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# SECOND AMENDED AND RESTATED DECLARATION OF ESTABLISHMENT OF COVENANTS, CONDITIONS AND RESTRICTIONS FOR OAKRIDGE ESTATES COMMUNITY ASSOCIATION



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## SECOND AMENDED AND RESTATED DECLARATION OF ESTABLISHMENT OF COVENANTS, CONDITIONS AND RESTRICTIONS FOR OAKRIDGE ESTATES COMMUNITY ASSOCIATION

The Amended and Restated Declaration of Establishment of Conditions, Covenants and Restrictions for Oakridge Estates Community Association, recorded on September 30, 1999, in the Official Records of Ventura County, California ("Amended Declaration"), which affects all of the Properties described and commonly known as "Oakridge Estates," is hereby amended and restated in its entirety to read as follows:

#### RECITALS

On July 11, 1977, the Declaration of Establishment of Covenants, Conditions and Restrictions for Oakridge Estates Community Association ("Original Declaration") was recorded in the Official Records of Ventura County, California, as Instrument No. 80719 in Book 4893, pages 84-117.

On September 30, 1999, the Amended and Restated Declaration of Establishment of Conditions, Covenants and Restrictions for Oakridge Estates Community Association ("Amended Declaration") was recorded in the Official Records of Ventura County, and replaced the Original Declaration in its entirety.

On October 31, 2011, by order of the Ventura County Superior Court (attached hereto as Exhibit "A"), the Members adopted this First Restated Declaration of Covenants, Conditions and Restrictions by written ballot vote sufficient to amend and restate the Original Declaration, in accordance with California Civil Code section 1356. As so amended and restated, these easements, covenants, restrictions and conditions shall run with the Properties and shall be binding on all parties having or acquiring any right, title or interest in the Properties or any portion thereof, and shall inure to the benefit of each Owner thereof.

## ARTICLE I Definitions

- <u>Section 1.01</u>. "Architectural Committee" or "Committee" means the committee created in accordance with Article V, below.
- Section 1.02. "Articles" means the Articles of Incorporation of the Oakridge Estates Community Association, which are filed in the Office of the California Secretary of State, as such Articles, may be amended from time to time.
  - Section 1.03. "Assessment" means any Regular, Special or Special Individual

Assessment made or assessed by the Oakridge Estates Community Association against an Owner and his or her Lot in accordance with the provisions of Article IV, below.

- Section 1.04. "Oakridge Estates Community Association" means The Oakridge Estates Community Association, a California nonprofit corporation (formed pursuant to the Nonprofit Mutual Benefit Corporation Law of the State of California), its successors and assigns. The Oakridge Estates Community Association is an "Association" as defined in California Civil Code Section 1351(a).
- <u>Section 1.05.</u> "Oakridge Estates Community Association Rules" means the rules, regulations and policies adopted by the Board of Directors pursuant to Section 3.07, below, as the same may be in effect from time to time.
- Section 1.06. "Board of Directors" or "Board" means the Board of Directors of the Oakridge Estates Community Association.
- Section 1.07. "Bylaws" means the Bylaws of the Oakridge Estates Community Association, as such Bylaws may be amended from time to time.
- Section 1.08. "City" means the municipal city of Thousand Oaks, in the County of Ventura, State of California, and its various departments, divisions, employees, and representatives.
- Section 1.09. "Common Area" means all real property owned by the Oakridge Estates Community Association for the common use and enjoyment of the Owners, as more particularly described at Article 1, Section 6, of the Original Declaration.
- Section 1.10. "Common Expense" means any use of Oakridge Estates Community Association funds authorized by Article IV, below and Article IX of the Bylaws and includes, without limitation: (a) All expenses or charges incurred by or on behalf of the Oakridge Estates Community Association for the management, maintenance, administration, insurance, operation, repairs, additions, alterations or reconstruction of the Common Area or Common Facilities; (b) all expenses or charges reasonably incurred to procure insurance for the protection of the Oakridge Estates Community Association and its Board of Directors; (c) any amounts reasonably necessary for reserves for maintenance, repair and replacement of the Common Areas and Common Facilities, and for nonpayment of any Assessments; and (d) the use of such funds to defray the costs and expenses incurred by the Oakridge Estates Community Association in the performance of its functions or in the proper discharge of the responsibilities of the Board as provided in the Governing Documents.
- Section 1.11. "Common Facilities" means the trees, hedges, plantings, lawns, shrubs, landscaping, fences, utilities, berms, pipes, lines, lighting fixtures, buildings, structures and other facilities constructed or installed, or to be constructed or installed, or currently located within the Common Area and owned by the Oakridge Estates Community Association.

- Section 1.12. "County" means the County of Ventura, State of California, and its various departments, divisions, employees and representatives.
- Section 1.13. "Declarant" means the original developer of the Properties, namely Shappell Industries of Ventura, Inc., a California corporation.
- Section 1.14. "Declaration" means this instrument, as it may be amended from time to time.
- Section 1.15. "Governing Documents" is a collective term that means and refers to this Declaration and to the Articles, the Bylaws and the Oakridge Estates Community Association.
  - <u>Section 1.16</u>. "Improvements" shall be defined as set forth in Section 5.01, below.
- Section 1.17. "Lot" means any parcel of real property designated by a number on the Subdivision Map, excluding the Common Area. When appropriate within the context of this Declaration, the term "Lot" shall also include the Residence and other Improvements constructed or to be constructed on a Lot.
- Section 1.18. "Majority of a Quorum" means the vote of a majority of the votes cast at a meeting or by written ballot when the number of Members attending the meeting in person or by proxy casting written ballots equals or exceeds the minimum quorum requirement for Member action, as specified in the Bylaws or by statute.
- Section 1.19. "Member" means every person or entity who holds a membership in the Oakridge Estates Community Association, by virtue of owning a fee simple interest in any Lot, and whose rights as a Member are not suspended pursuant to Section 12.06, below.
- Section 1.20. "Mortgage" means any security device encumbering all or any portion of the Properties, including any deed of trust. "Mortgagee" shall refer to a beneficiary under a deed of trust as well as to a mortgagee in the conventional sense.
- Section 1.21. "Owner" means any person, firm, corporation or other entity which owns a fee simple interest in any Lot. Except where the context otherwise requires, the term "Owner" shall include the family, guests, tenants and invitees of an Owner.
- <u>Section 1.22</u>. "Owner of Record" includes an Owner and means any person, firm, corporation or other entity in which title to a Lot is vested as shown by the Official Records of
- the Office of the County Recorder. If a Lot is transferred or conveyed to a trust, the Owner is the trustee or the co-trustees of such trust.
  - Section 1.23. "Properties" means all parcels of real property (Common Area and Lots),

together with all buildings, structures, utilities, Common Facilities, and other Improvements now located or hereafter constructed or installed thereon, and all appurtenances thereto, and as more particularly described in the Original Declaration.

- <u>Section 1.24</u>. "Record" means, with respect to any document, the recordation or filing of such document in the Office of the County Recorder.
- <u>Section 1.25</u>. "Regular Assessment" means an Assessment levied against an Owner and his or her Lot in accordance with Section 4.02, below.
  - Section 1.26. "Residence" means a private, single-family dwelling constructed on a Lot.
- <u>Section 1.27</u>. "Single Family Residential Use" means occupancy and use of a Residence for single family dwelling purposes in conformity with this Declaration and the requirements imposed by applicable zoning or other applicable laws or governmental regulations limiting the number of persons who may occupy single family residential dwellings.
- <u>Section 1.28</u>. "Special Assessment" means an Assessment levied against an Owner and his or her Lot in accordance with Section 4.03, below.
- Section 1.29. "Special Individual Assessment" means an Assessment levied against an Owner and his or her Lot in accordance with Section 4.04, below.
- <u>Section 1.30</u>. "Subdivision Map" means any recorded subdivision map for the Properties, or any portion thereof.

## ARTICLE II Property Rights and Obligations of Owners

- Section 2.01. Owners' Nonexclusive Easements of Enjoyment. Every Owner shall have a nonexclusive right and easement of enjoyment in and to the Common Areas within the Properties, including ingress to and egress from his or her Lot, which shall be appurtenant to and shall pass with the title to every Lot, subject to the following provisions:
- (a) The right of the Oakridge Estates Community Association to adopt Oakridge Estates Community Association Rules as provided in Section 3.07, below, regulating the use and enjoyment of the Properties for the benefit and well-being of the Owners in common, and, in the event of the breach of such rules or any provision of any Governing Document by any Owner or tenant, to initiate disciplinary action against the violating Owner or tenant in accordance with Section 12.06, below. Such action may include the levying of fines and/or the temporary suspension of the voting rights and/or right to use the Common Facilities, other than roads, by any Owner and/or the Owner's tenants and guests.

- (b) The right of the Oakridge Estates Community Association, in accordance with its Articles and Bylaws, to borrow money for the purpose of improving the Common Area and Common Facilities and in aid thereof to Mortgage the Common Area; provided, however, that the rights of any such Mortgagee in the Common Area shall be subordinate to the rights of the Owners hereunder; and further provided that any such indebtedness shall be considered an expense of the Oakridge Estates Community Association for purposes of the Special Assessment provisions of Section 4.03, below.
- (c) The right of the Oakridge Estates Community Association to dedicate or transfer all or any part of the Common Area to any public agency, authority or utility for such purposes and subject to such conditions as may be agreed by the Owners; provided, however, that no such dedication or transfer shall be effective unless an instrument, approved by at least sixty-six and two-thirds (66-2/3%) of the voting power of the Members, and their first Mortgagees consenting to such dedication or transfer has been Recorded. Furthermore, no dedication shall be permitted that impairs the ingress to and egress from any Lot. The instrument approving the dedication may be executed in counterparts so long as each counterpart is in recordable form.
- (d) All easements affecting the Common Area which are described in Article VIII, below.

Section 2.02. Persons Subject to Governing Documents. All present and future Owners, tenants and occupants of Lots within the Properties shall be subject to, and shall comply with, each and every provision of the Governing Documents, as the same or any of them shall be amended from time to time, unless a particular provision is specifically restricted in its application to one or more of such classes of persons (i.e. Owners, tenants, invitees, etc.). Owners are ultimately responsible for the conduct and actions of their tenants, lessees, and invitees. The acceptance of a deed to any Lot, the entering into a lease, sublease or contract of sale with respect to any Lot, or the occupancy of any Lot shall constitute the consent and agreement of such Owner, tenant or occupant that each and all of the provisions of this Declaration, as the same or any of them may be amended from time to time, shall be binding upon him or her and that he or she will observe and comply with the Governing Documents.

#### Section 2.03. Delegation of Use.

(a) <u>Delegation of Use and Leasing of Residences</u>. Any Owner may delegate his or her rights to use and enjoy the Common Area and Common Facilities to his or her family members, tenants, lessees or contract purchasers who reside in the Residence; provided, however, that any rental or lease agreement must be in writing and the Owner shall deposit a copy of such rental or lease agreement with the Oakridge Estates Community Association.

Any rental or lease of a Residence shall be subject to the provisions of the Governing Documents, all of which shall be deemed incorporated by reference in the lease or rental agreement. An Owner-lessor shall incorporate said requirement in the lease or rental agreement. An Owner-lessor shall provide any tenant or lessee with a current copy of all Governing

Documents and shall be responsible for the tenant's or lessee's compliance with all of the provisions of the Governing Documents. An Owner-lessor shall require any tenant or lessee, prior to the commencement of the rental or lease, to execute a written acknowledgment whereby such tenant or lessee acknowledges receipt of the Governing Documents. The Residence shall be for Single Family Residential Use only. The Oakridge Estates Community Association's management company may charge a reasonable fee for providing copies of the Governing Documents to an Owner, to the extent such fee is permissible be law.

(b) <u>Discipline of Lessees</u>. Subject to subparagraph (c) below, in the event that any tenant or lessee fails to honor the provisions of any Governing Document, the Oakridge Estates Community Association shall be entitled to take such corrective action as it deems necessary or appropriate under the circumstances which may include initiation of an eviction proceeding in accordance with the following paragraph, suspension of the tenant's privileges to use any recreational Common Facilities or the imposition of fines and penalties against the Owner or tenant.

Whether or not such right is stated in any lease or rental agreement, every Owner who rents his or her Residence automatically grants to the Oakridge Estates Community Association the right to determine a tenant's default under the Governing Documents and of terminating the tenancy and evicting the tenant for such default in accordance with the procedures specified in this subparagraph (b). If the Board takes such eviction action, either in its own name or in the Owner's name, the Owner shall be responsible for all costs thereof, including reasonable attorneys' fees, and shall reimburse the Oakridge Estates Community Association upon demand for the entire amount of such costs. If the Owner refuses to make such reimbursement, the sums shall constitute a Special Individual Assessment (section 4.04, below) for which a lien may be imposed against the Owner's Lot. The Oakridge Estates Community Association's right to maintain an eviction action hereunder is derived from California Code of Civil Procedure Sections 1165 and 374 and shall only arise if the tenant's or lessee's conduct involves damage to or destruction of Common Areas or Common Facilities, or constitutes a nuisance or unreasonable interference with the quiet enjoyment of other residents.

which immediate corrective action is necessary to prevent damage or destruction to the Properties or to preserve the rights of quiet enjoyment of other Owners, the Oakridge Estates Community Association shall have no right to initiate disciplinary action against an Owner-lessor (or the Owner's lessee or tenant) on account of the misconduct of the Owner's lessee or tenant unless and until the following conditions have been satisfied: (i) the Owner has received written notice from the Board, the Oakridge Estates Community Association's property manager or an authorized committee of the Board detailing the nature of the lessee's/tenant's alleged infraction or misconduct and advising the Owner of his or her right to a hearing on the matter in the event the Owner believes that remedial or disciplinary action is unwarranted or unnecessary; (ii) the Owner has been given a reasonable opportunity to take corrective action on a voluntary basis or to appear at a hearing, if one is requested by the Owner; and (iii) the Owner has failed to prevent or correct the tenant's objectionable actions or misconduct. Any hearing requested

hereunder shall be conducted in accordance with Section 12.06, below.

<u>Section 2.04.</u> <u>Obligations of Owners.</u> Owners of Lots within the Properties shall be subject to the following:

- (a) Owner's Duty to Notify Oakridge Estates Community Association of Tenants and Contract Purchasers. Each Owner shall notify the secretary of the Oakridge Estates Community Association or the Oakridge Estates Community Association's property manager, if any, of the names of any contract purchaser or tenant residing on the Owner's Lot. Each Owner, contract purchaser or tenant shall also notify the secretary of the Oakridge Estates Community Association of the names of all persons to whom such Owner, contract purchaser or tenant has delegated any rights to use and enjoy the Properties and the relationship that each such person bears to the Owner, contract purchaser or tenant.
- (b) <u>Contract Purchasers</u>. A contract seller of a Lot must delegate his or her voting rights as a Member and his or her right to use and enjoy the Common Area and Common Facilities to any contract purchaser in possession of the property subject to the contract of sale. Notwithstanding the foregoing, the contract seller shall remain liable for any default in the payment of Assessments by the contract purchaser until title to the property sold has been transferred to the purchaser.

#### (c) <u>Notification Regarding Governing Documents</u>.

- (i) As more particularly provided in California Civil Code Section 1368, as soon as practicable before transfer of title or the execution of a real property sales contract with respect to any Lot, the Owner thereof must give the prospective purchaser:
  - (A) A copy of the Governing Documents;
- (B) The Oakridge Estates Community Association's most recent financial statement;
- (C) A true statement in writing from an authorized representative of the Oakridge Estates Community Association as to: (1) the amount of any unpaid Assessments, together with information relating to late charges, attorneys' fees, interest, and costs of collection which, as of the date the statement is issued, are or may become a lien on the Lot being sold (the "delinquency statement"); and (2) the amount of the Oakridge Estates Community Association's current Regular and Special Assessments and fees; and
- (D) Any change in the Oakridge Estates Community Association's current Regular and Special Assessments and fees which have been approved by the Board, but have not become due and payable as of the date the information is provided.

- (ii) Within ten (10) days of the mailing or delivery of a request for the information described in subparagraph (c)(i), above, the Oakridge Estates Community Association shall provide the Owner with copies of the requested items. The Oakridge Estates Community Association shall be entitled to impose a fee for providing the requested items equal to (but not more than) the reasonable cost of preparing and reproducing the requested items.
- (d) Payment of Assessments and Compliance With Rules. Each Owner shall pay, when due, each Regular, Special and Special Individual Assessment levied against the Owner and his or her Lot and shall observe, comply with and abide by any and all rules and regulations set forth in, or promulgated by the Oakridge Estates Community Association pursuant to, any Governing Document for the purpose of protecting the interests of all Owners or protecting the Common Area and Common Facilities.
- (e) <u>Discharge of Assessment Liens</u>. Each Owner shall promptly discharge any Assessment lien that may hereafter become a charge against his or her Lot.
- (f) <u>Joint Ownership of Lots</u>. In the event of joint ownership of any Lot, the obligations and liabilities of the multiple Owners under the Governing Documents shall be joint and several. Without limiting the foregoing, this subparagraph (f) shall apply to all obligations, duties and responsibilities of Owners as set forth in this Declaration, including, without limitation, the payment of all Assessments.
- (g) <u>Prohibition on Avoidance of Obligations</u>. No Owner, by non-use of the Common Area or Common Facilities, abandonment of the Owner's Lot or otherwise may avoid the burdens and obligations imposed on such Owner by the Governing Documents, including, without limitation, the payment of Assessments levied against the Owner and his or her Lot pursuant to Article IV, below.
- (h) <u>Termination of Obligations</u>. Upon the conveyance, sale, assignment or other transfer of a Lot to a new Owner, the transferor-Owner shall not be liable for any Assessments levied with respect to such Lot which become due after the date of Recording of the deed evidencing the transfer and, upon such Recording, all Oakridge Estates Community Association membership rights possessed by the transferor by virtue of the ownership of the Lot shall automatically cease.

## ARTICLE III Oakridge Estates Community Association

Section 3.01. Oakridge Estates Community Association Membership. Every Owner of a Lot shall be a Member of the Oakridge Estates Community Association. Each Owner shall hold one membership in the Oakridge Estates Community Association for each Lot owned and the membership shall be appurtenant to such Lot. Sole or joint ownership of a Lot shall be the sole qualification for membership in the Oakridge Estates Community Association. Each Owner

shall remain a Member until his or her ownership in all Lots in the Properties ceases, at which time his or her membership in the Oakridge Estates Community Association shall automatically cease. Persons or entities who hold an interest in a Lot merely as security for performance of an obligation are not Members until such time as the security holder comes into title to the Lot through foreclosure or deed in lieu thereof.

Where Lots are owned by more than one person, the Board shall have the right, pursuant to Section 3.07, below, to adopt a rule designating the minimum percentage ownership of a Lot to qualify the Owner as a Member for purposes of using any Common Facility or for determining eligibility to serve as a director. Spouses shall be permitted to aggregate their ownership interests to determine either spouse's percentage ownership of a Lot.

<u>Section 3.02.</u> One Class of Membership. The Oakridge Estates Community Association shall have one class of membership and the rights, duties, obligations and privileges of the Members shall be as set forth in the Governing Documents.

Section 3.03. Voting Rights of Members. Each Member shall be entitled to one vote for each Lot owned by that Member. When more than one person holds an interest in any Lot, all such persons shall be Members, although in no event shall more than one vote be cast with respect to any Lot (with the exception of cumulative voting for directors, as authorized by the Bylaws. Voting rights may be temporarily suspended under those circumstances described in Section 12.06, below.

Section 3.04. Assessments. The Oakridge Estates Community Association shall have the power to establish, fix and levy Assessments against the Owners of Lots within the Properties and to enforce payment of such Assessments in accordance with Article IV, below. Any Assessments levied by the Oakridge Estates Community Association against its Members shall be levied in accordance with and pursuant to the provisions of this Declaration.

Section 3.05. Transfer of Memberships. Membership in the Oakridge Estates Community Association shall not be transferred, encumbered, pledged or alienated in any way, except upon the sale of the Lot to which it is appurtenant and then, only to the purchaser. In the case of a sale, the membership appurtenant to the transferred Lot shall pass automatically to the purchaser upon Recording of a deed evidencing the transfer of title. In the case of an encumbrance of such Lot, a Mortgagee does not have membership rights until he or she becomes an Owner by foreclosure or deed in lieu thereof. Tenants who are delegated rights of use pursuant to Section 2.03, above, do not thereby become Members, although the tenant and his or her family and guests shall, at all times, be subject to the provisions of all Governing Documents. Any attempt to make a prohibited transfer of membership rights is void. If any Owner fails or refuses to transfer the membership registered in his or her name to the purchaser of his or her Lot, the Oakridge Estates Community Association shall have the right to record the transfer upon its books and thereupon any other membership outstanding in the name of the seller shall be null and void.

#### Section 3.06. Powers and Authority of the Oakridge Estates Community Association.

Powers, Generally. The Oakridge Estates Community Association shall have the (a) responsibility of owning, managing and maintaining the Common Areas and Common Facilities and discharging the other duties and responsibilities imposed on the Oakridge Estates Community Association by the Governing Documents. In the discharge of such responsibilities and duties, the Oakridge Estates Community Association shall have all of the powers of a nonprofit mutual benefit corporation organized under the laws of the State of California in the ownership and management of its properties and the discharge of its responsibilities hereunder for the benefit of its Members, subject only to such limitations upon the exercise of such powers as are expressly set forth in the Governing Documents. The Oakridge Estates Community Association and its Board of Directors shall have the power to do any and all lawful things which may be authorized, required or permitted to be done under and by virtue of the Governing Documents, 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 Oakridge Estates Community Association for the peace, health, comfort, safety or general welfare of the Owners. The specific powers of the Oakridge Estates Community Association and the limitations thereon shall be as set forth in Article IX of the Bylaws.

#### (b) Oakridge Estates Community Association's Right of Entry.

- (i) <u>Right of Entry, Generally.</u> Without limiting the generality of the foregoing enumeration of corporation powers, the Oakridge Estates Community Association is hereby authorized and empowered directly or through its agents to enter any Lot when necessary to perform the Oakridge Estates Community Association's obligations under this Declaration (including, without limitation, any obligations to enforce the architectural restrictions and land use restrictions of Articles V and VII hereof, and any obligations with respect to construction, maintenance and repair of adjacent Common Facilities), or to make necessary repairs that an Owner has failed to perform which, if left undone, will pose a threat to, or cause an unreasonable interference with, Oakridge Estates Community Association property or the Owners in common.
- (ii) <u>Limitations on Exercise of Right</u>. The Oakridge Estates Community Association's right of entry pursuant to this subparagraph (b) shall be subject to the following:
- (A) The right of entry may be exercised immediately and without prior notice to the Owner or resident in case of an emergency originating in or threatening the Lot where entry is required or any adjoining Lots or Common Area. The Oakridge Estates Community Association's work may be performed under such circumstances whether or not the Owner or his or her lessee is present.
- (B) In all non-emergency situations involving routine repair and/or maintenance activities, the Oakridge Estates Community Association, or its agents, shall furnish the Owner or his or her lessee with at least seventy-two (72) hours prior written notice of its

intent to enter the Lot, specifying the purpose and scheduled time of such entry, and shall make every reasonable effort to perform its work and schedule its entry in a manner that respects the privacy of the persons residing on the Lot.

- (C) In all non-emergency situations involving access by the Oakridge Estates Community Association for purposes of enforcing the Governing Documents against an Owner in default, the Oakridge Estates Community Association's entry shall be subject to observance of the notice and hearing requirements imposed in Section 12.06, below.
- (D) In no event shall the Oakridge Estates Community Association's right of entry hereunder be construed to permit the Oakridge Estates Community Association or its agents to enter any Residence without the Owner's express permission.

#### Section 3.07. Oakridge Estates Community Association Rules.

(a) Rule Making Power. The Board may, from time to time and subject to the provisions of this Declaration, propose, enact and amend rules and regulations of general application to the Owners ("Oakridge Estates Community Association Rules"). The Oakridge Estates Community Association Rules may concern, but need not be limited to: (i) matters pertaining to the maintenance, repair, management and use of the Common Area and Common Facilities by Owners, their tenants, guests and invitees, or any other person(s) who have rights of use and enjoyment of such Common Area and Common Facilities; (ii) architectural control and the rules of the Architectural Committee under Section 5.05, below; (iii) the conduct of disciplinary proceedings in accordance with Section 12.06, below; (iv) regulation of parking, pet ownership and other matters subject to regulation and restriction under Article VII, below; (v) collection and disposal of refuse; (vi) minimum standards for the maintenance of landscaping or other Improvements on any Lot; (vii) designating the minimum percentage ownership of a Lot necessary to qualify an Owner as a Member, as more particularly described in Section 3.01, above; and (viii) any other subject or matter within the jurisdiction of the Oakridge Estates Community Association as provided in the Governing Documents.

Notwithstanding the foregoing grant of authority, the Oakridge Estates Community Association Rules shall not be inconsistent with or materially alter any provision of the other Governing Documents (including the Declaration, Bylaws, and Articles) or the rights, preferences and privileges of Members thereunder. In the event of any material conflict between any Oakridge Estates Community Association Rule and any provision of the other Governing Documents, the conflicting provisions contained in the other Governing Documents shall be deemed to prevail.

(b) <u>Distribution of Rules</u>. A copy of the Oakridge Estates Community Association Rules, as they may from time to time be adopted, amended or repealed, shall be mailed or otherwise delivered to each Owner. A copy of the Oakridge Estates Community Association Rules shall also be available and open for inspection during normal business hours at the principal office of the Oakridge Estates Community Association.

(c) Adoption and Amendment of Rules. Oakridge Estates Community Association Rules may be adopted or amended from time to time by majority vote of the Board, provided, however, that no Association Rule or amendment thereto shall be adopted by the Board until at least thirty (30) days after the proposed rule or rule amendment has been published in the Oakridge Estates Community Association newsletter, if any, or otherwise communicated to the Owners in writing. The notice describing the proposed rule or amendment shall also set forth the date, time and location of the Board meeting at which action on the proposal is scheduled to be taken.

Any duly adopted rule or amendment to the Oakridge Estates Community Association Rules shall become effective immediately following the date of adoption thereof by the Board, or at such later date as the Board may deem appropriate. Any duly adopted rule or rule amendment shall be distributed to the Owners by mail.

Section 3.08. Breach of Rules or Restrictions. Any breach of the Oakridge Estates Community Association Rules or of any other Governing Document provision shall give rise to the rights and remedies set forth in Section 12.06, below.

## Section 3.09. Limitation on Liability of the Oakridge Estates Community Association's Directors and Officers.

(a) <u>Claims Regarding Breach of Duty</u>. No director or officer of the Oakridge Estates Community Association (collectively and individually referred to as the "Released Party") shall be personally liable to any of the Members or to any other person, for any error or omission in the discharge of his or her duties and responsibilities or for his or her failure to provide any service required under the Governing Documents; provided that such Released Party has, upon the basis of such information as he or she possessed, acted in good faith, in a manner that such person believes to be in the best interests of the Oakridge Estates Community Association and with such care, including reasonable inquiry, as an ordinarily prudent person in a like position would use under similar circumstances.

Without limiting the generality of the foregoing, this standard of care and limitation of liability shall extend to such matters as the establishment of the Oakridge Estates Community Association's annual financial budget, the funding of Oakridge Estates Community Association capital replacement and reserve accounts, repair and maintenance of Common Areas and Common Facilities and enforcement of the Governing Documents.

(b) Other Claims Involving Tortious Acts and Property Damage. No person who suffers bodily injury (including, without limitation, emotional distress or wrongful death) as a result of the tortious act or omission of a volunteer member of the Board or volunteer officer of the Oakridge Estates Community Association shall recover damages from such Board member or officer if all of the following conditions are satisfied:

- (i) The Board member or officer owns no more than two Lots;
- (ii) The act or omission was performed within the scope of the volunteer Board member's or officer's Oakridge Estates Community Association duties;
  - (iii) The act or omission was performed in good faith;
  - (iv) The act or omission was not willful, wanton, or grossly negligent;
- (v) The Oakridge Estates Community Association maintained and had in effect at the time the act or omission occurred and at the time a claim is made general liability insurance with coverage of at least one million dollars (\$1,000,000).

The payment of actual expenses incurred by a Board member or officer in the execution of such person's Oakridge Estates Community Association duties shall not affect such person's status as a volunteer Board member or officer for the purposes of this section. The provisions of this subparagraph (b) are intended to reflect the protections accorded to volunteer directors and officers of community associations pursuant to California Civil Code Section 1365.7. In the event said Civil Code Section is amended or superseded by another, similar provision of the California statutes, this subparagraph (b) shall be deemed amended, without the necessity of further Member approval, to correspond to the amended or successor Civil Code provision.

## ARTICLE IV Assessments

#### Section 4.01. Assessments Generally.

- (a) <u>Covenant to Pay Assessments</u>. Each Owner of one or more Lots, by acceptance of a deed or other conveyance therefor (whether or not it shall be so expressed in such deed or conveyance), covenants and agrees to pay to the Oakridge Estates Community Association: (i) Regular Assessments; (ii) Special Assessments; and (iii) Special Individual Assessments. Each such Assessment shall be established and collected as hereinafter provided, including, without limitation, pursuant to Section 4.10, below.
- (b) Extent of Owner's Personal Obligation for Assessments. All Assessments, together with late charges, interest, and reasonable costs (including reasonable attorneys' fees) for the collection thereof, shall be a debt and a personal obligation of the person who is the Owner of the Lot at the time the Assessment is levied. Each Owner who acquires title to a Lot (whether by conventional conveyance, at judicial sale, trustee's sale or otherwise) shall be personally liable only for Assessments attributable to the Lot which become due and payable after the date that the person acquires title. Accordingly, when a person acquires title to a Lot, he or she shall not be personally liable for delinquent Assessments of prior Owners unless the new Owner expressly assumes the personal liability. However, if the acquired Lot is conveyed

subject to a valid lien for delinquent Assessments (and related costs of collection), the Oakridge Estates Community Association may continue to exercise its foreclosure remedies against the Lot, regardless of the change of ownership, and/or the Oakridge Estates Community Association may pursue its collection remedies against the prior Owner, individually.

- (c) <u>Creation of Assessment Lien</u>. All Assessments, together with late charges, interest, and reasonable costs (including reasonable attorneys' fees) for the collection thereof, shall be a charge on the Lot and shall be a continuing lien upon the Lot against which such Assessment is made. Any lien for unpaid Assessments created pursuant to the provisions of this Article may be subject to foreclosure as provided in Section 4.10(b), below.
- (d) <u>No Avoidance of Assessment Obligations</u>. No Owner may exempt himself/herself from personal liability for Assessments duly levied by the Oakridge Estates Community Association, nor release the Lot or other property owned by him/her from the liens and charges hereof, by waiver of the use and enjoyment of the Common Area or any facilities thereon or by abandonment or non-use of his/her Lot or any other portion of the Properties.

#### Section 4.02. Regular Assessments.

- (a) <u>Preparation of Annual Budget; Establishment of Regular Assessments</u>. Not less than forty-five (45) days nor more than sixty (60) days prior to the beginning of the Oakridge Estates Community Association's fiscal year, the Board shall estimate the total amount required to fund the Oakridge Estates Community Association's anticipated Common Expenses for the next succeeding fiscal year (including additions to any reserve fund established to defray the costs of future repairs, replacement or additions to the Common Facilities) by preparing and distributing to all Members a budget satisfying the requirements of California law.
- (b) Establishment of Regular Assessment by Board/Membership Approval Requirements. The total annual expenses estimated in the Oakridge Estates Community Association's budget (less projected income from sources other than Assessments) shall become the aggregate Regular Assessment for the next succeeding fiscal year; provided, however, that, except as provided in Section 4.05, below, the Board of Directors may not impose a Regular Assessment that is more than twenty percent (20%) greater than the Regular Assessment for the Oakridge Estates Community Association's immediately preceding fiscal year without the Members' prior approval in accordance with Section 4.08, below.
- (c) <u>Allocation of Regular Assessment</u>. The total estimated Common Expenses, determined in accordance with subparagraph (a), above shall be allocated among, assessed against, and charged to each Owner according to the ratio of the number of Lots within the Properties owned by the assessed Owner to the total number of Lots subject to Assessments so that each Lot bears an equal share of the total Regular Assessment.
- (d) <u>Assessment Roll</u>. That portion of the estimated Common Expenses assessed against and charged to each Owner shall be set forth and recorded in an Assessment roll which

shall be maintained and available with the records of the Oakridge Estates Community Association and shall be open for inspection at all reasonable times by each Owner or his or her authorized representative for any purpose reasonably related to the Owner's interest as a property Owner or as a Member. The Assessment roll (which may be maintained in the form of a computer printout) shall show, for each Lot, the name and address of the Owner of Record, all Regular, Special and Special Individual Assessments levied against each Owner and his or her Lot, and the amount of such Assessments which have been paid or remain unpaid. The delinquency statement required by Section 2.04(c), above, shall be conclusive upon the Oakridge Estates Community Association and the Owner of such Lot as to the amount of such indebtedness appearing on the Oakridge Estates Community Association's Assessment roll as of the date of such statement, in favor of all persons who rely thereon in good faith.

- (e) <u>Mailing Notice of Assessment</u>. Within the time requirements specified in subparagraph (a), above, the Board of Directors shall mail to each Owner, at the street address of the Owner's Lot, or at such other address as the Owner may from time to time designate in writing to the Oakridge Estates Community Association, a statement of the amount of the Regular Assessment for the next succeeding fiscal year.
- (f) Failure to Make Estimate. If, for any reason, the Board of Directors fails to make an estimate of the Common Expenses for any fiscal year, then the Regular Assessment made for the preceding fiscal year, together with any Special Assessment made pursuant to Section 4.03(a)(i), below, for that year, shall be assessed against each Owner and his or her Lot on account of the then current fiscal year, and installment payments (as hereinafter provided) based upon such automatic Assessment shall be payable on the regular payment dates established by the Board.
- (g) <u>Payment of Assessment</u>. The total Regular Assessment levied against each Owner and his or her Lot shall be all due and payable to the Oakridge Estates Community Association each year by such date or method established by the Board of Directors.

#### Section 4.03. Special Assessments.

- (a) <u>Purposes for Which Special Assessments May Be Levied</u>. Subject to the membership approval requirements set forth in subparagraph (b), below, the Board of Directors shall have the authority to levy Special Assessments against the Owners and their Lots for the following purposes:
- (i) Regular Assessment Insufficient in Amount. If, at any time, the Regular Assessment for any fiscal year is insufficient in amount due to extraordinary expenses not contemplated in the budget prepared for that fiscal year, then, except as prohibited by Section 4.02(a), above, the Board of Directors shall levy and collect a Special Assessment, applicable to the remainder of such year only, for the purpose of defraying, in whole or in part, any deficit which the Oakridge Estates Community Association may incur in the performance of its duties and the discharge of its obligations hereunder.

- (ii) <u>Capital Improvements</u>. The Board may also levy Special Assessments for additional capital Improvements within the Common Area (i.e., Improvements not in existence on the date of this Declaration that are unrelated to repairs for damage to, or destruction of, the existing Common Facilities). The Special Assessment power conferred hereunder is not intended to diminish the Board's obligation to plan and budget for normal maintenance, and replacement repair of the Common Area or existing Common Facilities through Regular Assessments (including the funding of reasonable reserves) and to maintain adequate insurance on the Common Area and existing Common Facilities in accordance with Article IX, below.
- (b) Special Assessments Requiring Membership Approval. The following Special Assessments require prior membership approval in accordance with Section 4.08, below: (i) any Special Assessments which, in the aggregate, exceed five percent (5%) of the Oakridge Estates Community Association's budgeted gross expenses for the fiscal year in which the Special Assessment(s) is/are levied; and (ii) any Special Assessments imposed pursuant to subparagraph (a)(i) of this section when the Board has failed to distribute a budget to the Members within the time specified in Section 4.02(a), above. The foregoing Member approval requirements shall not apply, however, to any Special Assessment imposed to address any "emergency situation" as defined in Section 4.05, below.
- (c) <u>Allocation and Payment of Special Assessments</u>. When levied by the Board or approved by the Members as provided above, the Special Assessment shall be divided among, assessed against and charged to each Owner and his or her Lot in the same manner prescribed for the allocation of Regular Assessments. The Special Assessment so levied shall be recorded on the Oakridge Estates Community Association's Assessment roll and notice thereof shall be mailed to each Owner.

Special Assessments for purposes described in subparagraph (a)(i) of this section shall be due as a separate debt of the Owner and a lien against his or her Lot, and shall be payable to the Oakridge Estates Community Association in equal monthly installments during the remainder of the then current fiscal year. Special Assessments for purposes described in subparagraph (a)(ii) of this section shall be due as a separate debt of the Owner and a lien against his or her Lot, and shall be payable in full to the Oakridge Estates Community Association within thirty (30) days after the mailing of such notice or within such extended period as the Board shall determine to be appropriate under the circumstances giving rise to the Special Assessment.

#### Section 4.04. Special Individual Assessments.

(a) <u>Circumstances Giving Rise to Special Individual Assessments</u>. In addition to the Special Assessments levied against all Owners in accordance with Section 4.03, above, the Board of Directors may impose Special Individual Assessments against an Owner in any of the circumstances described in subparagraphs (i) through (iii) below; provided, however, that no Special Individual Assessments may be imposed against an Owner pursuant to this section until the Owner has been afforded the notice and hearing rights to which the Owner is entitled pursuant to Section 12.06, below, and, if appropriate, has been given a reasonable opportunity to

comply voluntarily with the Governing Documents. Subject to the foregoing, the acts and circumstances giving rise to liability for Special Individual Assessments include the following:

- (i) <u>Damage to Common Area or Common Facilities</u>. In the event that any damage to, or destruction of, any portion of the Common Area or the Common Facilities is caused by the willful misconduct or negligent act or omission of any Owner, any member of his or her family, or any of his or her tenants, guests, servants, employees, licensees or invitees, the Board shall cause the same to be repaired or replaced, and all costs and expenses incurred in connection therewith (to the extent not compensated by insurance proceeds) shall be assessed and charged solely to and against such Owner as a Special Individual Assessment.
- (ii) Expenses Incurred in Gaining Member Compliance. In the event that the Oakridge Estates Community Association incurs any costs or expenses to: (A) accomplish the payment of delinquent Assessments, (B) perform any repair, maintenance or replacement to any portion of the Properties that the Owner is responsible to maintain under the Governing Documents but has failed to undertake or complete in a timely fashion or (C) otherwise bring the Owner and/or his or her Lot into compliance with any provision of the Governing Documents, the amount incurred by the Oakridge Estates Community Association (including reasonable fines and penalties duly imposed hereunder, title company fees, accounting fees, court costs and reasonable attorneys' fees) shall be assessed and charged solely to and against such Owner as a Special Individual Assessment.
- (iii) Required Maintenance on Lots. If any Lot is maintained so as to become a nuisance, fire or safety hazard for any reason, the Oakridge Estates Community Association shall have the right to enter the Lot, correct the condition and recover the cost of such action through imposition of a Special Individual Assessment against the offending Owner. Any entry on the property of any Owner by the Oakridge Estates Community Association shall be effected in accordance with Section 3.06(b), above.
- (b) Levy of Special Individual Assessment and Payment. Once a Special Individual Assessment has been levied against an Owner for any reason described, and subject to the conditions imposed in subparagraph (a) of this section, such Special Individual Assessment shall be recorded on the Oakridge Estates Community Association's Assessment roll and notice thereof shall be mailed to the affected Owner. The Special Individual Assessment shall thereafter be due as a separate debt of the Owner payable in full to the Oakridge Estates Community Association within thirty (30) days after the mailing of notice of the Assessment.

Section 4.05. Assessments to Address Emergency Situations. The requirement of a membership vote to approve (a) Regular Assessment increases in excess of twenty percent (20%) of the previous year's Regular Assessment, or (b) Special Assessments which, in the aggregate, exceed five percent (5%) of the Oakridge Estates Community Association's budgeted gross expenses for the fiscal year in which the Special Assessment(s) is/are levied, shall not apply to Assessments which are necessary to address emergency situations. For purposes of this section, an emergency situation is any of the following:

- (i) An extraordinary expense required by an order of a court.
- (ii) An extraordinary expense necessary to repair or maintain the Common Areas and/or Common Facilities where a threat to personal safety is discovered.
- (iii) An extraordinary expense necessary to repair or maintain the Common Areas and/or Common Facilities that could not have been reasonably foreseen by the Board in preparing and distributing the budget pursuant to Section 4.02(a), above; provided, however, that prior to the imposition or collection of an assessment under this subparagraph (iii), the Board shall pass a resolution containing written findings as to the necessity of the extraordinary expense involved and why the expense was not or could not have been reasonably foreseen in the budgeting process. The Board's resolution shall be distributed to the Members together with the notice of assessment.

Section 4.06. Purpose and Reasonableness of Assessments. Each Assessment made in accordance with the provisions of this Declaration is hereby declared and agreed to be for use exclusively: (a) to promote the recreation, health, safety and welfare of individuals residing within the Properties; (b) to promote the enjoyment and use of the Properties by the Owners and their families, tenants, invitees, licensees, guests and employees; and (c) to provide for the repair, maintenance, replacement and protection of the Common Area and Common Facilities. Each and every Assessment levied hereunder is further declared and agreed to be a reasonable Assessment, and to constitute a separate, distinct and personal obligation (with respect to which a separate lien may be created hereby) of the Owner of the Lot against which the Assessment is imposed that shall be binding on the Owner's heirs, successors and assigns; provided, however, that the personal obligation of each Owner for delinquent Assessments shall not pass to the Owner's successors in title unless expressly assumed by them.

Section 4.07. Exemption of Certain of the Properties From Assessments. The following real property subject to this Declaration shall, unless devoted to the use as a residential dwelling, be exempt from the Assessments and the lien thereof provided herein:

- (a) Any portion of the Properties dedicated and accepted by a local public authority;
- (b) The Common Area and Common Facilities; and
- (c) Any Lot owned by the Oakridge Estates Community Association.

Section 4.08. Notice and Procedure for Member Approval Pursuant to Sections 2 and 3. If Member approval is required in connection with any increase or imposition of Assessments pursuant to Sections 4.02 and 4.03, above, the affirmative vote required to approve the increase shall be a Majority of a Quorum of the Members. The quorum required for such membership action shall be a majority of the Members.

#### Section 4.09. Maintenance of Assessment Funds.

- (a) <u>Bank Accounts</u>. All sums received or collected by the Oakridge Estates Community Association from Assessments, together with any interest or late charges thereon, shall be promptly deposited in one or more federally insured checking, savings or money market accounts in a bank or other financial institution selected by the Board of Directors. In addition, the Board shall be entitled to make prudent investment of reserve funds in insured certificates of deposit, money market funds or similar investments consistent with the investment standards normally observed by trustees. The Board and such officers or agents of the Oakridge Estates Community Association as the Board shall designate shall have exclusive control of said account(s) and investments and shall be responsible to the Owners for the maintenance at all times of accurate records thereof. The withdrawal of funds from Oakridge Estates Community Association accounts shall be subject to the minimum signature requirements imposed by California Civil Code Section 1365.5 and Section 12.2 of the Bylaws. Any interest received on deposits shall be credited proportionately to the balances of the various Assessment fund accounts maintained on the books of the Oakridge Estates Community Association as provided in subparagraph (b), below.
- (b) Expenditure of Assessment Funds. Except as provided below, the proceeds of each Assessment shall be used only for the purpose for which such Assessment was made, and such funds shall be received and held in trust by the Oakridge Estates Community Association for such purpose. Notwithstanding the foregoing, the Board, in its discretion, may make appropriate adjustments among the various line items in the Board's approved general operating budget if the Board determines that it is prudent and in the best interest of the Oakridge Estates Community Association and its Members to make such adjustments. If the proceeds of any Special Assessment exceed the requirement of which such Assessment was levied, such surplus may, in the Board's discretion, be: (i) returned proportionately to the contributors thereof; (ii) reallocated among the Oakridge Estates Community Association's reserve accounts if any such account is, in the Board's opinion, underfunded; or (iii) credited proportionately on account of the Owners' future Regular Assessment obligations.
- (c) <u>Separate Accounts; Commingling of Funds</u>. To preclude a multiplicity of bank accounts, the proceeds of all Assessments may be commingled in one or more accounts and need not be deposited in separate accounts so long as the separate accounting records described herein are maintained. For purposes of accounting, but without requiring any physical segregation of assets, the Oakridge Estates Community Association shall keep a separate accounting of all funds received by it in payment of each Assessment and of all disbursements made therefrom; provided, however, that receipts and disbursements of Special Assessments made pursuant to Section 4.03(a)(i), above, shall be accounted for together with the receipts and disbursements of Regular Assessments, and a separate accounting shall be maintained for each capital improvement for which reserve funds for replacement are required to be maintained by the Oakridge Estates Community Association.

Unless the Oakridge Estates Community Association is exempt from federal or state

taxes, all sums allocated to capital replacement funds shall be accounted for as contributions to the capital of the Oakridge Estates Community Association and as trust funds segregated from the regular income of the Oakridge Estates Community Association or in any other manner authorized by law or regulations of the Internal Revenue Service and the California Franchise Tax Board that will prevent such funds from being taxed as income of the Oakridge Estates Community Association.

(d) Reserve Funds. The Board shall not expend funds designated as reserve funds for any purpose other than the repair, restoration, replacement, or maintenance of, or litigation involving the repair, restoration, replacement, or maintenance of, major components of the Properties which the Oakridge Estates Community Association is obligated to repair, restore, replace, or maintain and for which the reserve fund was established. However, the Board may authorize the temporary transfer of money from a reserve fund to the Oakridge Estates Community Association's general operating fund to meet short-term cash-flow requirements or other expenses, provided the Board has made a written finding, recorded in the Board's minutes, explaining the reasons that the transfer is needed, and describing when and how the money will be repaid to the reserve fund.

The transferred funds shall be restored to the reserve fund within one year of the date of the initial transfer, except that the Board may, upon making a finding supported by documentation that a temporary delay would be in the best interests of the Properties, temporarily delay the restoration. The Board shall exercise prudent fiscal management in delaying restoration of these funds and in restoring the expended funds to the reserve account, and shall, if necessary, levy a Special Assessment to recover the full amount of the expended funds within the time limits required by this subparagraph (d). This Special Assessment is subject to the Member approval requirements of California Civil Code Section 1366 and Section 4.03(b), above, if the aggregate amount of the Special Assessment exceeds five percent (5%) of the budgeted gross expenses of the Oakridge Estates Community Association for the year in which the Special Assessment is imposed. The Board may, at its discretion, extend the date the payment on the Special Assessment is due. Any extension shall not prevent the Board from pursuing any legal remedy to enforce the collection of an unpaid Special Assessment.

When the decision is made to use reserve funds or to temporarily transfer money from the reserve fund to pay for litigation, the Oakridge Estates Community Association shall notify the Members of that decision in the next available mailing to all Members pursuant to California Corporations Code Section 5016, and of the availability of an accounting of those expenses. The Oakridge Estates Community Association shall make an accounting of expenses related to the litigation on at least a quarterly basis. The accounting shall be made available for inspection by Members at the Oakridge Estates Community Association's principal office.

<u>Section 4.10</u>. <u>Collection of Assessments; Enforcement of Liens</u>. The Oakridge Estates Community Association may elect to pursue one or both of the following remedies in the event of a delinquent assessment:

- (a) <u>Personal Obligation</u>. The Oakridge Estates Community Association may bring a legal action directly against the Owner for breach of the Owner's personal obligation to pay the assessment and in such action shall be entitled to recover the delinquent assessment or assessments, accompanying late charges, interest, costs and reasonable attorneys' fees. Commencement of a legal action shall not constitute a waiver of any lien rights as described in subparagraph (b), below.
- (b) <u>Assessment Lien</u>. Except as otherwise provided in Section 4.04, above, with respect to the limitation on the imposition of liens for Special Individual Assessments, the Oakridge Estates Community Association may impose a lien against the Owner's Lot for the amount of the delinquent assessment or assessments, plus any reasonable costs of collection (including reasonable attorneys' fees), late charges and interest by taking the following steps:
- (i) At least thirty (30) days prior to recording a lien upon the Owner's Lot to collect a delinquent assessment, the Oakridge Estates Community Association shall notify the Owner in writing by certified mail of the following (the "Delinquency Notice"):
- (A) A general description of the collection and lien enforcement procedures of the Oakridge Estates Community Association and the method of calculation of the amount, a statement that the Owner of the Lot has the right to inspect the Oakridge Estates Community Association records, pursuant to Section 8333 of the Corporations Code, and the following statement in 14-point boldface type, if printed, or in capital letters, if typed: "IMPORTANT NOTICE: IF YOUR SEPARATE INTEREST IS PLACED IN FORECLOSURE BECAUSE YOU ARE BEHIND IN YOUR ASSESSMENTS, IT MAY BE SOLD WITHOUT COURT ACTION."
- (B) An itemized statement of the charges owed by the Owner, including items on the statement which indicate the amount of any delinquent assessments, the fees and reasonable costs of collection, reasonable attorneys' fees, any late charges, and interest, if any.
- (C) A statement that the Owner shall not be liable to pay the charges, interest, and costs of collection, if it is determined the assessment was paid on time to the Oakridge Estates Community Association.
- (D) The right of the notified Owner to request a meeting with the Board as provided in subparagraph (iv), below.
- (ii) Any payments made by the Lot Owner toward the delinquent assessment shall first be applied to the assessments owed; and only after the assessments owed are paid in full shall the payments be applied to the fees and the costs of collection, attorneys' fees, late charges or interest. When an Owner makes a payment, the Owner may request a receipt and the Oakridge Estates Community Association shall provide it. The receipt shall indicate the date of

payment and the Person who received it. The Oakridge Estates Community Association shall

provide its Members with a mailing address for overnight payment of Assessments.

- (iii) An Owner may dispute the amounts claimed as due and owing in the Delinquency Notice by submitting to the Board a written explanation of the reasons for his or her dispute. If the Owner wishes to submit an explanation, it must be mailed to the Oakridge Estates Community Association within fifteen (15) days of the postmark of the Delinquency Notice. The Board shall respond in writing to the Owner within fifteen (15) days of the date of the postmark of the Owner's explanation.
- (iv) An Owner may also submit a written request to meet with the Board to discuss a payment plan for the delinquent assessment. This request must also be made within fifteen (15) days of the postmark of the Delinquency Notice. The Oakridge Estates Community Association shall provide the Owners with the standards for payment plans, if such standards have been adopted. So long as a timely request for a meeting has been tendered, the Board shall meet with the Owner in executive session within forty-five (45) days of the postmark of the request for a meeting, unless there is no regularly-scheduled Board meeting within that period, in which case the Board may designate a committee of one or more Members to meet with the Owner.
- (v) The amount of the Assessment, plus any costs of collection, late charges, and interest assessed in accordance with Civil Code Section 1366 shall be a lien on the Owner's Lot from and after the time the Oakridge Estates Community Association causes to be recorded with the County Recorder a Notice of Delinquent Assessment, which shall state the amount of the Assessment and other sums imposed in accordance with Civil Code Section 1366, a legal description of the Owner's Lot against which the Assessment and other sums are levied, the name of the record owner of the Owner's Lot against which the lien is imposed. In order for the lien to be imposed by non-judicial foreclosure as provided in subparagraph (viii), below, the Notice of Delinquent Assessment shall state the name and address of the trustee authorized by the Oakridge Estates Community Association to enforce the lien by sale. The Notice of Delinquent Assessment shall be signed by any officer of the Oakridge Estates Community Association or by the person designated by the Oakridge Estates Community Association for that purpose and mailed in the manner set forth in Civil Code Section 2924b to all record owners of the Owner's Lot no later than ten (10) calendar days after recordation. Within twenty-one (21) days of the payment of the sums specified in the Notice of Delinquent Assessment, the Oakridge Estates Community Association shall record or cause to be recorded in the Office of the County Recorder a lien release or notice of rescission and provide the Lot Owner a copy of the lien release or notice that the delinquent assessment has been satisfied.

A Special Individual Assessment or other monetary charge imposed by the Oakridge Estates Community Association as a means of reimbursing the Oakridge Estates Community Association for costs incurred in the repair of damage to Common Areas and Common Facilities for which the Member or the Member's guests or tenants were responsible may become a lien against the Member's Lot that is enforceable by sale of the Lot in non-judicial foreclosure pursuant to Civil Code Sections 2924, 2924b and 2924c.

- (vi) A lien created pursuant to subparagraph (v), above, shall be prior to all other liens recorded against the Owner's Lot subsequent to the Notice of Delinquent Assessment, except as described in Section 4.12, below.
- (vii) Subject to the limitations of this Section 4.10(b), after the expiration of thirty (30) days following the recording of a Notice of Delinquent Assessment, the lien may be enforced in any manner permitted by law, including sale by the court, sale by the trustee designated in the notice of delinquent assessment, or sale by a trustee substituted pursuant to Civil Code Section 2934a. Any sale by the trustee shall be conducted in accordance with Civil Code Sections 2924, 2924b and 2924c applicable to the exercise of powers of sale in mortgages and deeds of trusts. The fees of a trustee may not exceed the amounts prescribed in Civil Code Sections 2924c and 2924d.
- (viii) If it is determined that a lien previously recorded against a Lot was recorded in error, the party who recorded the lien, within twenty-one (21) calendar days, shall record or cause to be recorded in the Office of the County a lien release or notice of rescission and provide the Lot Owner with a declaration that the lien filing or recording was in error and a copy of the lien release or notice of rescission.
- (ix) If the Oakridge Estates Community Association fails to comply with the procedures set forth in this Section 4.10(b) prior to recording a lien, the Oakridge Estates Community Association shall recommence the required notice process. Any costs associated with recommencing the notice process shall be borne by the Oakridge Estates Community Association and not by the Lot Owner.

The provisions of this Section 4.10(b) are intended to comply with the requirements of Civil Code Section 1367.1 in effect as of January 1, 2003. If these sections are amended or rescinded in any manner, the provisions of this Section 4.10(b) automatically shall be amended or rescinded in the same manner.

- <u>Section 4.11.</u> <u>Transfer of Lot by Sale or Foreclosure</u>. The following rules shall govern the right of the Oakridge Estates Community Association to enforce its Assessment collection remedies following the sale or foreclosure of a Lot:
- (a) Except as provided in subparagraph (b), below, the sale or transfer of any Lot shall not affect any Assessment lien which has been duly Recorded against the Lot prior to the sale or transfer, and the Oakridge Estates Community Association can continue to foreclose its lien in spite of the change in ownership.
- (b) The Oakridge Estates Community Association's Assessment lien shall be extinguished as to all delinquent sums, late charges, interest and costs of collection incurred prior to the sale or transfer of a Lot pursuant to a foreclosure or exercise of a power of sale by the holder of a prior encumbrance (but not pursuant to a deed-in-lieu of foreclosure). A "prior

encumbrance" means any first Mortgage or other Mortgage or lien Recorded against the Lot at any time prior to Recordation of the Oakridge Estates Community Association's Assessment lien (see Section 4.12, below).

- (c) No sale or transfer of a Lot as the result of foreclosure, exercise of a power of sale, or otherwise, shall relieve the new Owner of such Lot (whether it be the former beneficiary of the first Mortgage or other prior encumbrance or a third party acquiring an interest in the Lot) from liability for any Assessments which thereafter become due with respect to the Lot or from the lien thereof.
- (d) Any Assessments, late charges, interest and associated costs of collection which are lost as a result of a sale or transfer of a Lot covered by subparagraph (b), above, shall be deemed to be a Common Expense collectible from the Owners of all of the Lots, including the person who acquires the Lot and his or her successors and assigns.
- (e) No sale or transfer of a Lot as the result of foreclosure, exercise of a power of sale, or otherwise, shall affect the Oakridge Estates Community Association's right to maintain an action against the foreclosed previous Owner personally to collect the delinquent Assessments, late charges, interest and associated costs of collection incurred prior to and/or in connection with the sale or transfer.
- Section 4.12. Priorities. When a Notice of Delinquent Assessment has been Recorded, such notice shall constitute a lien on the Lot prior and superior to all other liens or encumbrances Recorded subsequent thereto, except: (a) all taxes, bonds, assessments and other levies which, by law, would be superior thereto; and (b) the lien or charge of any first Mortgage of record (meaning any Recorded Mortgage with first priority over other Mortgages) made in good faith and for value; provided, however, that such subordination shall apply only to the Assessments which have become due and payable prior to the transfer of such property pursuant to the exercise of a power of sale or a judicial foreclosure involving a default under such first Mortgage or other prior encumbrance.
- Section 4.13. Unallocated Taxes. In the event that any taxes are assessed against the Common Area, or the personal property of the Oakridge Estates Community Association, rather than being assessed to the Lots, such taxes shall be included in the Regular Assessments imposed pursuant to Section 4.02, above, and, if necessary, a Special Assessment may be levied against the Lots in an amount equal to such taxes to be paid in two (2) installments, thirty (30) days prior to the due date of each tax installment.
- Section 4.14. Waiver of Exemptions. Each Owner, to the extent permitted by law, waives, to the extent of any liens created pursuant to this Article, the benefit of any homestead or exemption law of California in effect at the time any Assessment or installment thereof becomes delinquent or any lien is imposed.

### ARTICLE V Architectural Control

#### Section 5.01. Architectural Committee Approval of Improvements.

- (a) Approval Generally. Before commencing construction or installation of any Improvement within the Properties, the Owner planning such Improvement must submit a written request for approval to the Architectural Committee. The Owner's request shall include structural plans, specifications and plot plans satisfying the minimum requirements specified in the Architectural Rules (see Section 5.05, below). Unless the Committee's approval of the proposal is first obtained, no work on the Improvement shall be undertaken. The Architectural Committee shall base its decision to approve, disapprove or conditionally approve the proposed Improvement on the criteria described in Section 5.06, below. It is highly recommended that Owners notify the Oakridge Estates Community Association of any repairs being undertaken as to their Residence or Lot, notwithstanding the fact that such repairs may not require the approval of the Committee.
- (b) <u>Definition of "Improvement"</u>. The term "Improvement" as used herein includes, without limitation, the construction, installation, alteration or remodeling of any buildings, walls, decks, fences, swimming pools, landscaping, landscape structures, skylights, solar heating equipment, spas, antennas, utility lines or any other structure of any kind. In no event shall the term "Improvement" be interpreted to include Improvement projects which are restricted to the interior of any Residence.
- (c) <u>Modifications to Approved Plans Must Also Be Approved.</u> Once a proposed work of Improvement has been duly approved by the Architectural Committee, no material modifications shall be made in the approved plans and specifications therefore and no subsequent alteration, relocation, addition or modification shall be made to the work of Improvement, as approved, without a separate submittal to, and review and approval by, the Committee. If the proposed modification will have, or is likely to have, a material affect on other aspects or components of the work, the Committee, in its discretion, may order the Owner

and his or her contractors and agents to cease working not only on the modified component of the Improvement, but also on any other affected component.

In the event that it comes to the knowledge and attention of the Oakridge Estates Community Association, its Architectural Committee, or the agents or employees of either, that a work of Improvement, or any modification thereof, is proceeding without proper approval, the Oakridge Estates Community Association shall be entitled to exercise the enforcement remedies specified in Section 5.13, including, without limitation, ordering an immediate cessation and abatement of all aspects of the work of Improvement until such time as proper Architectural Committee review and approval is obtained.

Section 5.02. Composition of the Architectural Committee. The Committee shall be composed of a minimum of three (3) Members of the Oakridge Estates Community Association appointed by the Board, but in no circumstance will two Members sharing ownership of the same Lot, either in whole or in part, be permitted to simultaneously serve on the Committee. In selecting Members for the Committee, the Board shall endeavor to select individuals whose occupations or education will provide technical knowledge and expertise relevant to matters within the Committee's jurisdiction. Committee members shall serve one-year terms subject to the Board's power to remove any Committee member and to appoint his or her successor. Neither the members of the Committee nor its designated representatives shall be entitled to any compensation for services performed pursuant hereto. In the event that there are less than three (3) Members of the Committee, the actions and responsibilities of the Committee shall revert to the Board of Directors.

Section 5.03. Duties of the Committee. The Committee shall have the duty to consider and act upon the proposals and plans for Improvements submitted to it pursuant to this Declaration, to adopt Architectural Rules pursuant to Section 5.05, below, to perform other duties delegated to it by the Board of Directors and to carry out all other architectural review duties imposed upon it by this Declaration.

Section 5.04. Meetings. The Committee shall meet from time to time as necessary to properly perform its duties hereunder. The vote or written consent of a majority of the Committee members shall constitute the action of the Committee and the Committee shall keep and maintain a written record of all actions taken.

The Applicant shall be entitled to appear at any meeting of the Committee at which his or her proposal has been scheduled for review and consideration. The Applicant shall be entitled to be heard on the matter and may be accompanied by his or her architect, engineer and/or contractor. Other Owners whose properties may be affected by the proposed Improvement (in terms of the view or solar access of the Applicant's or any adjacent Lot, noise or other considerations) shall also be entitled to attend the meeting.

Reasonable notice of the time, place and proposed agenda for Committee meetings shall be communicated before the date of the meeting to any Applicant whose application is scheduled to be heard.

Section 5.05. Architectural Rules. The Architectural Committee may, from time to time and with approval of the Board of Directors, adopt, amend, and repeal rules and regulations to be known as "Architectural Rules." The Architectural Rules shall interpret and implement the provisions hereof by setting forth: (a) the standards and procedures for Architectural Committee review; (b) guidelines for architectural design, placement of any work of Improvement or color schemes, exterior finishes and materials and similar features which are recommended or required for use in connection with particular Improvement projects within the Properties; and (c) the criteria and procedures for requesting variances from any property use restrictions. Notwithstanding the foregoing, no Architectural Rule shall be in derogation of the minimum

standards required by this Declaration. In the event of any conflict between the Architectural Rules and this Declaration, the provisions of the Declaration shall prevail.

<u>Section 5.06</u>. <u>Basis for Approval of Improvements</u>. When a proposed Improvement is submitted to the Architectural Committee for review, the Committee shall grant the requested approval only if the Committee, in its sole discretion, makes the following findings regarding the proposed project:

- (a) The Owner's plans and specifications conform to this Declaration and to the Architectural Rules in effect at the time such plans are submitted to the Committee;
- (b) The Improvement will be in harmony with the external design of other structures and/or landscaping within the Properties;
- (c) The Improvement, as a result of its appearance, location or anticipated use, will not interfere with the reasonable enjoyment of any other Owner of his or her property; and
- (d) The proposed Improvement(s), if approved, will otherwise be consistent with the architectural and aesthetic standards prevailing within the Properties and with the overall plan and scheme of development within the Properties.

The Committee shall be entitled to determine that a proposed Improvement or component thereof is unacceptable when proposed on a particular Lot, even if the same or a similar Improvement/component has previously been approved for use at another location within the Properties if factors (such as drainage, topography or visibility from roads, Common Areas or other Lots or prior adverse experience with the product or components used in construction of the Improvement, design of the Improvement or its use at other locations within the Properties) militate against erection of the Improvement or use of a particular component thereof on the Lot involved in the Owner's submittal. It is expressly agreed that the Committee shall be entitled to make subjective judgments and to consider the aesthetics of a proposed Improvement project, so long as the Committee acts reasonably and in good faith.

In approving a request for construction of an Improvement, the Committee may condition approval upon the adoption of modifications in the plans and specifications or observance of restrictions as to location, noise abatement or similar mitigating conditions.

Section 5.07. Employment of Architect or Engineer. If at any time the Committee determines that it would be in the best interests of the Oakridge Estates Community Association and its Members for an applicant to employ an architect, licensed building designer or engineer to design or review any proposed Improvements or component thereof, the Committee shall advise the applicant in writing of its determination whereupon all plans and specifications so designated by the Committee must thereafter bear appropriate evidence of such preparation or review.

<u>Section 5.08</u>. <u>Proceeding With Work</u>. In all cases, work on an Improvement shall commence as stipulated in the approval given by the Committee.

Section 5.09. Failure to Complete Work. Unless the Owner has been granted an extension of time to complete the project by the Committee, construction, reconstruction, refinishing or alteration of any such Improvement must be completed as stipulated in the approval given by the Committee, except and for so long as such completion is rendered impossible or would result in great hardship to the Owner because of strikes, fires, national emergencies, natural calamities or other supervening forces beyond the control of the Owner or his or her agents.

If the Owner fails to comply with this section, the Committee shall notify the Board of such failure, and the Board shall proceed in accordance with the provisions of Section 5.11 (c) and (d), below as though the failure to complete the Improvement was a noncompliance with approved plans.

<u>Section 5.10</u>. <u>Inspection of Work by Architectural Committee</u>. Inspection of the work relating to any approved Improvement and correction of defects therein shall proceed as follows:

- (a) During the course of construction, representatives of the Committee shall have the right to inspect the job site, in accordance with Section 3.06, above, to confirm that the Improvement project is proceeding in accordance with the plans and specifications approved pursuant to Section 5.06, above.
- (b) Upon the completion of any work of Improvement for which Committee approval is required under this Article, the Owner shall give the Committee a written notice of completion.
- (c) Within thirty (30) days thereafter, the Committee, or its duly authorized representative, may inspect the Improvement to determine whether it was constructed, reconstructed, altered or refinished in substantial compliance with the approved plans. If the Committee finds that the Improvement was not erected, constructed or installed in substantial compliance with the Owner's approved plans, then within the thirty (30) day inspection period the Committee shall give the Owner a written notice of noncompliance detailing those aspects of the Improvement project that must be modified, completed or corrected. If the violation or nonconforming work is not corrected, the Oakridge Estates Community Association and the Committee shall have the enforcement rights and remedies set forth in Section 5.13, below.
- (d) Within thirty (30) days of the Owner's submission of the Owner's notice of completion, the Committee shall execute the notice of completion, signifying approval of the completed project, or notify the Owner of any noncompliance in the project. If the Committee fails to complete this action within thirty (30) days, the project shall be deemed constructed in accordance with the approved plans for the project, unless it can be shown that the Owner knew of the project's noncompliance and intentionally misled the Committee with respect thereto.

Section 5.11. Landscaping. As specified in Section 5.01, above, landscaping shall be deemed to be a work of Improvement requiring Architectural Committee approval hereunder. Landscaping shall include lawns, shrubs, trees, flowers and any landscape structures, as more particularly described in the Architectural Rules. When a proposed Improvement is submitted to the Architectural Committee for review, the Committee shall consider the effect of any Improvement on the views of adjacent Lots. No vegetation or other obstruction shall be approved in any location or of such height as to unreasonably obstruct the view from any other Lot in the vicinity thereof; nor will any vegetation be allowed to grow to such a height or density as to unreasonably obstruct such views. In the event of a dispute between Owners as to the obstruction from a Lot, such dispute shall be submitted to the Committee, whose decisions in such matters shall be binding. Any such obstruction shall, upon the request of the Committee, be removed or otherwise altered to the satisfaction of the Committee, by the Owner upon whose Lot said obstruction is located.

#### Section 5.12. Enforcement of Architectural Compliance Matters.

- (a) In addition to other enforcement remedies set forth in this Declaration, the Architectural Committee shall have the authority to order an abatement ("cease work notice") of any construction, alteration or other matter for which approval is required, to the extent that it has not been approved by the Committee or if it does not conform to the plans and specifications submitted to and approved by the Committee. If an Improvement project is given a cease work notice, the Owner and his or her contractor shall cease all construction activity until such time as the issue giving rise to the cease work notice resolved. The cease work notice shall clearly state the reasons why the abatement has been ordered.
- (b) No work for which approval is required shall be deemed to be approved simply because it has been completed without a complaint, notice of violation, or commencement of a suit to enjoin such work. If any legal proceeding is initiated to enforce any of the provisions hereof, the prevailing party shall be entitled to recover reasonable attorneys' fees in addition to the costs of such proceeding.
- (c) If the Owner fails to remedy any noticed noncompliance within thirty (30) days from the date of such notification, or if the Owner feels that the project has been the subject of a cease work notice without justification, the Committee shall notify the Board in writing of such failure. The Board shall then set a date on which a hearing before the Board shall be held regarding the alleged noncompliance. The hearing shall be conducted in accordance with Section 12.06, below.
- (d) The approval by the Committee of any plans, drawings or specifications for any work of Improvement done or proposed, or for any other matter requiring the Committee's approval under this Declaration, or any waiver thereof, shall not be deemed to constitute a waiver of any right to withhold approval of any similar plan, drawing, specification or matter subsequently submitted for approval by the same or some other Owner.

<u>Section 5.13</u>. <u>Variances</u>. The Architectural Committee, in its sole discretion, shall be entitled to allow reasonable variances in any procedures specified in this Article, or in any land use restrictions specified in Article VII to overcome practical difficulties, avoid unnecessary expense or prevent unnecessary hardship to Applicants, provided all of the following conditions are met:

- (a) If the requested variance will necessitate deviation from, or modification of, a property use restriction that would otherwise be applicable under this Declaration, the Architectural Committee must conduct a hearing on the proposed variance after giving prior written notice to the Board and to the Owners of the immediate Residences located closest to the change on the subject Lot. The notice shall be posted and mailed to the interested Owners at least fifteen (15) days prior to the date when the Architectural Committee is scheduled to act on the requested variance. No decision shall be made with respect to the proposed variance until the fifteen (15) day comment period has elapsed.
- (b) The Architectural Committee must make a good faith written determination that the variance is consistent with one or more of the following criteria: (i) the requested variance will not constitute a material deviation from any restriction contained herein or that the variance proposal allows the objectives of the violated requirement(s) to be substantially achieved despite noncompliance; or (ii) that the variance relates to a requirement land use restriction or minimum construction standard otherwise applicable hereunder that is unnecessary or burdensome under the circumstances; or (iii) that the variance, if granted, will not result in a material detriment, or create an unreasonable nuisance with respect, to any other Lot or Common Area within the Properties.

#### Section 5.14. Nonconforming Use of Properties.

(a) Establishment of Nonconforming Use; Notice Requirements. In addition to its jurisdiction over the review and approval of new Improvements and regulation of the timely and proper completion of such Improvements, the Architectural Committee shall also be vested with authority and responsibility to regulate continued compliance by Lots with the provisions of this Article and Article VIII of this Declaration. To this end, the Architectural Committee may appoint a compliance officer who shall periodically tour the Properties from time to time and report to the Committee any apparent violations of those Articles ("architectural/land use violations"). If the Architectural Committee agrees that the compliance officer has identified an architectural/land use violation on any Lot, the Committee shall so notify the Owner, in writing. The notice shall detail the nature of the alleged violation and advise the Owner of his or her right to be heard on the matter. If the Owner fails to make a timely request for a hearing, the Architectural Committee shall be entitled to make its own determination of whether a violation exists at the next regularly scheduled Committee meeting following expiration of the notice period.

Section 5.15. Limitation on Liability. Neither the Oakridge Estates Community

Association, nor the Board or the Architectural Committee or any member thereof, shall be liable to any Owner for any damage, loss or prejudice suffered or claimed on account of any mistakes in judgment, negligence or nonfeasance arising out of: (a) the approval or disapproval of any plans, drawings and specifications, whether or not defective; or (b) the construction or performance of any Improvement project, whether or not pursuant to approved plans, drawings or specifications, whether or not the facts therein are correct; provided; however, that such member has acted in good faith on the basis of such information as he or she possessed at the time the act or omission occurred.

Section 5.16. Compliance With Governmental Regulations. Review and approval by the Committee of any proposals, plans or other submittals pertaining to Improvements shall in no way be deemed to constitute satisfaction of, or compliance with, any building permit process or any other governmental requirements, the responsibility for which shall lie solely with the Owner who desires to construct, install, or modify the Improvement. Approval by the City does not constitute approval by the Committee, nor does approval by the Committee constitute approval by the City.

Section 5.17. Appeals. Appeals from decisions of the Architectural Committee may be made to the Board of Directors, which may elect, in its discretion, to hear the appeal or, in the alternative, to affirm the decision of the Architectural Committee. The Oakridge Estates Community Association Rules shall contain procedures to process appeals pursuant to this section.

#### ARTICLE VI

#### Oakridge Estates Community Association and Owner Maintenance Responsibilities

Section 6.01. Common Areas. The Oakridge Estates Community Association shall be solely responsible for all maintenance, repair, upkeep and replacement of all portions of the Common Areas. No person other than the Oakridge Estates Community Association or its duly authorized agents shall construct, reconstruct, refinish, alter or maintain any Improvement upon, or shall create any excavation or fill or change the natural or existing drainage of any portion of the Common Area. In addition, no person shall remove any tree, shrub or other vegetation from, or plant any tree, shrub, or other vegetation upon the Common Area without express approval of the Oakridge Estates Community Association.

Section 6.02. Owner Maintenance Responsibility. Each Owner shall be responsible for the maintenance and repair of his or her Residence and Lot, including any maintenance and/or corrective action required to be taken with respect to any tree roots located within such Owner's Lot.

Section 6.03. Fence Maintenance. All fences and walls shall be built within the boundary lines of a Lot, and only one fence or wall shall be constructed on the boundary lines of adjoining Lots. Maintenance and repair of the fences and walls shall be borne by the Owner of the Lot, except that the cost of construction and maintenance for fences and walls which straddle

boundary lines of adjoining Lots shall be borne equally by such adjoining Lots as required by California Civil Code Section 841.

## Section 6.04. Oakridge Estates Community Association Recovery of Costs of Certain Repairs and Maintenance.

- (a) Oakridge Estates Community Association Maintenance Necessitated by Owner Negligence. If the need for maintenance or repair, which would otherwise be the Oakridge Estates Community Association's responsibility hereunder, is caused through the willful or negligent acts of an Owner, his or her family, guests, tenants, or invitees, and is not covered or paid for by insurance policies maintained by the Oakridge Estates Community Association or the responsible Owner, the cost of such maintenance or repairs shall be subject to recovery by the Oakridge Estates Community Association through the imposition of a Special Individual Assessment against the offending Owner in accordance with Section 4.04, above.
- (b) Owner Defaults in Maintenance Responsibilities. If an Owner fails to perform maintenance or repair functions on the Owner's Lot for which he or she is responsible, the Oakridge Estates Community Association may give written notice to the offending Owner with a request to correct the failure within fifteen (15) days after receipt thereof. If the Owner refuses or fails to perform any necessary repair or maintenance, the Oakridge Estates Community Association may exercise its rights under Section 3.06(b), above, to enter the Owner's Lot and perform the repair or maintenance so long as the Owner has been given notice and the opportunity for a hearing in accordance with Section 12.06, below.
- <u>Section 6.05.</u> Cooperative Maintenance Obligations. To the extent necessary or desirable to accomplish the Oakridge Estates Community Association's maintenance and repair obligations hereunder, individual Owners shall cooperate with the Oakridge Estates Community Association and its agents and maintenance personnel in the prosecution of its work.

#### Section 6.06. Drainage Structures, Ditches and Swales.

- (a) All drainage structures, culverts and canals improved by the Oakridge Estates Community Association for the major collection of storm runoff and any natural drainage courses within Common Areas shall be maintained regularly by the Oakridge Estates Community Association.
- (b) Except as provided in subparagraph (a), above, each Owner shall keep drainage courses, ditches and swales on his or her Lot free and clear of all obstructions, and shall, in cooperation with contiguous property Owners (including the Oakridge Estates Community

Association as to any contiguous parcels it owns), maintain all such drainage ditches, swales and culverts common to their Lots in good order.

(c) No Owner or resident shall alter or obstruct a natural drainage course, or

materially add to the natural water volume of the drainage course without making adequate provisions with respect to neighboring Lots and Common Areas. Any such alterations, obstructions, or additions to water volume shall be considered a work of Improvement that is subject to prior review and approval by the Architectural Committee.

## ARTICLE VII Use of Properties and Restrictions

In addition to the restrictions established by law or Oakridge Estates Community Association Rules promulgated by the Board of Directors (consistent with this Declaration), the following restrictions are hereby imposed upon the use of Lots, Common Areas and other parcels within the Properties.

Section 7.01. <u>Time Limits for Approval or Rejection</u>. The time limits for approval or rejection of plans and specifications submitted to the Architectural Committee are set forth in the Architectural Rules.

#### Section 7.02. Use of Lots.

- (a) All Lots within the Properties shall be used solely for the construction of Residences whose occupancy and use shall be limited to Single Family Residential Use. In no event shall a Residence be occupied by more individuals than permitted by applicable law, zoning or other local governmental regulation.
- (b) Each Lot shall be conveyed as a separately designated and legally described fee simple estate, subject to this Declaration. All Lots and the Residences and other Improvements erected or placed thereon (including, without limitation, landscaping) shall at all times be maintained in such a manner as to prevent their becoming unsightly.
- (c) The vegetation and landscaping on any Lot shall be planted or maintained by the Owner or resident in such a manner as to reduce the risk of fire, prevent or retard shifting or erosion of soils, encourage the growth of indigenous ground cover and to cause the proper diversion of water into streets and natural drainage channels.
  - (d) No temporary structures of any kind shall be permitted on any Lot.
- (e) No Improvement, including, without limitation, fences, hedges, retaining walls, landscape or privacy structures shall be constructed, erected, or placed on any Lot without the prior approval of the Architectural Committee.
- (f) No drilling, refining, quarrying or mining operations of any kind shall be permitted on any Lot.

- Section 7.03. Common Areas. The Common Areas shall be preserved as open space and used for recreational purposes and other purposes incidental and ancillary to the use of Lots. Such use shall be limited to the private use for aesthetic and recreational purposes by the Members, their tenants, families and guests, subject to the provisions of the Governing Documents. No Improvement, excavation or work which in any way alters any Common Area or Common Facility from its natural or existing state on the date such Common Area or Common Facility shall be made or done except by the Oakridge Estates Community Association and then only in strict compliance with the provisions of this Declaration.
- Section 7.04. Prohibition of Noxious Activities. No illegal, noxious or offensive activities shall be carried out or conducted upon any Lot or Common Area nor shall anything be done within the Properties which is or could become an unreasonable annoyance or nuisance to neighboring property Owners. Without limiting the foregoing, no Owner shall permit noise, including, but not limited to barking dogs, the operation of excessive noisy air conditioners, stereo amplifier systems, television systems, motor vehicles or power tools, to emanate from an Owner's Lot or from activities within the Common Area, which would unreasonably disturb any other Owner's or tenant's enjoyment of his or her Lot or the Common Area.
- <u>Section 7.05</u>. <u>Temporary Structures</u>. No structure of a temporary character, trailer, mobile home, camper, tent, shack, garage or other outbuilding shall be used on any Lot at any time as a Residence, either temporarily or permanently.
- Section 7.06. Household Pets. The following restrictions regarding the care and maintenance of pets within the Properties shall be observed by each Owner and resident:
- (a) A reasonable number of common household pets may be kept on each Lot so long as the same are not kept, bred or maintained for commercial purposes. No other animals, livestock, or poultry of any kind shall be kept, bred or raised on any Lot or in any Residence.
- (b) Dogs shall only be allowed on the Common Area when they are leashed and otherwise under the supervision and restraint of their Owners.
- (c) No household pet shall be left chained or otherwise tethered unsupervised in front of a Lot or in the Common Area. Pet owners shall be responsible for the prompt removal and disposal of pet wastes deposited by their pets in the Properties.
- (d) Each person bringing or keeping a pet on the Properties shall be solely responsible for the conduct of such pet. The Oakridge Estates Community Association, its Board, officers, employees and agents shall have no liability (whether by virtue of this Declaration or otherwise) to any Owners, their family members, guests, invitees, tenants and contract purchasers for any damage or injury to persons or property caused by any pet.
- (e) The Board of Directors shall have the right to establish and enforce additional rules and regulations imposing standards for the reasonable control and keeping of household

pets in, upon and around the Properties to ensure that the same do not interfere with the quiet and peaceful enjoyment of the Properties by the other Owners and residents.

Section 7.07. Signs. No signs or billboards of any kind shall be displayed on any Lot or posted within or upon any portion of the Common Area except that Owners may post on their Lots any signs required by legal proceedings and a single "For Rent," "For Lease" or "For Sale" sign of reasonable dimensions. A-frame or other directional signs of real estate brokers advertising Lots for sale or lease shall only be allowed within the Common Area or roadways within the Properties in strict compliance with applicable Oakridge Estates Community Association Rules. The Architectural Committee, in its discretion, shall be entitled to regulate or prevent altogether, the erection and maintenance of Owner's, agents or broker's directional signs along roadways or on any Common Areas within the Properties.

Section 7.08. Business Activities. No business or commercial activities of any kind whatsoever shall be conducted in any Residence, garage or outbuilding or in any portion of any Lot without the prior written approval of the Board; provided, however, the foregoing restriction shall not apply to the activities, signs or activities of the Oakridge Estates Community Association in the discharge of its responsibilities under the Governing Documents. Furthermore, no restrictions contained in this section or the Oakridge Estates Community Association Rules shall be construed in such a manner so as to prohibit any Owner from: (a) maintaining his or her personal library in his or her Residence; (b) keeping his or her personal business records or accounts therein; (c) handling his or her personal or professional telephone calls or correspondence therefrom; (d) leasing or renting his or her Residence in accordance with Section 2.03, above; or (e) conducting any other activities on the Owner's Lot otherwise compatible with residential use and the provisions of this Declaration which are permitted under applicable zoning laws or regulations without the necessity of first obtaining a special use permit or specific governmental authorization so long as any such activity does not involve exterior signage or create customer traffic within the Properties. The uses described in (a) through (e), above, are expressly declared to be customarily incidental to the principal residential use and not in violation of this section. For further clarification, see the Oakridge Estates Community Association Rules.

Section 7.09. Garbage. No rubbish, trash, or garbage shall be allowed to accumulate on Lots. Any trash that is accumulated by an Owner outside the interior walls of a Residence shall be stored entirely within appropriate covered disposal containers and facilities which shall be screened from view from any street, neighboring Lot or Common Area. Any extraordinary accumulation of rubbish, trash, garbage or debris (such as debris generated upon vacating of premises or during the construction of modifications and Improvements) shall be removed from the Properties to a public dump or trash collection area by the Owner or tenant at his or her expense. The Oakridge Estates Community Association shall be entitled to impose reasonable fines and penalties for the collection of garbage and refuse disposed in a manner inconsistent with this section.

Section 7.10. Storage. Storage of personal property on any Lot shall be entirely within

the Owner's Residence, garage or other appropriate enclosed storage areas. The Oakridge Estates Community Association shall have the right to establish and maintain within the Common Areas appropriate storage yards and storage buildings for the maintenance of materials and equipment used by the Oakridge Estates Community Association in connection with its planting, building, repair, maintenance and preservation of the structures, landscaping and other Improvements within the Common Areas which the Oakridge Estates Community Association is obligated to repair and maintain.

- <u>Section 7.11.</u> Clotheslines. No exterior clothesline shall be erected or maintained and there shall be no drying or laundering of clothes on any Lot in a manner which is visible from any neighboring Lot or the Common Area unless prior written architectural approval is obtained.
- Section 7.12. Antennas and Similar Devices. Owners are entitled to maintain antennas on their Residences which are designed for customary television and radio broadcast reception. Nevertheless, in order to ensure adequate aesthetic controls and to maintain the general attractive appearance of the Properties, no Owner, resident or lessee shall, at his or her expense or otherwise, place or maintain any objects, such as masts, towers, poles, television and radio antennas, or television satellite reception dishes on or about the exterior of any building within the Properties unless architectural approval is first obtained in accordance with Article V, above. Furthermore, no activity shall be conducted on any Lot which causes an unreasonable broadcast interference with television or radio reception on any neighboring Lot.
- Section 7.13. Burning. There shall be no exterior fires whatsoever except barbecue fires located only upon Lots and contained within receptacles designed for such purpose. No Owner or resident shall permit any condition to exist on his or her Lot, including, without limitation, trash piles, or weeds, which create a fire hazard or is in violation of local fire regulations.
- Section 7.14 Sports Apparatus. Permanent basketball backboards are prohibited in the front and side yards of Lots and may not be attached to the front or sides of residences. Portable basketball hoops and permanent basketball hoops must be maintained in good condition and repair, and basketball nets may not be comprised of metal. Portable basketball hoops must be stored out of sight of the street or neighboring houses except when it is being used for play.
- <u>Section 7.15</u>. <u>Machinery and Equipment</u>. No power tools, machinery or equipment of any kind shall be placed, operated or maintained upon or adjacent to any Lot except such machinery or equipment as is usual or customary in connection with the use, maintenance or repair of a private Residence or appurtenant structures within the Properties.
- Section 7.16. <u>Diseases and Pests</u>. No Owner shall permit any thing or condition to exist upon his or her Lot which shall induce, breed, or harbor infectious plant diseases, rodents or noxious insects.
- Section 7.17. Parking and Vehicle Restrictions. The following parking and vehicle restrictions shall apply within the Properties:

- (a) All driveways shall be maintained in a neat and orderly condition and garage doors shall be maintained in a closed position except as necessary to permit ingress and egress of vehicles or to clean or work in the garage area.
- (b) No dilapidated or inoperable vehicle, including vehicles without wheel(s) or an engine, shall be stored on the Properties; provided, however that the provisions of this section shall not apply to emergency vehicle repairs.
- (c) Owners must register all campers, boats, trailers, recreational vehicles—as well as all "commercial vehicles," as defined in the Rules and Regulations—with the Oakridge Estates Community Association prior to such campers, boats, trailers, recreational vehicles, and commercial vehicles (collectively "Non-Standard Vehicles") entering the Properties ("Registration Requirement"). In connection with the Registration Requirement, Owners shall provide the Oakridge Estates Community Association, on a form to be approved by the Board, with identifying information concerning the Non-Standard Vehicle being registered, including its license plate number. Non-Standard Vehicles are not to be parked within the Properties except for periods not to exceed: (a) twenty-four (24) hours for the purpose of loading, and (b) twenty-four (24) hours for the purpose of unloading. Additionally, no Non-Standard Vehicle shall be parked within the Properties for purposes of loading or unloading for more than ninety-six (96) hours during any thirty (30) day period. Notwithstanding the foregoing, the Registration Requirement shall not apply to commercial vehicles which enter the Properties for purpose of making deliveries or in connection with providing other services to an Owner, and which commercial vehicles are not owned or controlled by an Owner.
  - (d) Any car cover placed on a vehicle must be well maintained.
- (e) The Board shall have the authority to promulgate further reasonable rules and restrictions of uniform application regarding the parking and/or operation of vehicles within the Properties as may be deemed prudent and appropriate. The Board shall further have the authority to grant Owners variances from parking and vehicle restrictions, in the event the Board determines, in its sole discretion, that enforcement of such parking and vehicle restrictions would impose an undue hardship on such Owner.
- <u>Section 7.18</u>. <u>Children/Guests/Invitees</u>. Each Owner and resident shall be accountable to the remaining Owners and residents, their families, visitors, guests and invitees, for the conduct and behavior of their children and any children temporarily residing in or visiting the Owner/resident and for any property damage caused by such children.
- Section 7.19. Restriction on Further Subdivision and Severability. No Lot shall be further subdivided nor shall less than all of any such Lot be conveyed by an Owner thereof and no Owner of a Lot within the Properties shall be entitled to sever that Lot from the Common Area portion of the Properties.

Section 7.20. <u>Variances</u>. Upon application by any Owner, the Architectural Committee shall be authorized and empowered to grant reasonable variances from the property use restrictions set forth in this Article, if specific application of the restriction will, in the sole discretion of the Committee, either cause an undue hardship to the affected Owner or fail to further or preserve the common plan and scheme of development contemplated by this Declaration. In considering and acting upon any request for a variance, the Committee shall follow the procedures set forth in Section 5 above, for the granting of architectural variances.

#### ARTICLE VIII Easements

- Section 8.01. <u>Title to the Common Area</u>. Oakridge Estates Community Association shall own fee simple title to the Common Area, free and clear of all encumbrances and liens, except easements, covenants, conditions, reservations then of record, including those set forth in this Declaration.
- <u>Section 8.02.</u> Owner's Easements of Enjoyment. Every Owner of a Lot shall have a right to easement of ingress, egress and of enjoyment in and to the Common Area which shall be appurtenant to each and every Lot, subject to the following provisions.
- (a) The right of the Oakridge Estates Community Association to dedicate or transfer all or substantially all of its assets, including all or any part of the Common Area to any public agency, authority or utility for such purposes and subject to such conditions as may be agreed by the Members. Notwithstanding any contrary provision in the Articles or Bylaws, so long as there is any Lot for which the Oakridge Estates Community Association is obligated to provide management, maintenance, preservation, or control, no such dedication or transfer shall be effective unless approved by the vote or written assent of a majority of the Members of the Oakridge Estates Community Association.
- (b) The right of the Oakridge Estates Community Association, in accordance with its Articles of Incorporation and Bylaws, to borrow money for the purpose of improving the Common Area and in aid thereof, and with the assent of sixty-six and two-thirds percent (66-2/3%) of the Members, to hypothecate any or all real or personal property owned by the Oakridge Estates Community Association.
- Section 8.03. Delegation of Use. Any Owner may delegate in accordance with the Bylaws of the Oakridge Estates Community Association, his rights of enjoyment to the Common Area and facilities to his guests, licensees, and invitees, and to the members of his family, his tenants or contract purchasers who reside on his Lot.
- Section 8.04. <u>Utility Easements</u>. Each Owner hereby grants, reserves, and establishes non-exclusive easements over, under, and through each and every Lot owned by the Owners respectively, and the Oakridge Estates Community Association hereby similarly grants, reserves,

and establishes non-exclusive easements on, over, under, and through the Common Area within the Project ("Special Easement Area"), as necessary for the installation, operation and maintenance of underground utility conduits and lines for the sole purpose of providing utilities to the Lots.

- (a) Each Lot which obtains electrical power or other utilities through an underground utility conduit located within a Special Easement Area of another Lot or Lots or the Common Area, is hereby granted and shall have the benefit of a non-exclusive easement through and under such Lot or Lots for the installation, operation and maintenance of such conduit, and the utility lines therein, subject to the restriction hereinafter set forth.
- (b) Each Lot containing a Special Easement Area within which there lies an underground utility conduit and utility lines is hereby declared to be, and shall be conveyed subject to, a non-exclusive easement by reservation for the benefit of the Lot of Lots serviced by such conduit, and the utility lines therein, subject to the restrictions hereinafter set forth.
- (c) Said easements granted and reserved shall include incidental rights of installation, operation, and maintenance subject to the following limitations:
- (i) Repair and replacement of the utility lines within and such conduit shall be performed only at either end of the conduit.
- (ii) Excavation of any such conduit for any purpose is expressly prohibited except at either end thereof.
- (d) The easements hereinabove described shall bind and inure to the benefit of each Owner's heir, personal representatives, successors and assigns.
- (e) Subject easements shall be construed as covenants running with the land, or equitable servitude as necessary to achieve each Owner's intent. Each Owner hereby acknowledges that it is their express intent to subject each Lot within the Project which contains an underground utility conduit, as described hereinabove, to such restrictions, covenants,

easements, and servitudes as are necessary to provide for the continued operation and existence of such utility conduits and utility lines.

#### ARTICLE IX Insurance

Section 9.01. Types of Insurance Coverage. The Oakridge Estates Community Association shall purchase, obtain and maintain, with the premiums therefore being paid out of Common Funds, the following types of insurance, if and to the extent such insurance, with the coverages described below, is available at a reasonable premium cost:

- (a) <u>Fire and Casualty Insurance</u>. A policy of fire and casualty insurance naming as parties insured the Oakridge Estates Community Association and any Mortgagee of the Common Area, and containing the standard extended coverage and replacement cost endorsements and such other or special endorsements as will afford protection and insure, for the full insurable, current replacement cost (excluding foundations and excavation, but without deduction for depreciation) as determined annually by the insurance carrier, of all Common Facilities and the personal property of the Oakridge Estates Community Association for or against the following:
- (i) Loss or damage by fire or other risks covered by the standard extended coverage endorsement.
  - (ii) Loss or damage from theft, vandalism or malicious mischief.
- (iii) Such other risks, perils or coverage as the Board of Directors may determine.

Such policy or the endorsement made a part thereof shall, to the extent available, provide that the insurer issuing the policy agrees to abide by the decision of the Oakridge Estates Community Association made in accordance with the provisions of Article X, below, as to whether or not to repair, reconstruct or restore all or any damaged or destroyed portion of the Common Facilities.

- (b) Public Liability and Property Damage Insurance. To the extent such insurance is reasonably obtainable, a policy of comprehensive public liability and property damage insurance naming as parties insured the Oakridge Estates Community Association, each member of the Board of Directors, any manager, the Owners and occupants of Lots, and such other persons as the Board may determine. The policy will insure each named party against any liability incident to the ownership and use of the Common Area and including, if obtainable, a cross-liability or severability of interest endorsement insuring each insured against liability to each other insured. The limits of such insurance shall not be less than one million dollars (\$1,000,000) covering all claims for death, personal injury and property damage arising out of a single occurrence. Such insurance shall include coverage against water damage liability, liability for non-owned and hired automobiles, liability for property of others and any other liability or risk customarily covered with respect to projects similar in construction, location and use.
- (c) <u>Director's and Officer's Liability Insurance</u>. To the extent such insurance is reasonably obtainable the Oakridge Estates Community Association shall maintain individual liability insurance for its directors and officers providing coverage for negligent acts or omissions in their official capacities. The minimum coverage of such insurance shall be at least one million dollars (\$1,000,000.00).
- (d) Additional Insurance and Bonds. To the extent such insurance is reasonably obtainable, the Oakridge Estates Community Association may also purchase with Common

Funds such additional insurance and bonds as it may, from time to time, determine to be necessary or desirable, including, without limiting the generality of this section, demolition insurance, flood insurance, and workers' compensation insurance. The Board shall also purchase and maintain fidelity bonds or insurance in an amount not less than one hundred percent (100%) of each year's estimated annual operating expenses and shall contain an endorsement of any person who may serve without compensation.

Section 9.02. Coverage Not Available. In the event any insurance policy or any endorsement thereof, required by Section 9.01, above, is for any reason not available, then the Oakridge Estates Community Association shall obtain such other or substitute policy or endorsement as may be available which provides, as nearly as possible, the coverage hereinabove described. The Board shall notify the Owners of any material adverse changes in the Oakridge Estates Community Association's insurance coverage.

<u>Section 9.03.</u> Copies of Policies. Copies of all insurance policies (or certificates thereof showing the premiums thereon have been paid) shall be retained by the Oakridge Estates Community Association and shall be available for inspection by Owners at any reasonable time.

Section 9.04. Trustee. All insurance proceeds payable under Section 9.01, above, may, in the discretion of the Board of Directors, be paid to a trustee to be held and expended for the benefit of the Owners, Mortgagees and others, as their respective interests shall appear. The trustee shall be a commercial bank in the County that agrees in writing to accept such trust.

Section 9.05. Adjustment of Losses. The Board is appointed attorney-in-fact by each Owner to negotiate and agree on the value and extent of any loss under any policy carried pursuant to Section 9.01, above. The Board is granted full right and authority to compromise and settle any claims or enforce any claim by legal action or otherwise and to execute releases in favor of any insured.

<u>Section 9.06</u>. <u>Insurance on Lots and Residences</u>. An Owner may carry whatever personal liability, property damage liability, fire and casualty insurance with respect to his or her Lot, Residence and personal property as the Owner desires. The Oakridge Estates Community Association shall have no responsibility for the adequacy or extent of such insurance coverage.

### ARTICLE X Damage or Destruction

Section 10.01. Common Facilities; Bids and Determination of Available Insurance Proceeds. In the event any Common Facilities are ever damaged or destroyed, then, and in such event, as soon as practicable thereafter the Board of Directors shall: (a) obtain bids from at least two (2) reputable, licensed contractors, which bids shall set forth in detail the work required to repair, reconstruct and restore the damaged or destroyed portions of the Common Facilities to

substantially the same condition as they existed prior to the damage and the itemized price asked for such work; and (b) determine that amount of all insurance proceeds available to the Oakridge Estates Community Association for the purpose of effecting such repair, reconstruction and restoration.

Section 10.02. Common Facilities; Sufficient Insurance Proceeds. Subject to the provisions of Section 10.01, above, if, in the event of damage to or destruction of any portion of any Common Facility, the insurance proceeds available to the Oakridge Estates Community Association are sufficient to cover the costs of repair, reconstruction and restoration, then the Oakridge Estates Community Association may cause such facilities to be repaired, reconstruction and restored; provided, however, that in the event of destruction of all or substantially all of a Common Facility, the Oakridge Estates Community Association shall not be obligated to restore the damaged Common Facility to its prior appearance and condition if the Board's opinion, architectural or design modifications to the Facilities will result in providing the Members with an improved facility which is suitable for substantially the same use and enjoyment as the destroyed facility.

Section 10.03. Common Facilities; Insurance Proceeds Insufficient in an Amount Exceeding \$5,000. In the event that any Common Facility is totally or substantially damaged or destroyed or, if in the event of damage to or destruction of only a portion of the Common Facilities, the insurance proceeds available to the Oakridge Estates Community Association are insufficient in an amount exceeding five thousand dollars (\$5,000) to cover the estimated cost of repair, reconstruction and restoration, then the Owners entitled to vote seventy-five percent (75%) of the voting power of membership of the Oakridge Estates Community Association shall determine whether: (a) to repair, reconstruct and restore the damaged or destroyed Common Facilities and specially assess all Owners for such additional funds as may be needed for such purpose; or (b) not to repair, reconstruct or restore the damaged or destroyed Common Facilities but rather to utilize the insurance proceeds available for such reconstruction, together with any other sums otherwise available to the Oakridge Estates Community Association for such purpose, to demolish and remove the damaged or destroyed Improvements from the Common Area and to level and landscape the sites thereof and apply any balance of such proceeds and/or funds as the Members holding such voting power and their first mortgagees may determine.

#### Section 10.04. Damage or Destruction of Residences.

- (a) <u>Obligation to Rebuild</u>. If all or any portion of any Residence is damaged or destroyed by fire or other casualty it shall be the duty of the Owner of that Residence to rebuild, repair or reconstruct the Residence in a manner which will restore it substantially to its appearance and condition immediately prior to the casualty.
- (b) <u>Architectural Committee Approval</u>. Any Owner who has suffered damage shall apply to the Architectural Committee for approval of plans for the reconstruction, rebuilding, or repair of his or her Residence in accordance with Article V, above. Application for such approval shall be made in writing together with full and complete plans, specifications, working

drawing and elevations showing the proposed reconstruction and the end result thereof. The Architectural Committee shall grant such approval only if the design proposed by the Owner would result in a finished Residence in harmony with the exterior design of other Residences within the Properties.

(c) <u>Time Limitation for Reconstruction</u>. The Owner or Owners of any damaged Residence(s) shall be obligated to proceed with all due diligence hereunder, and the Owner(s) shall commence reconstruction or removal of the damaged structure within three (3) months after the damage occurs and complete reconstruction within six (6) months after the damage occurs, unless an extension of these time limitations is obtained from the Architectural Committee.

#### ARTICLE XI Condemnation

If all or part of the Common Area shall be taken or condemned by any authority having the power of eminent domain, all compensation and damages for or on account of the taking of the Common Area, exclusive of compensation for consequential damages to certain affected Lots or Parcels, shall be payable to the Oakridge Estates Community Association as trustee for all Owners and mortgagees according to the loss or damages to their respective interest in the Common Area. The Oakridge Estates Community Association, acting through its Board of Directors, shall have the right to act on behalf of the Owners with respect to the negotiation, settlement and litigation of the issues with respect to the taking and compensation affecting the Common Area. Each Owner hereby designates and appoints each Oakridge Estates Community Association as his or her attorney-in-fact for such purposes.

#### ARTICLE XII Breach and Default

Section 12.01. Remedy at Law Inadequate. Except for the nonpayment of any Assessment, it is hereby expressly declared and agreed that the remedy at law to recover damages for the breach, default or violation of any of the covenants, conditions, restrictions, limitations, reservations, grants of easements, rights, rights-of-way, liens, charges or equitable servitudes contained in this Declaration are inadequate and that the failure of any Owner, tenant, occupant or user of any Lot, or any portion of the Common Area or Common Facilities, to comply with any provision of the Governing Documents may be enjoined by appropriate legal proceedings instituted by any Owner, the Oakridge Estates Community Association, its officers or Board of Directors, or by their respective successors in interest.

Section 12.02. Nuisance. Without limiting the generality of the foregoing Section 12.01, above, the result of every act or omission whereby any covenant contained in this Declaration is violated in whole or in part is hereby declared to be a nuisance, and every remedy against

nuisance, either public or private, shall be applicable against every such act or omission.

<u>Section 12.03</u>. <u>Attorneys' Fees</u>. Reasonable attorneys' fees and costs shall be awarded to the prevailing party in any procedure to enforce the Governing Documents or a party's rights arising under the Governing Documents.

Section 12.04. Cumulative Remedies. The respective rights and remedies provided by this Declaration or by law shall be cumulative, and the exercise of any one or more of such rights or remedies shall not preclude or affect the exercise, at the same or at different times, of any other such rights or remedies for the same or any different default or breach or for the same or any different failure of any Owner or others to perform or observe any provision of this Declaration.

Section 12.05. Failure Not a Waiver. The failure of any Owner, the Board of Directors, the Oakridge Estates Community Association or its officers or agents to enforce any of the covenants, conditions, restrictions, limitations, reservations, grants or easements, rights, rights-of-way, liens, charges or equitable servitudes contained in this Declaration shall not constitute a waiver of the right to enforce the same thereafter, nor shall such failure result in or impose any liability upon the Oakridge Estates Community Association or the Board, or any of its officers or agents.

#### Section 12.06. Rights and Remedies of the Oakridge Estates Community Association.

(a) Rights Generally. In the event of a breach or violation of any Oakridge Estates Community Association Rule or of any of the restrictions contained in any Governing Document by an Owner, his or her family, or the Owner's guests, employees, invitees, licensees, or tenants, the Board, for and on behalf of all other Owners, may enforce the obligations of each Owner to obey such Rules, covenants, or restrictions through the use of such remedies as are deemed appropriate by the Board and available in law or in equity, including but not limited to the hiring of legal counsel, the imposition of fines and monetary penalties, the pursuit of legal action, or the suspension of the Owner's right to use recreation Common Facilities or suspension of the Owner's voting rights as a Member; provided, however, the Oakridge Estates Community Association's right to undertake disciplinary action against its Members shall be subject to the conditions set forth in this section.

The decision of whether it is appropriate or necessary for the Oakridge Estates Community Association to take enforcement or disciplinary action in any particular instance shall be within the sole discretion of the Board or its duly authorized enforcement committee. If the Oakridge Estates Community Association declines to take action in any instance, any Owner shall have such rights of enforcement as exist by virtue of California Civil Code Section 1354 or otherwise by law.

(b) Schedule of Fines. The Board may implement a schedule of reasonable fines and

penalties for particular offenses that are common or recurring in nature and for which a uniform fine schedule is appropriate (such as fines for late payment of Assessments or illegally parked vehicles). Once imposed, a fine or penalty may be collected as a Special Individual Assessment.

(c) <u>Definition of "Violation"</u>. A violation of the Governing Documents shall be defined as a single act or omission occurring on a single day. If the detrimental effect of a violation continues for additional days, discipline imposed by the Board may include one component for the violation and, according to the Board's discretion, a per diem component for so long as the detrimental effect continues. Similar violations on different days shall justify cumulative imposition of disciplinary measures. The Oakridge Estates Community Association shall take reasonable and prompt action to repair or avoid the continuing damaging effects of a violation or nuisance occurring within the Common Area at the cost of the responsible Owner.

#### (d) <u>Limitations of Disciplinary Rights</u>.

- (i) The Oakridge Estates Community Association shall have no power to cause a forfeiture or abridgment of an Owner's right to the full use and enjoyment of his or her Lot due to the failure by the Owner (or his or her family members, tenants, guests or invitees) to comply with any provision of the Governing Documents or of any duly enacted Oakridge Estates Community Association Rule except where the loss or forfeiture is the result of the judgment of a court of competent jurisdiction, a decision arising out of arbitration or a foreclosure or sale under a power of sale for failure of the Owner to pay Assessments levied by the Oakridge Estates Community Association, or where the loss or forfeiture is limited to a temporary suspension of an Owner's rights as a Member of the Oakridge Estates Community Association or the imposition of monetary penalties for failure to pay Assessments or otherwise comply with any Governing Documents so long as the Oakridge Estates Community Association's actions satisfy the due process requirements of subparagraph (iii), below.
- (ii) Monetary penalties imposed by the Oakridge Estates Community Association: (A) for failure of a Member to comply with the Governing Documents; (B) as a means of reimbursing the Oakridge Estates Community Association for costs incurred by the Oakridge Estates Community Association in the repair of damage to the Common Area or Common Facilities allegedly caused by a Member; or (C) in bringing the Member and his or her Lot into compliance with the Governing Documents, may not be characterized nor treated as an Assessment which may become a lien against the Member's Lot enforceable by a sale of the Lot in nonjudicial foreclosure; provided, however, that this limitation on the Oakridge Estates Community Association's lien rights shall not apply to charges imposed against an Owner consisting of reasonable late payment penalties to reimburse the Oakridge Estates Community Association for the loss of interest and for costs reasonably incurred (including attorneys' fees) in the Oakridge Estates Community Association's efforts to collect delinquent Assessments.
- (iii) No disciplinary action, penalty or temporary suspension of rights shall be imposed pursuant to this Article unless the Owner alleged to be in violation is given at least ten (10) days prior notice by personal delivery or first-class mail, that the Board of Directors will be meeting to consider imposing such discipline. The notice shall contain at a minimum, the date,

time, and place of the meeting, the nature of the alleged violations for which the Owner may be disciplined, and a statement that the Owner has a right to attend and address the Board at the hearing. The Board shall meet in executive session if requested by the Owner.

If disciplinary action is taken, the Board shall notify the accused Owner, in writing, either by personal delivery or first-class mail, of the Board's decision within fifteen (15) days following conclusion of the hearing.

In accordance with Civil Code Section 1363(h), disciplinary action shall not be effective against an Owner unless the Board fulfills the requirements of this section.

Notwithstanding the foregoing, under circumstances involving conduct that constitutes: (A) an immediate and unreasonable infringement of, or threat to, the safety or quiet enjoyment of neighboring Owners; (B) a traffic or fire hazard; (C) a threat of material damage to, or destruction of, the Common Area or Common Facilities; or (D) a violation of the Governing Documents that is of such a nature that there is no material question regarding the identity of the violator or whether a violation has occurred (such as late payment of Assessments or parking violations), the Board of Directors, or its duly authorized agents, may undertake immediate corrective or disciplinary action and, upon request of the offending Owner (which request must be received by the Oakridge Estates Community Association, in writing, within five (5) days following the Oakridge Estates Community Association's disciplinary action), or on its own initiative, conduct a hearing as soon thereafter as reasonably possible.

If the Oakridge Estates Community Association acts on its own initiative to schedule a hearing, notice of the date, time and location of the hearing shall accompany the notice of disciplinary action. If the accused Owner desires a hearing, a written request therefor shall be delivered to the Oakridge Estates Community Association no later than five (5) days following the date when the fine is levied.

The hearing shall be held no more than fifteen (15) days following the date of the disciplinary action or fifteen (15) days following receipt of the accused Owner's request for a hearing, whichever is later. Under such circumstances, any fine or other disciplinary action shall be held in abeyance and shall only become effective if affirmed at the hearing.

At the hearing, the accused shall be given the opportunity to be heard, including the right to present evidence and to present or question witnesses. The Board shall notify the accused Owner, in writing, of the Board's decision within five business days following conclusion of the hearing. In no event shall the effective date of any disciplinary action commence sooner than five (5) days following conclusion of the hearing unless: (i) the hearing merely affirms summary disciplinary action initiated pursuant to the immediately preceding paragraph; or (ii) earlier commencement is necessary to preserve the quiet enjoyment of other residents or to prevent further damage to, or destruction of, the Properties or any portion thereof.

(iv) The notice and hearing procedures set forth in this Section 12.06 shall not

apply to any actions by the Oakridge Estates Community Association or its duly authorized agents to collect delinquent assessments. Assessment collections shall be subject to Section 4.10, above, and any other notice, hearing and/or dispute resolution requirements or procedures

as may be specifically applicable by law to Oakridge Estates Community Association assessment collection.

- (e) <u>Notices</u>. Any notice required by this Article shall, at a minimum, set forth the date and time for the hearing, a brief description of the action or inaction constituting the alleged violation of the Governing Documents and a reference to the specific Governing Document provision alleged to have been violated. The notice shall be in writing and may be given by any method reasonably calculated to give actual notice; provided, however, that if notice is given by mail it shall be sent by first-class or certified mail sent to the last address of the Member shown on the records of the Oakridge Estates Community Association.
- (f) <u>Rules Regarding Disciplinary Proceedings</u>. The Board, or a Covenants Committee appointed by the Board to conduct and administer disciplinary hearings and related proceedings pursuant to Section 13.07, below, shall be entitled to adopt rules that further elaborate and refine the procedures for conducting disciplinary proceedings. Such rules, when approved and adopted by the Board, shall become a part of the Oakridge Estates Community Association Rules.

<u>Section 12.07</u>. <u>Court Actions</u>. Court actions to enforce the Governing Documents may only be initiated on behalf of the Oakridge Estates Community Association by resolution of the Board.

## ARTICLE XIII Protection of Mortgagees

Section 13.01. Notwithstanding any other provisions in the Declaration to the contrary, in order to induce lenders and investors to participate in the financing of the sale of Lots in the Project, the following provisions are added hereto (and to the extent these added provisions conflict with any other provisions in this Declaration, these added provisions shall control):

- (a) No breach of any of the covenants, conditions and restrictions herein contained, nor the enforcement of any lien provisions herein, shall defeat or render invalid the lien of any first Mortgage (meaning a Mortgage with first priority over any other Mortgage) on any Lot made in good faith and for value, but all of the said covenants, condition and restrictions shall be binding upon and effective against any Owner whose title is derived through foreclosure or trustee's sale, or otherwise.
  - (b) Each holder of first Mortgage encumbering any Lots is entitled upon request to

timely written notification from the Oakridge Estates Community Association of any default by the mortgagor of such Lot in the performance of such Mortgagor's obligations under this Declaration, the Bylaws or Oakridge Estates Community Association Rules which is not cured within sixty (60) days. Any Institutional Lender holding a first Mortgage on any Lot within the Project shall be entitled to prior written notice of certain proposed actions of the Oakridge Estates Community Association as hereinafter set forth, provided that such Institutional Lender furnishes the Oakridge Estates Community Association with a written request for notice which request sets forth the particular Institutional Lender's mailing address and identifies the Lot on which it holds an encumbrance.

- (c) Each holder of a first Mortgage encumbering any Lot which obtains title to such Lot pursuant to: (a) remedies provided in such Mortgage, or (b) by accepting a deed (or assignment) in lieu of foreclosure in the event of default by a Mortgagor, shall be exempt from any "right of first refusal," if any, contained in the Declaration or the Bylaws of the Oakridge Estates Community Association. Further, any such "right of first refusal" shall not impair the rights of a first Mortgagee or interfere with a subsequent sale or lease of a Lot so acquired by the Mortgagee.
- (d) Each holder of a first Mortgage or third party foreclosure purchaser which obtains title to a Lot pursuant to foreclosure of the first Mortgage, shall take the Lot free of any claim for unpaid dues, assessments or charges against the Lot which accrue prior to the time such holder obtains title to such Lot (except for claims for a share of such assessments or charges resulting from a reallocation of such dues, assessments or charges among all Lots, including the mortgaged Lot). The lien assessments provided for herein shall be subordinate to the lien of any first Mortgage now or hereafter placed upon a Lot subject to assessment; provided, however, that such subordination shall apply only to assessments which have become due and payable prior to a sale or transfer of such Lot pursuant to a decree of foreclosure or trustee sale. Such sale of transfer shall not release such Lot from liability for any assessments thereafter becoming due, not from the lien of any such subsequent assessment.
- (e) Unless at least two-thirds (2/3) of the Institutional Leaders holding a first Mortgage on a Lot within the Project (based upon one vote for each first Mortgage owned), or at lease two-thirds (2/3) of the Owners have given their prior written approval, the Oakridge Estates Community Association and its Members shall not be entitled to:
- (i) By act or omission, waive or abandon any scheme of regulations or enforcement thereof, pertaining to the architectural design or the exterior appearance of Lots, the exterior maintenance of Lots, the maintenance of the Common Area, party walks or common fences and driveways, or the upkeep of lawns and plantings in the Project;
- (ii) Change the pro rata interest or obligations of any Lot for purposes of levying assessments or charges or allocating distributions of hazard insurance proceeds or condemnation awards;

- (iii) Partition or subdivide any Lot;
- (iv) By act or omission, see to abandon, subdivide, encumber, sell or transfer the Common Area or partition the Common Area except as provided for herein. The granting of easements for public utilities or for other public purposes consistent with the intended uses of the Common Area and the Project shall not be deemed a transfer within the meaning of this clause;
- (v) Use hazard insurance proceeds for losses to any Common Area for other than repair, replacement or reconstruction of such Common Area, except as provided by statuette in case of substantial damage to the Common Area of the Project;
- (vi) Fail to maintain fire and extended coverage on insurable planned development common property within the Project on a current replacement cost basis in an amount not less than one hundred percent (100%) of the insurable value (based on current replacement cost);
- (vii) Effectuate any decisions of the Oakridge Estates Community Association to terminate professional management and assume self management of the Project; and
  - (viii) Amend any part of this Article 13.
- (f) First Mortgagees shall have the right to examine the books and records of the Oakridge Estates Community Association during normal business hours.
- (g) The annual assessments shall include an adequate reserve fund for maintenance, repair and replacement of the improvements to the Common Area and those portions thereof that must be replaced on a periodic basis, and shall be payable in annual assessments rather than by special assessments.
- (h) All taxes, assessments and charges which may become liens prior to the first Mortgage under local law shall relate only to individual Lots, and not to the Project as a whole.
- (i) In the event of substantial damage to or destruction of any Lot or any element of the Common Area or possible condemnation or eminent domain procedure, the Institutional Lender under any first Mortgage on a Lot is entitled to timely written notice of any such damage, destruction or proposed acquisition and no provision in the Bylaws, nor in this Declaration shall be interpreted to entitle any Owner or any other party to priority over any first Mortgage with respect to the distribution to such Owner of any insurance proceeds or condemnation awards for losses to, or a taking of, Lots and/or Common Areas.
- (j) Any agreement for professional management of the Project shall provide for termination by either party without cause or payment of a termination fee upon thirty (30) days written notice, and that the term of any such contract shall not exceed one (1) year, renewable by agreement of the parties for successive one (1) year periods. However, lease agreements for equipment may have terms of up to five (5) years.

- (k) The Oakridge Estates Community Association shall, upon the request of any Institutional Lender under a first Mortgage on a Lot: (i) give written notice of all meetings of the Oakridge Estates Community Association and permit the Institutional Lender to designate a representative to attend all such meetings, and (ii) transmit to such Institutional Lender an annual audited financial statement of the Project within ninety (90) days following the end of any fiscal year of the Project.
- (l) No breach of any of the foregoing covenants shall cause any forfeiture of title or reversion to bestow any right of re-entry whatsoever, but in the event that any one or more of these covenants shall be violated, the Oakridge Estates Community Association, or any Owner may commence a legal action in any court of competent jurisdiction to enjoin or abate said violation, and/or to recover damages; provided, that any such violation shall not defeat or render invalid the lien of any Mortgage made in good faith and for value as to said Lot or any part thereof. Said covenants shall be binding upon and effective against any Owner whose title is acquired by foreclosure, trustee's sale or otherwise.
- (m) First Mortgagees of Lots may, jointly or singly, pay taxes or other charges which are in default and which may or have become a charge against any Common Area and may pay overdue premiums on hazard insurance policies, or secure new hazard insurance coverage on the lapse of a policy, for such Common Area and first Mortgagees making such payments shall be owed immediate reimbursement therefore from the Oakridge Estates Community Association. This provision shall constitute an agreement by the Oakridge Estates Community Association for the express benefit of all first Mortgagees and upon request on any first Mortgagee the Oakridge Estates Community Association shall execute and deliver to such first Mortgagee a separate written agreement embodying this provision.

#### ARTICLE XIV Notices

<u>Section 14.01</u>. <u>Mailing Addresses</u>. Any communication or notice of any kind permitted or required herein shall be in writing and may be served, as an alternative to personal service, by mailing the same as follows:

If to any Owner: To the street address of his or her Lot or to such other address as

he or she may from time to time designate in writing to the

Oakridge Estates Community Association.

If to the Oakridge Estates Community Association:

To its principal office (or to such other address as the Oakridge Estates Community Association may from time to time designate in writing to the Owners)

Section 14.02. Personal Service Upon Co-Owners and Others. Personal service of a

notice or demand to one of the co-Owners of any Lot, to any general partner of a partnership which is the Owner of Record of the Lot, or to any officer or agent for service of process of a corporation which is the Owner of Record of the Lot, shall be deemed delivered to all such co-Owners, to such partnership, or to such corporation, as the case may be.

Section 14.03. Deposit in United States Mail. All notices and demands served by mail shall be by first-class or certified mail, with postage prepaid, and shall be deemed delivered four days after deposit in the United States mail in the County.

### ARTICLE XV No Public Rights in the Properties

Nothing contained in this Declaration shall be deemed to be gift or dedication of all or any portion of the Properties other than streets to the general public or for any public use or purpose whatsoever.

### ARTICLE XVI Amendment of Declaration

<u>Section 16.01</u>. <u>Restatements</u>. This section describes the methods for restating the Declaration after an amendment.

General. The Board has the right, by resolution without the necessity of consent by the Owners, to restate this Declaration when it has been properly amended pursuant to its requirements for amendment. Such restatement shall be effective upon execution of the restatement by any two (2) officers of the Oakridge Estates Community Association and its Recordation. Upon Recordation of the restatement, the restatement shall supersede the prior declaration and its amendments in their entirety, without, however, affecting the priority of the Declaration in the chain of title to all properties that are subject to the Declaration as established by the Declaration initial date of Recordation.

Section 16.02. Amendment of the Declaration, Generally. This Declaration may be amended or revoked in any respect upon compliance with the following provisions:

(a) <u>Member Approval Requirements</u>. Any amendment shall be approved by the vote or assent by written ballot of the holders of not less than fifty-one percent (51%) of the Voting Power of the Members. Notwithstanding the foregoing, the percentage of the voting power necessary to amend a specific clause or provision of this Declaration shall not be less than the percentage of affirmative votes prescribed for action to be taken under that clause.

#### ARTICLE XVII General Provisions

Section 17.01. Term. The covenants, conditions, restrictions, limitations, reservations, grants of easement, rights, rights-of-way, liens, charges and equitable servitudes contained in this Declaration shall run with, and shall benefit and burden the Lots and the Common Area as herein provided, and shall inure to the benefit of and be binding upon the Owners, the Oakridge Estates Community Association, its Board of Directors, and its officers and agents, and their respective successors in interest, for the term of sixty (60) years from the date of the Recording of this Declaration. After the expiration of the initial term, the term of this Declaration shall be automatically extended for successive periods of ten (10) years each unless, within six (6) months prior to the expiration of the initial sixty (60) year term or any such ten (10) year extension period, a recordable written instrument, approved by Owners entitled to vote and holding at least a majority of the voting power of the Oakridge Estates Community Association terminating the effectiveness of this Declaration, is Recorded.

Section 17.02. Statutory References. In the event that any statute in this Declaration, whether stated by code and number, or named by body of law, is amended, repealed, renumbered, or renamed, all references to such statute or body of law shall refer to the amended, repealed, renumbered, or renamed statutory provisions.

#### Section 17.03. Construction.

- (a) <u>Restrictions Construed Together</u>. All of the covenants, conditions and restrictions of this Declaration shall be liberally construed together to promote and effectuate the fundamental concepts of the development of the Properties as set forth in the Recitals of this Declaration. Failure to enforce any provision hereof shall not constitute a waiver of the right to enforce that provision in a subsequent application or any other provision hereof.
- (b) <u>Restrictions Severable</u>. Notwithstanding the provisions of subparagraph (a) above, the covenants, conditions and restrictions of this Declaration shall be deemed independent and severable, and the invalidity or partial invalidity of any provision or portion thereof shall not affect the validity or enforceability of any other provision.
- (c) <u>Singular Includes Plural</u>. The singular shall include the plural and the plural the singular unless the context requires the contrary, and the masculine, feminine or neuter shall each include the masculine, feminine and neuter, as the context requires.
- (d) <u>Captions</u>. All captions or titles used in this Declaration are intended solely for convenience of reference and shall not affect the interpretation or application of any of the substantive terms or provisions of this Declaration.
  - (e) Exhibits. All exhibits to which reference is made herein are deemed to be

(f) References to State Statutes. Any references in this Declaration to State Statutes shall be to the referenced statute as in effect on the date that this Declaration is Recorded in the Official Records of the County. In the event that any referenced statute is subsequently amended or superseded, all such references shall thereupon mean and refer to the referenced statute as so amended, modified or superseded, so long as the amended statute continues to regulate or pertain to the same subject matter.

DATED: <u>14 Feb</u>, 20<u>12</u>.

### OAKRIDGE ESTATES COMMUNITY ASSOCIATION,

a California nonprofit mutual benefit corporation

: (Min & Schult, gr. Secretary

#### **ACKNOWLEDGMENT**

State of California			
On 14 February 2012 before me, 3	atologis perturbation de desirtade descripto toto bertako de totologis eta €		
personally appeared <u>Kith Leen</u> <u>Fasper</u> , who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.			
I certify under PENALTY OF PERJURY under the laws paragraph is true and correct.	s of the State of California that the foregoing		
WITNESS my hand and official seal.	Commission & 1980318 Notary Public - California		
Signature (S	My Comm. Expires Dec 10, 2015		

State of California		)		
11.7		}		
On 14 February 20/Defore n				
		Here Joseph Name and Title of the Officer		
personally appeared ALVII	V F. Sel	ultz h.		
		Name(s) of Signer(s)		
		who proved to me on the basis of satisfactor evidence to be the person(s) whose name(s) is/are		
		ubscribed to the within instrument and		
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		s/h <del>er/their</del> authorized capacity( <del>ies</del> s/h <del>er/their</del> signature(æ) on the	•	
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Los Angeles County My Comm. Expires Dec 10,	2015 P W	/ITNESS my hand and official seal.		
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Though the information below is not	required by law, it	may prove valuable to persons relying on t	the document	
Description of Attached Docume		eattachment of this form to another docume	rn.	
Title or Type of Document:				
Document Date:		Number of Pages:		
Signer(s) Other Than Named Above:				
Capacity(ies) Claimed by Signer				
Signer's Name:		Signer's Name:		
☐ Corporate Officer — Title(s):		☐ Corporate Officer — Title(s):		
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☐ Attorney in Fact		☐ Attorney in Fact		
<ul><li>□ Trustee</li><li>□ Guardian or Conservator</li></ul>		☐ Trustee		
☐ Other:		☐ Guardian or Conservator ☐ Other:		
		Other.		
		Signer Is Representing:		
Signer Is Representing:	i		I	

# Exhibit 66A99

1 2 3 4	15250 Ventura Blvd., Suite 1102 Sherman Oaks, California 91403 Tel. 818.380.6700Fax 818.380.6710	RECEIVED ENTURA SUPERIOR COURT  OCT 27 2011	VENTURA SUPERIOR COURT FELED NOV 02 2011		
5	Attorneys for Petitioner Oakridge Estates Community Association		in your good, and ET or common Clark		
6			M. WUARER		
7	SUPERIOR COURT OF THE STATE OF CALIFORNIA				
8	FOR THE COUNTY OF VENTURA				
0	In Re: No.: 56-2011-00402676-CU-PT-VTA				
1		ORDER RE: PETITION TO REDUCE			
2	PETITION OF OAKRIDGE ESTATES COMMUNITY ASSOCIATION	REQUIRED VOTING PERCENTAGE TO AMEND CC&RS PURSUANT TO CALIFORNIA CIVIL CODE SECTION 1356			
3					
4		Date: October 17, 2011			
5		Time: 8:30 a.m. Dept.: 40			
6					
7	TO ALL PARTIES AND THEIR COUNSEL OF RECORD:				
8					
9	PLEASE TAKE NOTICE that on October 17, 2011, at 8:30 a.m., in Department "40" of the				
20	Ventura County Superior Court, located at 800 South Victoria Avenue, Ventura, California 93009, the				
21	Petition of Oakridge Estates Community Association to Reduce Required Voting Percentage to Amend				
22	CC&Rs Pursuant to California Civil Code Section 1356 was heard, the Honorable Rebecca S. Riley				
23	presiding.				
24					
25					
6					
.7					
8	F:\CLIENTS\ore070920.001\Pleadings\[Proposed]\ Order 10-17-11.doc				

ORDER RE: PETITION TO REDUCE REQUIRED VOTING PERCENTAGE TO AMEND CC&RS PURSUANT TO CALIFORNIA CIVIL CODE SECTION 1356

After consideration of the moving papers and oral argument, IT IS HEREBY ORDERED as follows:

- Petitioner's Petition to Reduce the Required Voting Percentage for approval of the restated declaration of covenants, conditions, and restrictions of Oakridge Estates Community Association is hereby GRANTED.
- 2) The restated declaration shall not be effective until recorded in the Official Records

  Ventura County, together with a copy of this order. Within 60 days after its recordation, petitioner shall

  mail a copy of the restated declaration to each member of the association, together with a statement that
  the first restated declaration has been recorded. On such recordation, the first restated declaration shall
  have the same force and effect as if it had been adopted in compliance with every requirement for
  amendment imposed by the governing documents of the Oakridge Estates Community Association
  common interest development.
- 3) Petitioner to give notice of this Order to members via the Association's monthly newsletter.

IT IS SO ORDERED.

DATED: (0/31/11

REBECCA S. RILEY

Honorable Rebecca S. Riley