until December 31, 1997, the annual assessment per assessment share shall not exceed \$100.00. From and after December 31, 1997, the maximum maintenance assessment may be increased each year not more than ten percent (10%) above the maximum assessment for the previous year without a vote of two-thirds (2/3) of the voting power of members and the consent of Grantors so long as either of them are members. The percent of increase shall be cumulative from year to year so that an increase not used in one year may be used in a subsequent year, without a vote of the members.

## Section 7.06: DELINQUENCY ASSESSMENT.

The Association shall levy delinquency assessment against any member or members as a result of whose acts, or failure or refusal to act, or otherwise comply with the Restrictions, or the Rules, monies were expended from the operating fund by the Association. Such assessment shall be in the amount so expended, and shall be due and payable to the Association when levied, or in such installments as the Association shall designate. Prior to the levy of a delinquency assessment, the Board shall hold a hearing to determine the validity and amount of the assessment upon at least (30) days notice to the member to be assessed. Such member to be assessed shall be given an opportunity to be heard at such hearing held to determine the validity and amount of the assessment.

## Section 7.07: ASSESSMENTS FOR CAPITAL IMPROVEMENTS.

The Association may also levy in any year an assessment for paying or returning, in whole or in part, the cost or proposed cost of acquisition and construction of a described capital improvement (whether the improvement constitutes real or personal property), in an amount greater than can be included in the maintenance assessment, provided such assessment has been approved by the two-thirds (2/3) vote of the members, which assessment shall be assessed to members as provided for in maintenance assessments.

## Section 7.08: DELINQUENCY.

Each assessment under this Article shall be the separate, distinct and personal debt and obligation of the member against whom it is assessed. Any assessment provided for in this Article, which is not paid when due, shall be delinquent.

With respect to each assessment not paid within ten (10) days after its due date, the Association may, at its election, require the member to pay a sum (late charge) to be determined by the Association, to pay for the costs of handling the delinquent sum, but not to exceed ten dollars (\$10.00) per each delinquent assessment. Such a charge shall be considered an additional assessment and collectable with the assessment for which it was charged.

If any such assessment is not paid within thirty (30) days after the delinquency date, the assessment shall bear interest from the date of delinquency at the rate as set from time to time by the Board, however not greater than twenty percent (20%) per annum, and the Association may, at its option, bring an action at law against the owner or owners personally obligated to pay the same, and upon compliance with the provisions of this Article to foreclose the lien against the lot, and there shall be added to the amount of such assessment, the late charge, the costs of preparing and filing the complaint in such action, and, in the event a judgment is obtained, such judgment shall include interest at the rate provided herein and a reasonable attorney's fee, together with the costs of action. Each owner vests in the Association or its assigns, the right and power to bring all actions at law or lien foreclosure against such owner or other owners for the collection of such delinquent assessments.

#### Section 7.09: NOTICE OF LIEN.

No action shall be brought to foreclose an assessment lien less than thirty (30) days after the date of notice of claim of lien is deposited in the United States mail, certified or registered, postage prepaid, to the owner of said lot and a copy thereof be recorded by the Association in the office of the County Recorder in Bernalillo County, New Mexico. Said notice of claim must recite a good and sufficient legal description of any such lot, the record owner or reputed owner thereof, the amount claimed (which shall include the interest charges, costs and attorney's fee recoverable by an action at law) and the name and address of the Association.

## Section 7.10: FORECLOSURE SALE.

Any such sale provided for above is to be conducted in accordance with the customary practice of the New Mexico Courts applicable to the foreclosure of mortgages and deeds of trust, or in any other manner permitted or provided by law. The Association, through its duly authorized agents, shall have the power to bid on the lot at a foreclosure sale, and to acquire and hold, lease, mortgage and convey the same.

## Section 7.11: SUBJECT TO RESTRICTIONS.

The qualifications of members, the property, voting and other rights and privileges of members, assessments and dues of members and the method of the collection of such assessments and dues shall be as set forth in the Restrictions and any amendments to the Restrictions. The Restrictions are incorporated herein as though fully set out and shall control in the event of any conflict with the provisions of these By-Laws.

ARTICLE VIII CORPORATE SEAL

## Section 8.01: CORPORATE SEAL.

The corporate seal, if any, shall be circular in form, and shall have inscribed thereon, the name of the Corporation, and the date of its incorporation, and the words "New Mexico".

ARTICLE IX
AMENDMENTS TO BY-LAWS

#### Section 9.01: BY MEMBERS.

New By-Laws may be adopted, or these By-Laws may be repealed or amended by the members at their annual meeting, or at any other meeting of the members called for that purpose, by a vote of members entitled to exercise a sixty-six and two thirds percent (66-2/3%) of the voting power of the Corporation, or by the written assent of such members. So long as either of the Grantors are members, the consent of the Grantors are required to adopt new By-Laws or to amend or repeal these

By-Laws. So long as Grantors are entitled to appoint the Board, amendment to the By-Laws shall require the written approval of VA or FHA.

## Section 9.02: RECORD OF AMENDMENTS.

Whenever an amendment or new by-law is adopted, such amendment or new by-law shall be copied in the Book of By-Laws with the original By-Laws, in the appropriate place. If any By-Laws or By-Law is repealed, the fact of repeal, with the date of the meeting at which the repeal was enacted or written assent Was filed, shall be stated in said Book.

KNOW ALL MEN BY THESE PRESENTS:

That we, the undersigned being the President and Secretary of The Tuscany Landscape Association, Inc., hereby assent to the foregoing By-Laws, and adopt the same as the By-Laws of said Corporation.

Dated:

15-96

Charles A. Haegelin

Lewis N. Wilmot Secretary

haegelin/jam/legaldoc/tuscany.by

V	
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# REQUEST FOR DESIGN APPROVAL TUSCANY LANDSCAPE ASSOCIATION

# **Architectural Planning Committee**

(Please print)

Owner	Property Address Date:
Home	Phone Work Phone
Type o	of project: Improvement Landscape Pool Wall New Construction art date Est. finish date
	w and major construction, please include with your request: Copy of your property plat Complete set of construction plans including construction materials specifications Coof elevation plan Backyard, front yard, side yard easements Architect's rendering showing the front/side view of proposed construction
I	inor change or addition, please include with your request: Description of the improvement Copy of your property plat with exact location of proposed change or addition Distance to property lines from change/addition Backyard, front yard, side yard easements, and set backs Color materials and samples
	Landscaping modifications, please include: List all planting, materials, sizes, and locations Complete landscaping drawing showing all changes
Notes:	
1.	The owner understands and agrees that no work in this request shall commence until written approval by the Tuscany Architectural Planning Committee. The Committee has thirty (30) days to respond to any request.
2.	Once approved, the project must be completed in a way that does not unreasonably interfere with neighboring properties.
3.	Applicant has responsibility for removal, in a timely manner, all debris resulting from construction.
4.	Construction must meet all zoning, building codes, and City and County laws. For further information regarding zoning, call (505) 924-3850. For information on building permits, call (505) 924-3963. Further, nothing herein contained shall be construed as a wavier or modification of any such code or law.
5.	Where applicable, utility easements a re to be marked before excavation is started. This service is provided free of charge by New Mexico One Call. For location of underground communication, cable TV, electric, gas, water, and sewers, call New Mexico One Call at

(505) 260-19900 no later than two full business days before the day you plan to dig. Please note there may be a FINE if underground cables or conduits are severed.

- 6. It is recommended that the applicant consult the Tuscany Master Design Guidelines, Neighborhood Specific Guidelines and any other published Planning Committee rules.
- Misrepresentation of any items in this request, either oral or written, may void any: approval by the Tuscany Architectural Planning Committee.

Summarize the proposed p	project	
		1
	3	
	ave reviewed proposed improvements. 'sclosure only, NOT an approval.	The signatures below are
	Address:	Date:
(Signature)		
	Address:	Date:
(Signature)	12	
	Address:	Date:
(Signature)		
	Address:	Date:
(Signature)		
OWNER SIGNATURE_	D	ATE
Mail your request to:		
	Tuscany Landscape Association Architectural Planning Committee P.O. Box 6270 Albuquerque, NM 87197	
	FOR OFFICE USE ONLY	
Date Received:	Submitted to Architectural Planning Con	mmittee on:
Action: Approved Der	nied Conditional Approval	

# Tuscany Landscape Association Waiver of Liability

We / I understand and will comply with the following:

- 1. If the modification is not completed as approved, said approval can be revoked and the modification will be required to be removed by the Homeowner at the Homeowner's expense.
- 2. Owner[s] is required to advise all contractors that common areas are not to used as work or storage areas. Contractors will also be held responsible for thorough cleanup of common areas, sidewalks and streets.
- 3. Owner[s] is required to pay for and repair any and all damage to the common areas as result of construction or contractor negligence.
- 4. Owner[s] agrees to adhere to all applicable state and county building codes and to obtain all necessary permits.
- 5. Owner[s] agrees to abide by the decision and terms and conditions of the ACC.
- 6. If the modification is not approved, or does not comply, the owner[s] may be subject to court action by the Landscape Association and shall be responsible for all reasonable attorneys' fees, costs and expenses in connection with such litigation.
- 7. Owner[s] agrees to maintain the improvement if approved by the Board of Directors or their duly appointed representative. If in the view of the Board of Directors, the improvement is not being maintained, the Association has the right to remove or maintain the improvement with the Homeowner bearing all costs.
- 8. Applications from tenants **will not** be accepted without the written consent and signature by Owner of the Architectural Change Form.

The Waiver of Liability is hereby signed on the 2	10 day or	
WITNESSES:		
Owner	Date	

## Architectural Control Committee Guidelines

Pursuant to the CC&R's, the following Guidelines have been adopted by the Tuscany Landscape Association's Architectural Control Committee [ACC]. These guidelines do not change the CC&R's and in no way removes the homeowner from the responsibility of meeting all of its provisions, city ordinances, and applicable permits.

The Architectural Control Committee [ACC] of the Tuscany Landscape Association is charged with the preservation of the values and the aesthetic character of the community. This is primarily achieved by reviewing plans and specifications for proposed external property improvements, including new construction prior to the initiation of any work.

To assist homeowners in obtaining approval, the Committee has drafted the following sections based upon the types of improvement requests normally submitted and the types of the problems normally encountered during the approval process.

- 1. **Documentation**. To assure proper understanding of the proposed improvement, the following information should be provided:
  - Name, address and contact information.
  - Plat plan showing the location of construction.
  - All dimensions [length, width, height, roof slope, etc.] of the construction or modification.
  - Detailed sketch of the proposed construction or modification.
  - Description of construction materials.
  - Certified plat plan indicating proposed construction of new fence and a drawing showing the location of any existing fence[s] of adjacent properties, if applicable.

# 2. Building Alterations & Additions

- ♦ Any additions to an existing building or exterior alteration, modification or change to an existing building, including changes in color must have the approval of the ACC before any work is undertaken. Examples of such projects, fence installations, patios, decks, solar collectors, patio / deck covers, or other structures.
- Any addition, exterior alteration, modification or change to an existing building shall be compatible with the design character of the original building.

- All additions, changes and alterations approved by the ACC must be completed within sixty [60] days of commencement. A homeowner's failure to complete the approved activity within the time frame approved shall constitute a violation of the terms of the approval, thereby enabling the ACC to rescind its approval and order the removal of the proposed improvement and the restoration of the property to its original condition.
- Prior to the commencement of any work, the homeowner is responsible for obtaining a Certificate of Insurance of all contractors involved with the project naming the respective homeowner and Tuscany Landscape Association as Additional Insured.

## 3. Materials & Colors

- Only the exterior materials compatible with the parent structure and the architectural design character of the community will be approved.
- No change in the exterior color(s) of any house shall be made without the express written authorization of the ACC.
- ACC approval is not required to repaint or re-stain structures with their original colors.
- ◆ ACC approval is required to paint or stain any originally unpainted exterior areas.

#### 4. Fences

- Fence color and material shall be compatible with existing fences surrounding the property structures.
- Gates must be compatible with fencing in design, material, height and color.

## 5. Landscaping & Planting

♦ Landscaping work must be approved by the ACC, except for general annual seasonal color plantings.

# 6. Storage Facility / Playhouses

- ♦ All outside storage facilities must have the approval of the ACC before the work is undertaken.
- The facility must be located at the rear of the house.
- A description of any grading and / or drainage changes proposed to accommodate the proposed structure must be submitted.

- The structure must be compatible with the lot theme; the structure design shall respect the visual rights and aesthetic interests of neighboring properties.
- The exterior color of the facility shall be compatible with the design character of the original building.
- Structure size should not exceed 120 square feet.

## 7. Miscellaneous

• Driveway extensions, widening or the rerouting of existing driveways shall have the approval of the ACC before any work is undertaken.

Adopted June 1st, 2002

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