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DECLARATION OF CONDOMINIUM FOR MANDALAY AT BELLA TRAE, A CONDOMINIUM

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DECLARATION OF CONDOMINIUM FOR MANDALAY AT BELLA TRAE, A CONDOMINIUM

THIS DECLARATION OF CONDOMINIUM is made as of the 5th day of April 200 (the "Declaration") by PULTE HOME CORPORATION, a Michigan corporation, having a mailing address of 4901 Vineland Road, Suite 500, Orlando, FL 32811 (the "Developer"), for and on behalf of the Developer, its successor, assigns and grantees.

The Developer, being the owner of fee simple title of record to those certain lands located and situate in Osceola County, Florida, being more particularly described in **Exhibit "A"** attached hereto, does hereby submit only the lands and improvements thereon designated as PHASE 10 to condominium ownership pursuant to the provisions of Chapter 718, of the Florida Statutes, hereinafter referred to as the "Condominium Act", as amended from time to time.

1. NAME

The name by which this condominium is to be identified is:

MANDALAY AT BELLA TRAE, A CONDOMINIUM

- 1.1 This Condominium shall be developed in phases pursuant to Chapter 718.403, Florida Statutes, with Phase 10 consisting of the real property legally described and the units in the buildings and other improvements as shown on Exhibit "A-10" attached hereto, being submitted to the Condominium form of ownership by this Declaration. The Units in Phase 10 of this Condominium shall own a fractional, undivided interest in the Common Elements and be responsible for a fractional share of the Common Expenses of this Condominium as set forth in Exhibit "B" attached hereto.
- 1.2 The impact, if any, which the completion of subsequent phases would have upon the initial phase would be to increase the number of residents in the Condominium, decrease the percentage ownership per Unit of the Common Elements and percentage obligations of the Common Expenses and increase the size of Common Elements.
- 1.3 The remaining phases must be completed within seven (7) years of the date of the recording of this Declaration. In no event shall any phases be added or Units constructed seven (7) years after the date of recording of the first phase.
- 1.4 Should the Developer decide, in its sole and absolute discretion, to add any of the proposed additional phases to this Condominium pursuant to Section 718.403, Florida Statutes, then any such proposed additional phase shall consist of the real property legally described and the units in the buildings and other improvements as shown on Exhibits "A-1" through "A-32", exclusive of "A-10", attached hereto, subject to the Developer's right to make non-material changes to said legal descriptions as set forth in paragraph 1.5 below. Phase 10 consists of four (4) Units in one building. Phase 10 and the other Phases, if added, will consist of the number of Units as described in paragraph 1.5 below.
- 1.5 The number, minimum, maximum and general size of Units to be included in each phase is as follows:
- (a) Phase 1, if added to the Condominium, shall consist of one (1) building consisting of a maximum of six (6) Units and a minimum of five (5) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.

- (b) Phase 2, if added to the Condominium, shall consist of one (1) building consisting of a maximum of six (6) Units and a minimum of five (5) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (c) Phase 3, if added to the Condominium, shall consist of one (1) building consisting of a maximum of six (6) Units and a minimum of five (5) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (d) Phase 4, if added to the Condominium, shall consist of one (1) building consisting of a maximum of six (6) Units and a minimum of five (5) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (e) Phase 5, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (f) Phase 6, if added to the Condominium, shall consist of one (1) building consisting of a maximum of six (6) Units and a minimum of five (5) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (g) Phase 7, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (h) Phase 8, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (i) Phase 9, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (j) Phase 10 shall consist of one (1) building consisting of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (k) Phase 11, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (I) Phase 12, if added to the Condominium, shall consist of one (1) building consisting of a maximum of six (6) Units and a minimum of five (5) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.

- (m) Phase 13, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (n) Phase 14, if added to the Condominium, shall consist of one (1) building consisting of a maximum of six (6) Units and a minimum of five (5) Units, which contain a maximum of 2253 square-feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (o) Phase 15, if added to the Condominium, shall consist of one (1) building consisting of a maximum of six (6) Units and a minimum of five (5) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (p) Phase 16, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (q) Phase 17, if added to the Condominium, shall consist of one (1) building consisting of a maximum of six (6) Units and a minimum of five (5) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (r) Phase 18, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (s) Phase 19, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of tour (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (t) Phase 20, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (u) Phase 21, if added to the Condominium, shall consist of one (1) building consisting of a maximum of six (6) Units and a minimum of five (5) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (v) Phase 22, if added to the Condominium, shall consist of one (1) building consisting of a maximum of six (6) Units and a minimum of five (5) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (w) Phase 23, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of

2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.

- (x) Phase 24, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (y) Phase 25, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (z) Phase 26, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (aa) Phase 27, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (bb) Phase 28, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (cc) <u>Phase 29</u>, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (dd) Phase 30, if added to the Condominium, shall consist of one (1) building consisting of a maximum of four (4) Units and a minimum of four (4) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (ee) Phase 31, if added to the Condominium, shall consist of one (1) building consisting of a maximum of six (6) Units and a minimum of five (5) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.
- (dd) Phase 32, if added to the Condominium, shall consist of one (1) building consisting of a maximum of six (6) Units and a minimum of five (5) Units, which contain a maximum of 2253 square feet and a minimum of 1829 square feet, a maximum of three (3) bedrooms and a minimum of three (3) bedrooms, and a maximum and minimum of two and one-half (2½) bathrooms.

The style, elevations and layouts of the buildings which may be added to the Condominium may be substantially different from the other buildings in the Condominium. The Developer reserves the right to modify the plot plans for Phases 1 through 32, exclusive of Phase 10, to allow the Developer the flexibility of varying the type and size of floor plans to be used in each of the buildings of Phases 1 through 32, exclusive of Phase 10, including but not limited to varying the type, style, location and size of the buildings in such Phases. The Developer specifically reserves the right to make non-material

changes to the legal description of each Phase, provided, however, that those items that are required to be included in the original Declaration shall be approved in accordance with that Section.

Such buildings and units may differ as follows:

- (i) Size of buildings and Units.
- (ii) Location and configuration of buildings.
- (iii) Elevations of lands and buildings.
- (iv) Design of buildings and Units.
- (v) Configuration of Units within buildings.
- (vi) Building materials.
- (vii) Height of buildings.
- (viii) Number of Units, number of Units per building and number of buildings.
- (ix) Location of easements.
- (x) Changes in parking and landscaped areas.
- (xi) Price
- (xii) Number of bathrooms and bedrooms in Units.
- (xiii) Number of phases.
- (xiv) Unit type.
- (xv) Estimated completion date of each building provided the same complies with F.S. 718.403(1) (2004).
- 1.6 Each Unit's percentage ownership in the Common Elements shall be equal to all other Units. Each Unit shall own a percentage ownership in the Common Elements, Common Surpluses and obligation for Common Expenses, represented by a fraction, the numerator of which shall be one (1) and the denominator of which shall be the total number of Units declared to Condominium ownership in the Condominium, as set forth on Exhibit "B" attached hereto.
- 1.7 Each Unit is entitled to one (1) vote in the Association. The ownership in the Association attributable to each Unit would be that Unit's percentage ownership, as set forth in paragraph 1.6. If any phase or phases are not developed and added as part of this Condominium, said percentage shall remain as provided in paragraph 1.6 for the phases built and submitted to the condominium form of ownership. If one or more phases are not built, the Units which are built are entitled to one hundred (100%) percent of ownership of all the Common Elements within the phases actually developed and added as part of the Condominium.
- 1.8 The Developer shall notify Owners of existing Units of the decision not to add, one or more additional phases. Notice shall be by first class mail addressed to each Owner at the address of the Unit or at their last known address.
- 1.9 The Developer is not required to convey any additional land or facilities to the Condominium after the completion of the first phase, nor is the Developer obligated to construct the subsequent phases.
 - 1.10 Time share estates shall not be a part of this Condominium.
- 1.11 During the construction of this Condominium and any additional phase, the Developer, except for Units which have been conveyed to a Unit Owner, shall have the right to use any portion of the Condominium Property, including the Common Elements, for the construction, marketing and sale of Units.
- 1.12 Additional Phases may be added to this Condominium by the execution of an amendment to this Declaration by the Developer only, and such amendment shall not require the

execution or consent of any Unit Owners other than the Developer. Such phases may be added out of sequence.

- 1.13 No additional Phases may be added to the existing Condominium without the prior written consent of HUD, VA and FNMA, if applicable. Such consent will not be withheld if the Phase to be added substantially conforms to a plan of expansion which has been fully described in this Declaration.
- 1.14 The Common Elements may not be subject to a lease between the Association and another party.

2. DEFINITIONS

The terms used in this Declaration and in its exhibits, including the Articles of Incorporation and Bylaws of the Association, shall be defined in accordance with the provisions of the Condominium Act, and as follows unless the context otherwise requires:

- 2.1 All other definitions except as set forth herein shall be determined by the definitions set forth in Florida Statute 718.103 as written as of the date of recording of this Declaration.
- 2.2 <u>Assessment</u> means a share of the lunds which are required for the payment of Common Expenses, which from time to time is assessed against the Unit Owner.
- 2.3 <u>Association</u> means MANDALAY AT BELLA TRAE CONDOMINIUM ASSOCIATION, INC., a corporation not for profit, and its successors, and as further defined in Florida Statute §718.103(2) (2004).
- 2.4 <u>Association Property</u> means that property, real and personal, which is owned or leased by, or is dedicated by a recorded plat to the Association for the use and benefit of its members.
- 2.5 <u>Board of Directors</u> means the Board of Directors or other representative body which is responsible for administration of the Association.
 - 2.6 Bylaws mean the Bylaws of the Association as they exist from time to time.
- 2.7 <u>Committee</u> means a group of Board members, Unit Owners, or Board members and Unit Owners appointed by the Board or a member of the Board to make recommendations to the Board regarding the Association budget or take action on behalf of the Board.
 - 2.8 Common Elements shall include:
- (a) All of those items stated in the Condominium Act at Florida Statute §718.108 (2004).
- (b) Tangible personal property deemed proper by the Association for the maintenance and operation of the Condominium, even though owned by the Association.
 - (c) All Condominium Property not included in the Units.
 - (d) All those items declared Common Elements by the provisions of this Declaration.
 - 2.9 <u>Common Expenses</u> shall include:
- (a) Expenses of administration and management of the Association and of the Condominium Property;

- (b) Expenses of maintenance, operation, repair or replacement of the Common Elements, Limited Common Elements, and of the portions of Units to be maintained by the Association;
 - (c) The costs of carrying out the powers and duties of the Association;
- (d) Expenses declared Common Expenses by the provisions of this Declaration or by the Bylaws of the Association or the Condominium Act, or by Florida Statute;
 - (e) Any valid charge against the Condominium Property as a whole; and
- (f) Rentals, membership fees, operations, replacements, and other expenses of lands or possessory interests in lands purchased by the Association pursuant to Florida Statute 718.111 and Florida Statute 718.114 (2004).
- 2.10 <u>Common Surplus</u> means the excess of all receipts of the Association collected on behalf of a Condominium (including, but not limited to, assessments, rents, profits, and revenues on account of the Common Elements) over the Common Expenses.
- 2.11 <u>Condominium Parcel</u> is a Unit, together with the undivided share in the Common Elements which is appurtenant to the Unit.
- 2.12 <u>Condominium Property</u> means the lands, leaseholds, and personal property that are subjected to Condominium ownership, whether or not contiguous, and all improvements thereon and all easements and rights appurtenant thereto intended for use in connection with the Condominium.
- 2.13 <u>Developer</u> means a person who creates a condominium or offers condominium parcels for sale or lease in the ordinary course of business, but does not include an owner or lessee of a Condominium Unit who has acquired his Unit for his own occupancy.
- 2.14 <u>Institutional Mortgagee</u> means a bank, life insurance company, savings and loan association, savings bank, real estate investment trust, and the Federal National Mortgage Association or Federal Home Loan Mortgage Corporation, or any institution under the conservatorship or receivership of the Resolution Trust Corporation or Federal Déposit Insurance Corporation or any such affiliate who shall have a first mortgage on the Condominium Parcel.
- 2.15 <u>Limited Common Elements</u> means and includes those Common Elements which are reserved for the use of a certain Unit or Units to the exclusion of other Units, as specified herein.
- 2.16 Operation or Operation of the Condominium means and includes the administration and management of the Condominium Property.
- 2.17 <u>Special Assessment</u> shall mean and refer to any assessment in addition to the annual assessments authorized herein, levied by the Association, in any assessment year, for the purpose of defraying, in whole or in part, the cost of any construction, reconstruction, repair or replacement of a capital improvement, including fixtures and personal property related thereto.
- 2.18 <u>Specific Charge</u> means any charge arising out of any expenses arising out of the provision by the Association of any maintenance, repair or replacement of any Common Elements, Limited Common Elements, any improvements owned or maintained by the Association or other Condominium Property, the maintenance, repair and replacement responsibility of which lies with an individual Owner or group of Owners, but less than all the Owners under the provisions of this Declaration. Specific Charges shall be levied by the Board of Directors and the amount and due date of such Specific Charge so levied by the Board shall be as specified by the Board.

- 2.19 <u>Surface Water or Stormwater Management System</u> means a system which is designed and constructed or implemented to control discharges which are necessitated by rainfall events, incorporating methods to collect, convey, store, absorb, inhibit, treat, use or reuse water to prevent or reduce flooding, overdrainage, environmental degradation, and water pollution or otherwise affect the quantity and quality of discharges.
 - 2.20 Unit means a part of the Condominium Property which is subject to exclusive ownership.
 - 2.21 <u>Unit Owner or Owner of a Unit means the owner of a Condominium Parcel.</u>
- 2.22 <u>Utility Services</u> shall include but not be limited to electric power, gas, water, telephone, air conditioning, garbage and trash disposal, sewers, and cable television, together with all other public service and convenience facilities. Each Unit Owner shall be responsible for the payment of its telephone, electric, water and sewer. Waste disposal services will be a provided as a Common Expense of the Condominium. Basic cable television services will be provided through a bulk services agreement arranged through the Community Association and as a common expense of the Community Association. "Premium" cable television may also be available to the Unit Owners on an optional basis for an additional cost. All other utilities shall be the responsibility of the Association and shall be a Common Expense.
- 2.23 <u>Voting Certificate</u> means a document which designates one of the record title owners, or the corporate, partnership, or entity representative, who is authorized to vote on behalf of a Condominium Unit that is owned by more than one owner or by any entity.
- 2.24 <u>Voting Interest</u> means the voting rights distributed to the Association members pursuant to Florida Statute 718.104(4)(i) (2004).

3. EXHIBITS

Exhibits attached to this Declaration of Condominium shall include the following:

- 3.1 <u>Exhibit "A"</u> The legal description of the land owned by the Developer and proposed to be included in the Condominium form of ownership and a survey of the land showing all existing easements and a graphic description of the improvements in which Units are located and a plot plan thereof which together with the Declaration are in sufficient detail to identify the Common Elements and each Unit and their relative locations and approximate dimensions, and identification of each Unit by number so that no Unit bears the same designation as any other Unit.
 - (a) Exhibit *A-10" The legal description of the land described as Phase 10 and submitted by this Declaration to the Condominium form of ownership and a survey of the land showing all existing easements and a graphic description of the improvements in which Units are located and a plot plan thereof which together with the Declaration are in sufficient detail to identify the Common Elements and each Unit and their relative locations and approximate dimensions, and identification of each Unit by number so that no Unit bears the same designation as any other Unit.
 - (b) Exhibit "A-1" through "A-32", exclusive of "A-10" The legal descriptions for the balance of the phases which may be dedicated by subsequent amendments and identified as Phases 1 through 32, exclusive of Phase 10, together with a survey of the land showing all existing easements and a graphic description of the improvements in which Units are located and a plot plan thereof which together with the Declaration are in sufficient detail to identify the Common Elements and each Unit and their relative locations and

approximate dimensions, and identification of each Unit by number so that no Unit bears the same designation as any other Unit.

- 3.2 <u>Exhibit "B"</u> The percentage ownership schedule of the Common Elements and Common Surplus and obligation for Common Expenses.
 - 3.3 Exhibit "C" The Articles of Incorporation of the Association.
 - 3.4 Exhibit "D" The Bylaws of the Association.
 - 3.5 Exhibit "E" South Florida Water Management District Permit.

4. EASEMENTS AND RESERVATIONS

Easements are expressly provided for and reserved in favor of the Unit Owners, their lessees, their guests and invitees, and the Association, its successors and assigns, and the Developer for itself, its successors, assigns, affiliates or nominees as follows:

- 4.1 <u>Utilities</u>. Easements are reserved through the Condominium Property as may be required for utility service (including but not limited to cable TV) in order to serve the specific Condominium Property and Condominium Parcel; however, such easements shall be only in accordance with the plans and specifications for the building and improvements, or as the building or improvements are actually constructed, unless approved in writing by the Board of Directors and the affected Unit Owners.
- 4.2 <u>Encroachments.</u> In the event that any Unit shall encroach upon any of the Common Elements or upon any other Unit for any reason other than the intentional or negligent act of the Unit Owner, or in the event any Common Element shall encroach upon any Unit, then an easement shall exist to the extent of such an encroachment so long as the same shall exist.
- 4.3 Traffic. A non-exclusive easement shall exist for pedestrian traffic over, through and across sidewalks, paths, walks, halls, lobbies, center cores, and other portions of the Common Elements as may be from time to time intended and designated for such purpose and use; and for vehicular and pedestrian traffic over, through and across such portions of the Common Elements as may from time to time be paved and or otherwise intended for purposes of ingress, egress and access to the public ways and for such other purposes as are commensurate with need, and such easement or easements shall be for the use and benefit of the Unit Owners of the Condominium Property, and those claiming by, through or under the aforesaid Unit Owners; provided, however, nothing herein shall be construed to give or create in any person the right to park upon any portion of the Condominium Property except to the extent that space may be specifically designated and assigned for parking purposes.
- 4.4 Easements and Reservations for Developer for Ingress, Egress and Utilities. There is reserved in the Developer, its successors and assigns, the right to create utility easements and to install utilities and to use same over and across the land declared to Condominium ownership hereunder for the benefit of the Developer, its successors and assigns. Such right to create and install and use utilities shall not encumber or encroach upon any Unit or impair the exclusive use and ownership of any Unit. Such use of the lands for utilities shall be established as five feet (5') on either side of the actual installed improvement. In addition, the Board of Directors by a vote of a majority of all of the Directors shall have the power and authority to move, grant, terminate or convey easements to appropriate authorities, entities or persons, public or private, for such utilities. There is reserved in the Developer the right of ingress and egress over all of the Condominium
- 4.5 Reservation in the Developer to Use Facilities for Sale, Marketing, and Advertising of Units. It is contemplated that the Developer will construct and market all Units. There is hereby reserved

in the Developer, its successors and assigns, the right to use the Units and all Common Elements for the marketing, sale, and advertising of all Units constructed. This reservation is made notwithstanding the use restrictions set forth in Paragraph 12, and such reservation is intended insofar as the Developer, its successors and assigns, to be superior to such use restriction in Paragraph 12. Such reservation shall continue for so long as the Developer, its successors and assigns, shall own Units held for sale to the public. Without limiting the foregoing, Developer shall have the right to: (i) maintain sales offices (for the sale and re-sale of (a) Units and (b) residences and properties located outside of the Condominium Property), general office and construction operations within the Condominium Property; (ii) place, erect or construct portable, temporary or accessory buildings or structure within the Condominium Property for sales, construction storage or other purposes; (iii) temporarily deposit, dump or accumulate materials, trash, refuse and rubbish in connection with the development or construction of any portion of the Condominium; (iv) post, display, inscribe or affix to the exterior of any portion of the Common Elements or portions of the Condominium Property owned by Developer, signs and other materials used in developing, constructing, selling or promoting the sale of Units, including, without limitation, units located outside of the Condominium Property; and (v) undertake all activities which, in the sole opinion of Developer, are necessary for the development and sale of any lands and improvements owned by the Developer.

- 4.6 Easement through Interior Walls. The Association and adjoining Unit Owners shall have easements in and through all interior walls as necessary for the installation, maintenance and repair of pipes, wires and other conduits within said walls, as required to provide utilities services to Units in the Condominium. Any damage to a wall in gaining access to any such conduit shall be repaired by the person or entity responsible for repairing the conduit in question.
- 4.7 <u>Permits, Licenses and Easements over Common Elements</u>. The Association shall have the right to grant permits, licenses and easements over the Common Elements for utilities, roads and other purposes necessary for the operation of the Condominium.
- System. The Master Association (as defined herein) and the CDD (as defined herein) shall have a perpetual non-exclusive easement over all areas of the Surface Water or Stormwater Management System for access to operate, maintain or repair the system. By this easement, the Master Association and the CDD shall have the right to enter upon any portion of the Condominium Property which is a part of the Surface Water or Stormwater Management System, at a reasonable time and in a reasonable manner, to operate, maintain or repair the Surface Water or Stormwater Management System as required by the South Florida Water Management District permit (the "SFWMD Permit") attached hereto and made a part hereof as Exhibit "E." Additionally, the Master Association and the CDD shall have a perpetual non-exclusive easement for drainage over the entire Surface Water or Stormwater Management System. No person shall alter the drainage flow of the Surface Water or Stormwater Management System, including buffer areas or swales, without the prior written approval of the South Florida Water Management District. Such easements, dedications and restrictions may not be removed by subsequent Owners unless the grantee consents.

5. UNIT BOUNDARIES

Each Unit shall include that part of the structure containing the Unit that lies within the boundaries of the Unit, which boundaries are as follows:

- 5.1 The Upper and Lower Boundaries of the Unit shall be the following boundaries extended to an intersection with the perimetrical boundaries:
 - (a) Upper Boundaries The lowest surface of the unfinished ceilings of the Unit.
 - (b) <u>Lower Boundaries</u> The highest surface of the unfinished floors of the Unit.

- 5.2 The perimetrical boundaries of the Unit shall be the vertical planes established by the backside of the drywalls, and outer boundary of doors and windows bounding the Unit extending to the intersections with each other and with the upper and lower boundaries; and where there is attached to the Unit a patio or balcony and so designated on the plot plan, it shall not be considered a part of the Unit to which it is attached and shall be considered a Limited Common Element for the exclusive use of the Unit to which it is attached. Where there is attached to the Unit a garage as so designated in the plot plans, the garage shall be part of the Unit with the perimetrical boundaries described herein.
- 5.3 Each Unit shall be identified by the use of a letter, number, or any combination thereof, all of which are graphically described in **Exhibit "A"** attached hereto and made a part hereof.

6. APPURTENANCES TO UNITS

6.1 The Owner of each Unit shall own an undivided share and interest in the Condominium Property, which shall include an undivided share in the Common Elements and Common Surplus, the exclusive right to use the portion of the Common Elements as provided herein, the easements herein provided, and the right of exclusive use of his Unit subject to the rights of the Association, which his Unit is a part, which share and interest shall be appurtenant to the Unit, said undivided interest in the Condominium Property and the Common Elements and Common Surplus being as designated and set forth in Exhibit "B" attached hereto and made a part hereof.

6.2 <u>Limited Common Elements</u>

- (a) <u>Driveway</u>. The driveway areas shall be a Limited Common Element appurtenant to the Unit which they abut. Parking only shall be permitted in garages and driveway areas. Street parking is not permitted except for temporary parking for vendors and deliveries. Owners are not permitted to park in quest parking.
- (b) <u>Air Conditioning and Heating Units.</u> That portion of the air conditioning and heating unit appurtenant to, but located outside of a Unit is a Limited Common Element of the Unit.
- (c) <u>Covered Patios, Lanais and/or Balconies</u>. The patios, lanais and balconies appurtenant to a Unit are Limited Common Elements of the Units having direct and exclusive access thereto.
- (d) <u>Dryer Vents</u>. All stacks, vents and dryer-related items appurtenant to, but located outside of a Unit are a Limited Common Element of the Unit.
- 6.3 <u>Air Space</u>. An easement for the use of the air space appurtenant to a Unit as it exists at any particular time and as the Unit may lawfully be altered from time to time.

7. MAINTENANCE, ALTERATION AND IMPROVEMENT

Responsibility for the maintenance of the Condominium Property, and restrictions upon its alteration and improvement shall be as follows:

- 7.1 By the Association. The Association shall have the exclusive control to maintain, repair and replace at the Association's expense:
- (a) All Common Elements and Limited Common Elements, except as provided in paragraph 7.2 or in the Community Declaration (as defined in paragraph 27.1).

- (b) All portions of a Unit contributing to the support of the building, except interior surfaces, which portions shall include but not be limited to load-bearing columns, load-bearing walls and roofs.
- (c) Except as provided in 7.2, all conduits, ducts, plumbing, wiring, and other facilities for the furnishing of utility services contained in the Unit.
- (d) At the Association's sole discretion, the Association shall be responsible for painting the exterior front doors of Units and at the Association's sole discretion, painting and replacing the garage doors of Units.
- (e) To repair, replace and maintain all lighting fixtures appurtenant to, but located outside of a Unit.
- (f) All repair, replacement and maintenance of driveways appurtenant to a Unit, including but not limited to, that portion of the driveway which is designated as a Limited Common Element.
- (g) All damage caused by the intentional or negligent acts of the Association, or its contractors or agents, to a Unit by reason of maintenance, repair and replacement accomplished pursuant to the provisions of this Section 7.1.
- (h) All lawn and landscaping maintenance shall be the ultimate responsibility of the Association. Lawn maintenance shall include cutting, sprinkling, pest control, replanting and related maintenance. Such maintenance shall include the maintenance of landscaped areas and shrubbery located on Condominium Property.
- 7.2 By the Unit Owner. The Unit Owner shall be responsible to promptly report to the Association any detect or need for repairs for which the Association is responsible. The responsibility of the Unit Owner for maintenance, repair and replacement shall be as follows:
- (a) To maintain, repair and replace at the Unit Owner's expense all portions of the Unit, including but not limited to, the water heater, air handlers and the air conditioning and heating unit which services the Unit Owner's Unit, including, but not limited to, that portion of the air conditioning and heating unit which is designated as a Limited Common Element.
- (b) To maintain, repair and replace at the Unit Owner's expense all stacks, vents and dryer-related items appurtenant to, but located outside of a Unit, including, but not limited to, all stacks, vents and dryer-related items which are designated as a Limited Common Element.
- (c) A Unit Owner shall also maintain, repair and replace at the Unit Owner's expense, all portions of the patios, lanais and/or balconies appurtenant to a Unit having direct and exclusive access thereto, including, but not limited to, that portion of the patios, lanais and/or balconies which is designated as a Limited Common Element, excluding however, any portion of the patios, lanais or balconies contributing to the support of the building in which the patio, balcony or lanai is located, which shall be the Association's duty to maintain repair and replace.
- (d) Included within the responsibility of the Unit Owner shall be all windows, screens, screen enclosures over patio and doors opening into or onto the Unit (except as provided in Section 7.1(d)), sliding glass doors opening into or onto the Unit, carpeting, electrical fixtures and appliances in the Units, non-supporting walls and partitions, all contents of the Unit and built-in cabinets in the Units.
- (e) Except as provided in Section 7.1(d) the Unit Owner shall be responsible for all repair and maintenance of garage doors that are a part of the Unit.

All such maintenance, repair and replacement shall be done without disturbing the rights of other Unit Owners and shall be of a design, quality specification and decor consistent with the Condominium Property.

- Alteration and Improvement. No Unit Owner shall make any addition, alteration or 7.3 improvement in or to the Common Elements, the Unit or any Limited Common Element, including, but not limited to, the installation of awnings, hurricane shutters, hot tubs, carpet or change in flooring, or trellises in balconies, terraces and patio areas, without the prior written consent of the Board of Directors. The Board shall have the obligation to answer any written request by a Unit Owner for approval of such an addition, alteration or improvement in such Unit Owner's Unit or Limited Common Elements within thirty (30) days after such request and all additional information requested is received, and the failure to do so within the stipulated time shall constitute the board's consent. The proposed additions, alterations and improvements by the Unit Owners shall be made in compliance with all laws, rules, ordinances and regulations of all governmental authorities having jurisdiction, and with any conditions imposed by the Association with respect to design, structural integrity, aesthetic appeal, construction details, lien protection or otherwise. Once approved by the Board of Directors, such approval may not be revoked. A Unit Owner making or causing to be made any such additions, alterations or improvements agrees, and shall be deemed to have agreed, for such Owner, and his heirs, personal representatives, successors and assigns, as appropriate, to hold the Association, and all other Unit Owners harmless from and to indemnify them for any expenses arising therefrom, and shall be solely responsible for the maintenance, repair and insurance thereof from and after that date of installation of construction thereof as may be required by the Association.
- 7.4 <u>Hurricane Shutters; Screened Enclosure</u>. The Board shall establish and adopt specifications for the installation, maintenance, repair and replacement of hurricane shutters, screened enclosures and such other alterations as it deems appropriate. As such alterations are made by a Unit Owner, they must be in accordance with such specifications. The maintenance, repair and replacement of such alterations shall be the responsibility of the Unit Owner, including the obligation to insure. Screened enclosures shall not be replaced with glass, "Florida screen" or other material without the prior written approval of the Board.
- 7.5 Exclusive Control. Where it is stated herein that the Association has "exclusive control," it means the Unit Owners shall not be required, or entitled, to conduct such activities, it being the intent of the Association to control such activities for purpose of maintaining uniformity within the Condominium. All maintenance performed by the Association shall be at least up to the maintenance standards established in the Declaration.
- 7.6 Failure of Owner to Repair. The Association may perform maintenance or make repairs and assess the costs of any required exterior maintenance or repairs to the Unit Owner under the following circumstances: (i) such Owner does not when reasonably necessary comply with its obligation under Section 7.2(a) (e); or (ii) any maintenance, repair or replacement, whether upon the Unit, Limited Common Elements or Common Elements, is required because of any negligent or willful act of such Owner or any member of such Owner's family or household or any invitee or lessee of such Owner; and (iv) such Owner has failed to undertake the necessary maintenance or replacement within a reasonable period of time following written notice from the Association. Upon the occurrence of the foregoing, and after reasonable prior notice to such Owner, and a reasonable opportunity to be heard, the Association's Board of Directors by a vote of not less than the majority of the Board may undertake such maintenance, replacement or repairs and may charge by a Specific Charge the costs of such maintenance, replacement or repairs, as the case may be, against such Unit. Failure of the Association to undertake any such maintenance, replacement or repair on behalf of the Owner shall in no event be deemed a waiver of the right to do so thereafter.

7.7 Authority to Alter Common Elements or Association Property. After the completion of the improvements included in the Condominium Property which are contemplated in this Declaration, there shall be no material alteration or substantial additions to the Common Elements or to the real property which is Association Property without the prior approval of seventy-five (75%) percent of the total Voting Interests of the Association. The cost of such alteration or improvement shall be a Common Expense and may be assessed as a Special Assessment. Any such alteration or improvement shall not interfere with the rights of any Unit Owner respecting the use of his Unit without his consent.

8. ASSESSMENTS AND COMMON EXPENSES

- 8.1 <u>Common Expenses</u>. Each Unit Owner shall be liable for the share of the Common Expenses in the same percentage as is shown on **Exhibit** "B."
- 8.2 <u>Assessments</u>. The making and collection of assessments against each Unit Owner for Common Expenses, and for reserves as may from time to time be established by the Association, shall be pursuant to the Bylaws of the Association, subject to the following provisions:
- (a) Interest and Late Charge; Application of Payments. Assessments and installments on such assessments paid on or before the date when due, shall not bear interest, but all sums not paid on or before the date when due shall bear interest at the rate of eighteen (18%) percent per annum from the date when due until paid and there shall also be assessed as an administrative late fee in an amount not to exceed the greater of \$25.00 or 5% of each installment of the Assessment for each delinquent installment that the payment is late. All payments on accounts shall be first applied to interest accrued by the Association, then to any administrative late fee, then to costs and attorney's fees, and then to the delinquent Assessment payment first due.
- Lien for Assessments. The Association shall have a lien against each Condominium Parcel for any unpaid assessments, including interest, costs and reasonable attorney's fees incurred by the Association incident to the collection of such Assessment or enforcement of such lien, whether or not legal proceedings are initiated. The said liens may be recorded among the Public Records of the County where located by filling a claim therein which states the description of the Condominium Parcel, the name of the record owner, the name and the address of the Association, the amount due and the due dates, and said lien shall continue in effect until all sums secured by the lien shall have been paid or one (1) year from the recording of said lien, whichever shall first occur, unless within the one (1) year period an action to enforce the lien is commenced in a court of competent jurisdiction. Such claims of lien shall be executed and acknowledged by an officer of the Association, or by an authorized agent of the Association. Upon full payment, the party making payment shall be entitled to a recordable satisfaction of lien. A Unit Owner, regardless of how his title has been acquired, including a purchaser at a judicial sale, is liable for all assessments which come due while he is the Unit Owner. The grantee is jointly and severally liable with the grantor for all unpaid assessments against the grantor for his share of the Common Expenses up to the time of transfer of title, without prejudice to any right the grantee may have to recover from the grantor the amounts paid by the grantee. A first mortgagee who acquires title to the Unit by foreclosure or by deed in lieu of foreclosure is liable for the unpaid assessments in accordance with Florida Statutes §718.116 as amended, from time to time.
- (c) <u>Acceleration.</u> In the event of nonpayment of any assessment on or before the date when due, at its option, the Association may accelerate the assessments due to the end of the budget year, regardless of whether assessment installments are not yet due and payable, whereupon the entire budget year's assessments shall be immediately due and payable, and, at its option, the Association may declare all other sums, including interest and late fees, immediately due and payable. Accelerated assessments shall be due and payable on the date the claim of lien is filed.
- 8.3 <u>Collection</u>. Assessments shall be due and payable upon conveyance of the first Unit from the Developer to its purchaser. The Association shall have the power and authority to charge,

assess and collect all fees, charges and assessments allowed by this Declaration, Florida law, and the Articles or Bylaws from Unit Owners and shall be entitled to use such remedies for collection as are allowed by this Declaration, Articles, Bylaws and the laws of the State of Florida. All Units shall be allocated full assessments no later than sixty (60) days after the first Unit is conveyed. Unless otherwise established by the Board of Directors, assessments for Common Expenses shall be collected on a quarterly basis.

- 8.4 <u>Lien for Easements</u>. The obligation for the care, replacement, maintenance and repair of any easement which is a part of the Condominium Property or appurtenant to the Condominium Property shall be a Common Expense shared by the Unit Owners in the same proportion as a Common Expense for which there shall be a lien established in accordance with paragraph 8.2(a) and (b) herein. Accelerated assessments shall be due and payable on the date the claim of lien is filed.
- 8.5 <u>Subordination of Lien.</u> Any lien for delinquent Common Expense assessments or other charges that the Association has on a Unit will be subordinate to a first mortgage on the Unit, if the mortgage was recorded before the delinquent assessment was due.
- 8.6 <u>Special Assessments</u>. In addition to the assessments authorized above, the Association may levy against all Unit Owners a Special Assessment applicable for any Common Expense provided that any such Special Assessment shall have the assent a majority of the Board a meeting duly called for this purpose.
- 8.7 Specific Charges. In addition to assessments authorized above, including Special Assessments, the Association may levy a Specific Charge arising out of any expenses occasioned by the provision by the Association of any maintenance, repair or replacement of any Common Elements, Limited Common Elements, any improvements maintained or owned by the Association or other Condominium Property, the maintenance, repair and replacement responsibility of which lies with an individual Owner or group of Owners, but less than all the Owners, under the provisions of this Declaration, or the maintenance, repair and replacement responsibility of which lies with the Association under the terms of this Declaration. Specific Charges shall be levied by the Board of Directors; provided, that, the Specific Charge shall have the assent of a majority of the Board at a meeting duly called for this purpose. The amount and due date of such Specific Charges so levied by the Board shall be as specified by the Board.

9. ASSOCIATION

The operation of the Condominium shall be by the Association, which shall fulfill its functions pursuant to the following provisions:

- 9.1 <u>Membership and Voting Rights in Association</u>. Membership of each Unit Owner in the Association is mandatory and shall be acquired pursuant to the provisions of the Articles of Incorporation and Bylaws of the Association. The interest of each Unit Owner in the funds and assets held by the Association shall be in the same proportion as the liability of each such Owner for Common Expenses. Each Unit shall be entitled to one (1) vote in the Association.
- 9.2 Articles of Incorporation. A copy of the Articles of Incorporation of the Association, which sets forth its powers and duties, is attached as **Exhibit "C"** and made a part hereof.
- 9.3 <u>Bylaws</u>. A copy of the Bylaws of the Association is attached as **Exhibit** "D" and made a part hereof.
- 9.4 Restraint upon assignment of shares and assets. The Unit Owner's share in the funds and assets of the Association cannot and shall not be assigned, hypothecated or transferred in any manner except as an appurtenance to his Unit.

- 9.5 <u>Association Name</u>. The Association shall be named as provided in Paragraph 2.3 herein and shall be a corporation not for profit.
- 9.6 <u>Purchase or Lease of Properties</u>. The Association shall have the power and authority to purchase real estate, leaseholds or possessory interest therein, including memberships pursuant to Florida Statute §718.111 and §718.114 (2004).
- 9.7 <u>Association's Access to Units.</u> The Association shall at all times have the right to enter the Condominium Units and Limited Common Elements at reasonable times for the purposes of gaining access to the Units, Common Elements and Limited Common Elements for the maintenance, repair or replacement of the Condominium Property or for the maintenance, repair or replacement of Units as provided in Section 7.6, or to abate emergency situations which threaten damage to the Condominium Property, including the Unit entered. Each Unit Owner shall be required to keep on file with the Association, a key or keys that will allow access to the Unit in the event of emergency. Said keys shall be accessible only by designated individuals in an emergency situation.
- Right of Action. The Association and any aggrieved Unit Owner has the right of action against Unit Owners who fall to comply with the provisions of the Condominium's documents or the decisions made by the Association. Each Unit Owner, each tenant and other invitee, and the Association shall be governed by, and shall comply with the provisions of F.S. 718.303(1) (2004), the Declaration, the documents creating the Association, and the Association Bylaws and the provisions thereof shall be deemed expressly incorporated into any lease of a Unit. Actions for damages or for injunctive relief, or both, for failure to comply with these provisions may be brought by the Association by a Unit Owner against (a) the Association, (b) a Unit Owner, (c) Directors designated by the Developer, for actions taken by them prior to the time control of the Association is assumed by Unit Owners other than the Developer, (d) Any Director who willfully and knowingly fails to comply with these provisions, (e) Any tenant leasing a Unit and any other invitee occupying a Unit. The prevailing party in any such action or in any action in which the purchaser claims a right of voidability based upon contractual provisions as required in F.S. 718.503(1)(a) (2004) is entitled to recover reasonable attorney's fees. A Unit Owner prevailing in an action between the Association and the Unit Owner under this paragraph, in addition to recovering his or her reasonable attorney's fees, may recover additional amounts as determined by the court to be necessary to reimburse the Unit Owner for his or her share of assessments levied by the Association to fund its expenses of the litigation. This relief does not exclude other remedies provided by law. Actions arising under this paragraph shall not be deemed to be actions for specific performance,

10. INSURANCE

The insurance other than title insurance that shall be carried upon the Condominium Property and the property of the Unit Owners shall be governed by the following provisions:

Authority to purchase; named insured. All insurance policies upon the Condominium Property shall be purchased by the Association. The named insured shall be the Association individually and as agent for the Unit Owners, without naming them, and as agent for their mortgagees. Provisions shall be made for the issuance of the mortgagee endorsements and memoranda of insurance to the mortgagees of Unit Owners. Such policies shall provide that payments by the insurer for losses shall be made to the Association, and all policies and their endorsements shall be deposited with the Association.

10.2 Personal Property of Unit Owner.

(a) <u>Coverage</u>. All real or personal property located within the boundaries of the Unit Owner's Unit which is excluded from the coverage to be provided by the Association as set forth in as provided in Florida Statutes Section 718.111(11)(b) (2004), shall be insured by the individual Unit Owner

at the Unit Owner's expense and shall not be a Common Expense. Specifically, the Unit Owner shall be responsible to procure and maintain at a minimum insurance coverage for the following items: all floor, wall, and ceiling coverings, electrical fixtures, appliances, air conditioner or heating equipment, water heaters, water filters, built-in cabinets and countertops, and window treatments, including curtains, drapes, blinds, hardware, and similar window treatment components, or replacements of any of the foregoing which are located within the boundaries of a Unit and serve only one Unit and all air conditioning compressors that service only an individual Unit, whether or not located within the Unit boundaries (the "Covered Items"). Covered Items shall not include personal property Items such as furniture, clothing, paintings, audio/visual equipment, jewelry, or other items not specifically listed as Covered Items.

- (b) Owners Duty to Purchase Covered Items Insurance. It shall be the individual responsibility of each Unit Owner at their expense to procure and maintain insurance for Covered Items. The Association may require each Unit Owner to procure and maintain insurance for Covered Items with respect to their Unit and to furnish a copy such policy to the Board upon request. The Board may, but is not required to, request a copy of such insurance policy or certificate of insurance from each Unit Owner on an annual basis or from time to time; provided, however, failure of the Board to make such a request shall not be deemed a waiver of the right to do so thereafter. To the extent available, the Unit Owner shall use his best efforts to obtain that the insurance policy for Covered Items maintained by the Unit Owner shall name the Association as trustee and afterney in fact for such Unit Owner.
- (c) Failure of Unit Owner to Purchase Covered Item Insurance. The Association may, but shall have no obligation to, purchase Covered Item Insurance on behalf of an individual Unit Owner and charge the costs of any such insurance premium to the Unit Owner as a Specific Charge under the following circumstances: (i) the Unit Owner fails to procure and/or maintain Covered Item insurance as required herein; or (ii) such Unit Owner does not when reasonably necessary replace any expired or soon to be expired Covered Item insurance. Upon the occurrence of the foregoing, and after reasonable prior notice to such Unit Owner, and a reasonable opportunity to be heard, the Association's Board, by a vote of not less than a majority of the Board, may purchase such Covered Items insurance and may charge by Specific Charge the costs of such Covered Items insurance premium, as the case may be, against such Unit. Failure of the Association to purchase such Covered Item insurance policy on behalf of the Unit Owner shall in no event be deemed a waiver of the right to do so thereafter.

10.3 Coverage

- (a) <u>Casualty</u>. All buildings and improvements upon the Condominium Property shall be insured in an amount equal to the insurable replacement value, excluding foundation and excavation costs, and all personal property included in the Common Elements shall be insured for its value, all as shall be determined annually by the Board of Directors of the Association. Coverage shall afford protection against:
- (1) Loss or damage by fire and other hazards covered by a standard extended coverage endorsement;
- (2) Such other risks as from time to time shall be customarily covered with respect to buildings similar in construction, location and use as the buildings on the land, including but not limited to vandalism and malicious mischief; and
- (3) Hazard policies issued to protect condominium buildings shall provide that the word "building", wherever used in the policy, shall include, but shall not necessarily be limited to fixtures, installations or additions comprising that part of the building within the unfurnished interior surfaces of the perimeter walls, floors and ceilings of the individual Units initially installed or replacements thereof, of like kind and quality, in accordance with the original plans and specifications or as existed at the time the Unit was initially conveyed if the original plans and specifications are not available. However,

the word "building" shall not include Unit floor coverings, wall coverings or ceiling coverings, and shall not include electrical fixtures, appliances, air conditioning and heating equipment, water heaters or built in cabinets required to be replaced or repaired by the Unit Owner. With respect to the coverage provided by this paragraph, the Unit Owner shall be considered as an additional insured under the policy.

- (b) <u>Public Liability</u> in such amounts and with such coverage as shall be required by the Board of Directors of the Association, including but not limited to hired vehicles, owned, and non-owned vehicle coverage, and with cross liability endorsements to cover liabilities of the Unit Owners as a group to a Unit Owner.
 - (c) Worker's Compensation insurance to meet the requirements of law.
 - (d) Flood Insurance where required by federal or other regulatory authority.
- (e) <u>Liability Insurance</u> for its officers and directors or persons who are in control or disburse funds of the Association.
- (f) Such other insurance that Board of Directors of the Association shall determine from time to time to be desirable.
- 10.4 <u>Premiums</u> upon insurance policies purchased by the Association shall be paid by the Association as a Common Expense.
- 10.5 Share of Proceeds. All insurance policies purchased by the Association shall be for the benefit of the Association and the Unit Owners and their mortgagees as their interests may appear, and shall provide that all proceeds covering property losses shall be paid to the Association, as trustee, or to such trustee in Florida with trust powers as may be designated from time to time by the Board of Directors of the Association when required by this Declaration.
- (a) <u>Proceeds on account of damage to Common Elements and Limited Common Elements.</u> An undivided share for each Unit Owner, such share being the same as the undivided share in the Common Elements and Limited Common Elements appurtenant to the Unit as set forth on **Exhibit** "B" attached hereto.
- (b) <u>Units.</u> Proceeds on account of damage to Units shall be held in the following undivided shares:
- (1) When the building is to be restored: For the Owners of damaged Units in proportion to the cost of repairing the damage suffered by each Unit Owner, said cost to be determined by the Association.
- (2) When the building is not to be restored: In proportion to the respective value of the Units based on the fair market values of the Units immediately before the casualty, as determined by one or more independent appraisers selected by the Association.
- (c) <u>Mortgages</u>. In the event a mortgagee endorsement has been issued to a Unit, the share of the Unit Owner shall be held in trust for the mortgagee and the Unit Owner as their interests may appear; provided, however, that no mortgagee shall have any right to determine or participate in the determination as to whether any damaged property shall be reconstructed or repaired, and no mortgagee shall have any right to apply or have applied to the reduction of a mortgage debt any insurance proceeds except distributions of such proceeds made to the Unit Owner and mortgagee pursuant to the provisions of this Declaration. Notwithstanding the foregoing, the mortgagee shall have the right to apply or have applied to the reduction of its mortgage debt any or all sums of insurance proceeds applicable to its mortgaged Unit in any of the following events:

- (1) Its mortgage is not in good standing and is in default.
- (2) Insurance proceeds are insufficient to restore or repair the building to the condition existing prior to the loss and additional monies are not available for such purpose.
- 10.6 <u>Distribution of proceeds</u>. Proceeds of insurance policies received by the Association shall be distributed to or for the benefit of the beneficial Owners in the following manner:
- (a) All expenses of the Association shall be paid first or provisions made for such payment.
- (b) If the damage for which the proceeds are paid is to be repaired or reconstructed the proceeds shall be paid to defray the cost thereof as provided herein. Any proceeds remaining after defraying such cost shall be distributed to the beneficial Owners, remittances to Unit Owners and their mortgagees being payable jointly to them. This is a covenant for the benefit of, and may be enforced by, any mortgagee of a Unit.
- (c) If it is determined in the manner provided herein that the damage for which proceeds are paid shall not be reconstructed or repaired, the proceeds shall be distributed to the beneficial Owners, remittances to Unit Owners and their mortgagees being payable jointly to them. This is a covenant for the benefit of, and may be enforced by, the mortgagee of a Unit.
- (d) In making distribution to Unit Owners and their mortgagees, the Association may rely upon a Certificate of the Association made by its President and Secretary as to the names of the Unit Owners and their respective shares of the distribution.
- 10.7 <u>Association as Agent</u>. The Association is hereby irrevocably appointed Agent for each Unit Owner and for each Owner of any other interest in the Condominium Property to adjust all claims arising under the insurance policies purchased by the Association and to execute and deliver releases upon the payment of a claim.
- 10.8 <u>Fidelity bonds</u>. Fidelity Bonds shall be required by the Board of Directors for all persons including officers and Directors controlling or disbursing funds of the association in accordance with Florida Statutes Section 718.111(11)(d), (2004). The premiums on such bonds shall be paid by the Association.

11. RECONSTRUCTION OR REPAIR AFTER CASUALTY

- 11.1 <u>Determination to Reconstruct or Repair</u>. If any part of the Condominium Property shall be damaged by casualty, whether or not it shall be reconstructed or repaired shall be determined in the following manner:
- (a) <u>Common Elements and Limited Common Elements</u>. If the damaged improvement is a Common Element and/or Limited Common Element then the damaged property shall be reconstructed or repaired, unless it is determined that the Condominium shall be terminated.

(b) Damage.

(1) <u>Lesser damage</u>. If the damaged improvement is a building, and if the Units to which sixty (60%) percent of the Common Elements are appurtenant are found by the Board of Directors of the Association to be tenantable, the damaged property shall be reconstructed or repaired, unless within sixty (60) days after the casualty, it is determined by agreement that the Condominium shall be terminated.

- (2) <u>Major damage</u>. If the damaged improvement is a building, and if Units to which sixty (60%) percent of the Common Elements are appurtenant are found by the Board of Directors to be not tenantable, then the damaged property will not be reconstructed or repaired, and the Condominium will be terminated without agreement, unless within one hundred sixty (160) days after the casualty, the Owners of eighty (80%) percent of the Common Elements agree in writing to such reconstruction or repair.
- 11.2 Plans and Specifications. Any reconstruction or repairs must be substantially in accordance with the plans and specifications for the original building, or in lieu thereof, according to the plans and specifications approved by the Board of Directors of the Association, and if the damaged property is in a building and reconstruction is not substantially in accordance with the original plans and specifications, then, approval by the Owners of not less than eighty (80%) percent of the Common Elements, including the Owners of all damaged Units, together with the approval of the institutional mortgagees holding first mortgages upon all damaged Units, shall be required which approval shall not be unreasonably withheld.
- 11.3 <u>Responsibility</u>. If the damage is only to those parts of one Unit for which the responsibility of maintenance and repair is that of the Unit Owner, then the Owner shall be responsible for reconstruction and repair after casualty. In all other instances the responsibility of reconstruction and repair after casualty shall be that of the Association.
- 11.4 <u>Estimates of cost.</u> Immediately after a determination is made to rebuild or repair damage to property for which the Association has the responsibility of reconstruction and repair, the Association shall obtain reliable and detailed estimates of the cost to rebuild or repair.
- 11.5 Assessments. If it is determined that reconstruction and repair should occur and if the proceeds of insurance are not sufficient to defray the estimated costs of reconstruction and repair by the Association, or if at any time during reconstruction and repair, or upon completion of reconstruction and repair, the funds for the payment of the costs of reconstruction and repair are insufficient, a Special Assessment shall be made against all Unit Owners in the case of damage to Common Elements, in sufficient amounts to provide funds for the payment of such costs. Such Special Assessment on account of damage to Common Elements shall be in proportion to the Unit Owner's obligation for Common Expenses.
- 11.6 <u>Construction Funds</u>. The funds for payment of costs of reconstruction and repair after casualty, which shall consist of proceeds of insurance held by the Association and funds collected by the Association from assessments against Unit Owners, shall be disbursed in payment of such costs in the following manner:
- (a) <u>Association Lesser damage</u>. If the amount of the estimated costs of reconstruction and repair that is the responsibility of the Association is less than \$500,000.00, then the construction fund shall be disbursed in payment of such costs upon the order of the Board of Directors of the Association, provided however, that upon request by a mortgagee that is a beneficiary of an insurance policy the proceeds of which are included in the construction fund, such fund shall be disbursed in the manner provided for the reconstruction and repair of major damage.
- (b) <u>Association Major damage</u>. If the amount of the estimated costs of reconstruction and repair that is the responsibility of the Association is more than \$500,000.00, then the construction fund shall be disbursed in payment of such costs in the manner required by the Board of Directors of the Association.
- (c) <u>Unit Owner</u>. The portion of insurance proceeds representing damage for which the responsibility of reconstruction and repair lies with a Unit Owner shall be paid to the Owner, or

if there is a mortgagee endorsement as to the Unit, then to the Owner thereof and the mortgagee jointly, who may use such proceeds as they may agree.

(d) <u>Surplus.</u> It shall be presumed that the first monies disbursed in payment of costs of reconstruction and repair shall be from insurance proceeds. If there is a balance in a construction fund after payment of all costs of the reconstruction and repair for which the fund is established, such balance shall be distributed to the beneficial Owners of the fund; except, however, that only those portions of a distribution to the beneficial Owners in excess of assessments paid by a Unit Owner to the construction fund shall be made payable to any mortgagee.

12. USE RESTRICTIONS

The use of the Condominium Property shall be in accordance with the following provisions as long as the Condominium exists upon the land:

- 12.1 <u>Units</u>. This is a residential Condominium, and therefore, each of the Units shall be occupied only as a one family residential private dwelling by no more than four (4) persons in a two bedroom Unit at any one time. No Unit may be divided or subdivided into a smaller Unit. No Unit shall be used for commercial or business purposes, including but not limited to, daycare operations or home office activities. No garage may be altered in such a way as to provide additional living space and/or preclude the parking of a vehicle within the garage.
- 12.2 <u>Common Elements and Limited Common Elements</u>. The Common Elements and Limited Common Elements shall be used only for the purposes for which they are intended in the furnishing of services and facilities for the enjoyment of the Units.
- 12.3 <u>Nuisances</u>. No nuisance shall be allowed upon the Condominium Property or within a Unit, nor any use or practice that is the source of annoyance to residents or which interferes with the peaceful possession and proper use of the property by its residents. All parts of the Condominium Property shall be kept in a clean and sanitary condition, and no rubbish, refuse or garbage allowed to accumulate nor any fire hazard allowed to exist. No Unit Owner shall permit any use of his Unit or make any use of the Common Elements that will increase the cost of insurance upon the Condominium Property.
- 12.4 <u>Lawful Use</u>. No immoral, improper, offensive or unlawful use shall be made of the Condominium Property or a Unit, and all valid laws, zoning ordinances and regulations of all governmental bodies having jurisdiction shall be observed. The responsibility of meeting the requirements of governmental bodies for maintenance, modification or repair of the Condominium Property or a Unit shall be the same as the responsibility for the maintenance and repair of the property concerned.
- 12.5 <u>Leasing of Units</u>. All leases or occupancy agreements of Units (collectively, "Lease Agreements") are subject to the following provisions:
- 12.5.1 All Lease Agreements shall be in writing. A copy of all Lease Agreements shall be provided to Association if so requested by Association;
- 12.5.2 All Lease Agreements, together with an application signed by both the Owner and tenant, in a form approved by Association, shall be submitted to Association at least thirty (30) days prior to commencement of the lease term;
- 12.5.3 The Owner shall pay the lease application fee prescribed by Association. The initial lease application fee shall be one hundred dollars (\$100.00) and may be increased from time to time to the maximum rate allowable by law (the "Lease Application Fee");

- 12.5.4 The Association or its designee shall conduct a background check on each prospective tenant at such Owner's cost and expense, such expense being separate from the Lease Application Fee;
- 12.5.5 Upon receipt of an application signed by the Owner and tenant and the Lease Application Fee, the Association shall approve or disapprove the tenant. The Association and its agents or employees, shall not be liable to any person whomsoever for the approving or disapproving of any person pursuant to this Section, or for the method or manner of conducting the investigation. The Association and its agents or employees shall not be required to specify any reason for disapproval.
 - 12.5.6 No Lease Agreement may be for a term of other than seven (7) months;
 - 12.5.7 No Unit may be leased more than twice in any calendar year;
- 12.5.8 The tenant, as part of the Lease Agreement, shall agree to abide by and adhere to the terms and conditions of this Declaration together with all Rules and Regulations and all policies adopted by Association;
- 12.5.9 The Owner shall agree to remove, at the Owner's sole expense, by legal means including eviction, his or her tenant should the tenant refuse or fail to abide by and adhere to this Declaration, the Rules and Regulations and any other policies adopted by Association; Notwithstanding the foregoing, should an Owner fall to perform his or her obligations under this Section, the Association shall have the right, but not the obligation, to evict such tenant and the costs of the same shall be the responsibility of Owner and shall become part of the assessment against that Owner's Unit secured by a lien upon the property against which such assessment is made in accordance with this Declaration, including, including attorneys' fees and paraprofessional fees, at all levels of proceedings, including appeals, collection and bankruptcy; and
- 12.5.10 All Lease Agreements shall require the Unit to be used solely as a private single family residence.
- 12.6 <u>Signs</u>. No signs shall be displayed from a Unit or from the Condominium Property, or from any vehicle parked on Condominium Property.
- Prohibited Vehicles. No commercial trucks or vans or other commercial vehicles shall be parked on Condominium Property except with the written consent of the Board of Directors of the Association. It is acknowledged that there are pickup trucks and vans that are not used for commercial purposes, but are family vehicles. It is not intended that such noncommercial, family vehicles be prohibited. A commercial vehicle is one with lettering or display on it or is used in a trade or business. No campers, recreation vehicles, boats or boat trailers may be parked on the Condominium Property. Motorcycles may be parked on the Condominium Property. Any vehicle not capable of being parked in the Unit Owner's garage shall be prohibited.
- No Owner shall conduct repairs (except in an emergency) or restorations of any motor vehicle, or other vehicle upon any portion the Common Elements or Limited Common Elements. No dilapidated, rundown, wrecked or non-functional vehicles shall be permitted on the Common Elements or Limited Common Elements. The prohibitions on parking contained above in this Section shall not apply to temporary parking of commercial vehicles such as for construction use or providing pick-up and delivery and other commercial services or to any vehicles of Developer ("Service Vehicles"). Subject to applicable laws and ordinances, any vehicle parked in violation of these or other restrictions contained herein or in the Rules and Regulations may be towed by the Association at the sole expense of the owner of such vehicle if such vehicle remains in violation for a period of twenty-four (24) hours from the time a notice of violation is placed on the vehicle or if such a vehicle was cited for such violation within the preceding fourteen (14) day period. Each Owner by acceptance of title to a Unit irrevocably grants the Association

and its designated towing service the right to enter the Limited Common Element driveway and tow vehicles in violation of this Declaration. Neither the Association nor the towing company shall be liable to the owner of such vehicle for trespass, conversion or otherwise, nor guilty of any criminal act, by reason or such towing or removal and once the notice is posted, neither its removal, nor failure of the owner to receive it for any other reason, shall be grounds for relief of any kind. For purposes of this paragraph, "vehicle" shall also mean campers mobile homes, trailers, etc. An affidavit of the person posting the foresald notice stating that it was property posted shall be conclusive evidence of proper posting.

12.8 <u>Regulations</u>. Reasonable Rules and Regulations concerning the use and operation of Condominium Property may be made and amended from time to time by the Board of Directors. Copies of such Rules and Regulations and amendments shall be furnished by the Association to all Unit Owners and residents of the Condominium.



- 12.9 <u>Proviso</u>. Until the Developer has completed all of the contemplated improvements and closed the sale of all of the Units of the Condominium, neither the Unit Owners nor the Association, nor the use of the Condominium Property shall interfere with the completion of the contemplated improvements and the sale of the Units. Developer may make such use of the unsold Units, and Common Elements, as may facilitate such completion and sale, including, but not limited to, maintenance of a sales office, showing of the property, and the display of signs.
 - 12.10 Children. Children shall be allowed.
- 12.11 Alteration of Exterior Appearance. No newspaper, aluminum foil, reflective film, nor any other material shall be placed over the windows of any Unit. All drapes or curtains shall show a white or off-white color to the outdoor side of such drapes or curtains. No reflective film or other type of window treatment shall be placed or installed on the inside or the outside of any Unit without the prior written consent of the Board of Directors. All such window treatments, if approved, shall have an exterior appearance of white. Any alterations, decorations, repairs or replacements which have an effect on the exterior appearance must be first approved by the Board of Directors.
- 12.12 <u>Use of Property.</u> No articles shall be hung or shaken from the doors, windows, or balconies, no articles shall be placed upon the outside window sills, or outside of balcony railings of the Units. Balconies are not to be used for storage.
- 12.13 <u>Charcoal Broilers, etc.</u> Charcoal broilers or small open flame burners, electric grills or gas grills are not permitted to be used on balconies or any of the Common Elements, Limited Common Elements or Units.
- 12.14 <u>Storage Areas</u>. All storage must be kept inside the Unit. Fire regulations prohibit the storage of gasoline, paint, or any combustible items presenting a fire hazard. Common Elements cannot be used for storage purposes.
- 12.15. <u>Refuse</u>. All refuse shall be disposed of with care and in containers intended for such purpose. All trash must be contained in plastic trash bags and secured and placed in trash containers. Trash bags are to be placed in the proper location for pick-up on designated pick up days.
- 12.16. Animals. Unit Owners or occupants of a Unit (regardless of the number of Owners or occupants for any one Unit), may maintain two (2) household pets per Unit, each not to exceed 50 lbs at full maturity. Household pets are limited to domestic dogs, domestic cats or caged birds. Unit Owners or occupants of a Unit may maintain one (1) fish tank not to exceed 55 gallons. In no event shall household pets be kept, bred, or maintained for any commercial purpose and for only as long as they do not become a nuisance or annoyance to neighbors.

Unless the Association has designated a particular area on the Condominium Property for pet defecation, household pets must be taken off the Condominium Property for that purpose. Unit Owners must pick up all solid waste of their pets and dispose of such waste appropriately. All pets, including cats, must be leashed at all times when outside the Unit. Pets may not be tied up or leashed to any object on the Condominium Property. Pets may not be kept in a Limited Common Element. The Association has the right to pick up loose pets and/or report them to the proper authorities. Violation of the provisions of this Section shall entitle the Association to all of its rights and remedies, including, but not limited to, the right to fine Unit Owners and/or to require any pet to be permanently removed from the Condominium Property. Without limiting the right of the Association to establish policies in other matters affecting the Condominium, the Association may make reasonable rules and regulations regarding pet ownership in the Condominium. Notwithstanding anything herein to the contrary, if any animal permitted to be kept by an Owner shall become a nuisance to other Owners and such nuisance is not corrected after written notice to the Owner, the Board of Directors of the Association shall have the right to require the Owner to remove such animal permanently from the Property.

- 12.17 <u>Screened porches/balconies</u>. All screened porches and/or lanais shall only contain patio furniture and other outside living items. No spas or hot tubs, or Jacuzzis shall be permitted in the Limited Common Elements. The screened area shall not be replaced with glass, "Florida screen" or other material without the prior written approval of the Board.
- 12.18 Flags. Notwithstanding anything in this Declaration to the contrary, any Unit Owner may display one portable, removable United States flag in a respectful way; provided, further, on Armed Forces Day, Memorial Day, Flag Day, Independence Day and Veterans' Day Unit Owners may display an official flag of the United States Army, Navy, Air Force Marine Corps and Coast Guard. Flags may not exceed 41/2 feet by 6 feet.
- 12.19 <u>Garages</u>. Garage doors must remain in the down position at all times, unless entering or exiting the garage. No garage may be altered in such a way as to provide additional living space and/or preclude the parking of a vehicle within the garage. Garages must be kept free and clear of debris and vehicle shall at all times be capable of storing at least two (2) vehicles.
 - 12.20 Waterbeds. Waterbeds are not permitted on the second floor of any Unit.

12.21. Resale Restrictions.

12.21.1 No conveyance of a Unit, by parties other than the Developer or Institutional Mortgagees, shall be valid unless a certificate executed and acknowledged by an officer of the Association, stating that all assessments levied against such Unit have been paid in full, is recorded together with the instrument of conveyance. The Board of Directors shall furnish such certificate upon receipt from the Unit Owner of a request form (which will be prepared by the Association) setting forth the proposed purchaser's name, notice address and date of closing. The new Owner may not take occupancy of the Unit until he has delivered or caused to be delivered a copy of his deed to the Unit to the Association.

12.21.2 The provisions of this Paragraph 12.21 shall not be applicable to Developer or Institutional Mortgagees.

12.22 Additional Use Restrictions. In addition to these specific rules and regulations, the Board of Directors may establish reasonable rules and regulations on its own motion and vote which will govern the use, maintenance, and operation of the Common Elements. Such rules and regulations shall be reasonable and shall be consistent with the maintenance of a high standard and quality use and maintenance of the Common Elements. Such rules and regulations made by the Board of Directors may, in addition to new rules and regulations, clarify these existing rules and regulations. The rules and regulations recited herein may not be amended except by an appropriate vote of the membership.



13. MAINTENANCE OF COMMUNITY INTERESTS

In order to maintain a community of congenial residents who are financially responsible and thus protect the value of the Units, the transfer and leasing of Units by an Owner other than the Developer shall be subject to the following provisions as long as the Condominium exists upon the land:

- 13.1 Leases. No Unit Owner may lease its Unit without complying with Section 12.5.
- (a) Certificate of Approval. Within fifteen (15) days after receipt of such notice and information, the Association may, but shall not be required to, either approve or disapprove the proposed transaction. If approved, the approval shall be by a certificate in a non-recordable form executed by the Association. The Association shall have the right to use as grounds for disapproval of any Lease Agreement the fact that the Unit Owner is currently delinquent in the payment of an assessment at the time the approval is sought. If no action is taken within fifteen (15) days by the Association, the Lease Agreement is deemed approved.
- (b) <u>Lease Application Fee</u>. The Association shall require the Lease Application Fee simultaneously with the giving of notice of intention to lease for the purpose of defraying the Association's expenses and providing for the time involved in determining whether to approve or disapprove the Lease Agreement. The screening fee may be adjusted from time to time and shall be a reasonable fee to be set from time to time by the Association, which shall not exceed the maximum fee allowed by law.
- (c) <u>Unauthorized Leases</u>. Any Lease Agreement disapproved pursuant to the terms of this Declaration shall be voidable unless subsequently approved by the Association or otherwise cured by the terms of this Declaration.
- (d) <u>Disapproval by Association</u>. If the Association shall disapprove a Lease Agreement, the Unit Owner shall be advised of the disapproval in writing, and the Lease Agreement shall not be made or, if previously executed by the parties, shall be null and void and of no further effect.
- 13.2 <u>Notice to Association of Purchase, Gift, Devise, Inheritance, or Other Transfers.</u> A Unit Owner, who has obtained his title by purchase, gift, devise or inheritance, or by any other manner not previously specified, shall give to the Association notice of the acquiring of his title, together with such information concerning the Unit Owner as the Association may reasonably require, and a certified copy of the instrument evidencing the Owner's title.
- 13.3 Exceptions. The foregoing provisions of this section entitled "Maintenance of Community Interests" shall not apply to a transfer to or purchase by a bank, life insurance company, savings and loan association, real estate investment trust, or other institution or any institutional lender that acquires its title as the result of owning a mortgage upon the Unit concerned, and this shall be so whether the title is acquired by deed from the mortgagor, his successors or assigns, or through foreclosure proceedings; nor shall such provision apply to a transfer, sale or lease by a bank, life insurance company, savings and loan association, real estate investment trust, or other institution or institutional lender that so acquires its title. Neither shall such provisions require the approval of a purchaser who acquires the title to a Unit at a duly advertised public sale with open bidding provided by law, such as but not limited to, execution sale, foreclosure sale, judicial sale or tax sale.

13.4 Notice of Lien or Suit.

(a) <u>A Unit Owner</u> shall give notice, in writing, to the Association of every lien upon his Unit other than for authorized mortgages, taxes and special assessments within five (5) days after the attaching of the lien.

- (b) Notice of Suit. A Unit Owner shall give notice, in writing, to the Association of every suit or other proceeding which may affect the title to his Unit, such notice to be given within five (5) days after the Unit Owner shall receive knowledge or notice thereof.
- (c) <u>Failure to Comply</u>. Failure to comply with this subsection concerning liens will not affect the validity of any judicial sale.

14. PURCHASE OF UNITS BY ASSOCIATION

The Association shall have the power to purchase Units subject to the following provisions:

- 14.1 <u>Decision</u>. The decision of the Association to purchase a Unit shall be made by its directors, without the necessity of approval by its members except as is hereinafter expressly provided.
- 14.2 <u>Limitation</u>. If at any time the Association shall be the Owner or agreed purchaser of five (5) or more Units, it may not purchase any additional Units without the prior written approval of seventy-five percent (75%) of the Unit Owners; provided, however, that the limitations hereof shall not apply to Units to be purchased at public sale resulting from a foreclosure of the Association's lien for delinquent assessments where the bid of the Association does not exceed the aggregate of the amounts due by virtue of any and all senior or superior liens against the Unit plus the money due the Association, nor shall the limitation of this Paragraph apply to Units to be acquired by the Association in lieu of foreclosure of such liens if the consideration therefor does not exceed the cancellation of such lien.

15. COMPLIANCE AND DEFAULT

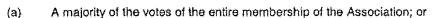
Each Unit Owner shall be governed by and shall comply with the terms of the Declaration of Condominium, Articles of Incorporation and Bylaws and the Rules and Regulations adopted pursuant to those documents, as they may be amended from time to time. Failure of a Unit Owner to comply with such documents and regulations shall entitle the Association or other Unit Owners to the following relief in addition to the remedies provided by the Condominium Act:

- 15.1 <u>Negligence</u>. A Unit Owner shall be liable for the expense of any maintenance, repair or replacement rendered necessary by his negligence or by that of any member of his family or his or their guests, employees, agents, or lessees, but only to the extent that such expense is not met by the proceeds of insurance carried by the Association.
- 15.2 <u>Costs and Attorneys' Fees.</u> In any proceeding arising because of an alleged failure of a Unit Owner or the Association to comply with the terms of the Declaration, Articles of Incorporation of the Association, the Bylaws, or the Rules and Regulations adopted pursuant to them, and the documents and regulations as they may be amended from time to time, the prevailing party shall be entitled to recover the costs of the proceeding, and recover such reasonable attorneys' fees as may be awarded by any Court, at trial or appellate levels and administrative hearings,
- 15.3 <u>No Waiver of Rights</u>. The failure of the Association or any Unit Owner to enforce any covenant, restriction or other provision of the Condominium Act, this Declaration, the Articles of Incorporation of the Association, the Bylaws or the Rules and Regulations shall not constitute a waiver of the right to do so thereafter.

16. <u>AMENDMENTS</u>

Except as, elsewhere provided otherwise, this Declaration of Condominium may be amended in the following manner:

- 16.1 <u>Notice</u>. Notice of the subject matter of a proposed amendment shall be included in the notice of meeting at which a proposed amendment is to be considered.
- 16.2 <u>Resolution of Adoption</u>. A resolution adopting a proposed amendment may be proposed by either the Board of Directors or by the members of the Association. Directors and members not present in person or by proxy at the meeting considering the amendment may express their approval in writing, provided such approval or disapproval is delivered to the Secretary of the Association at or prior to the meeting; provided, further, a written expression of approval from a member not present in person or by proxy may not be use as a vote for or against the action taken at the meeting, or used to create a quorum. Except as elsewhere provided, approval of the amendment must be either by:



- (b) Not less than two-thirds (2/3) of all the members of the Board of Directors in the case of amendments that are only for one or more of the following purposes:
- (1) To correct misstatements of fact in this Declaration or its Exhibits, including, but not limited to, the correction of errors in the legal description of the real property or in the surveys thereof. If said amendment is to correct this Declaration so that the total of the undivided shares of Unit Owners in either the Common Elements, Common Surplus or Common Expenses shall equal one hundred (100%) percent, the owners of the Units and the holders of liens or encumbrances of the Units for which modifications in the shares are being made shall also approve the amendment.
- (2) To change boundaries between Units in the manner elsewhere stated, provided the amendment is signed and acknowledged by the owners, lienors and holders of the Units concerned.
- 16.3 Proviso. Provided, however, no amendment shall (i) discriminate against any Unit Owner or against any Unit or class or group of Units unless the Unit Owner so affected shall consent, (ii) change any Unit nor the share in the Common Elements appurtenant to it nor increase the Owner's share of the Common Expenses, unless the record Owner of the Unit concerned and all record owners of liens on such Unit shall join in the execution of the amendment. Any vote to amend the Declaration of Condominium relating to a change in percentage of ownership in the Common Elements or sharing of the Common Expense shall be conducted by secret ballot. Nor shall any amendment make any change which would in any way affect any of the rights, privileges, powers and/or options herein provided in favor of or reserved to the Developer, or any person who is an officer, stockholder or director of the Developer, or any corporation having some or all of its directors, officers or stockholders in common with the Developer, unless the Developer joins in the execution of such amendment.
- 16.4 <u>Execution and Recording</u>. A copy of each amendment shall be executed by the President of the Association and attested to by the Secretary with the formalities of a deed and shall be effective upon recordation thereof in the Public Records of Osceola County.
- 16.5 <u>Surface Water Management System.</u> Any amendment of this Declaration which affects the Surface Water or Stormwater Management System, beyond maintenance in its original condition, including the water management portions of the Common Areas, must have the prior written approval of the South Florida Water Management District. The South Florida Water Management District shall have the right to enforce, by a proceeding at law or in equity, the provisions contained in this Declaration which relate to the maintenance, operation and repair of the Surface Water or Stormwater Management System.
- 16.6 <u>Scrivener's Errors</u>. Prior to the majority election meeting, Developer may amend this Declaration and any exhibits thereto in order to correct a scrivener's error or other defect or omission without the consent of the Owners or the Board of Directors, provided that such amendment does not

materially and adversely affect the rights of Unit Owners, lienors or mortgagees. This amendment shall be signed by Developer only and need not be approved by the Association, Unit Owners, lienors or mortgagees, whether or not elsewhere required for amendment, and a copy of the amendment shall be furnished to each Unit Owner, the Association and all listed mortgagees as soon after recordation thereof among the Public Records of the County and State in which the land is situate as is practicable. After the majority election meeting, amendments for the correction of scrivener's errors or other non-material changes may be made by the affirmative vote of two-thirds (2/3) of the Board of Directors and without the consent of the Unit Owners or their mortgagees or lienors.

17. TERMINATION

The condominium may be terminated in the following manners, in addition to the manner provided by the Condominium Act, so long as prior to termination or merger of the Condominium or the Association notice of said termination or merger is provided to the Division of Florida Lands Sales, Condominiums and Mobile Homes pursuant to Florida Statutes Section 718.117 (2004).

- 17.1 <u>Destruction</u>. If it is determined as provided herein that the building shall not be reconstructed because of major damage, the Condominium plan of ownership shall be terminated by the agreement of Owners who represent at least sixty-seven percent (67%) of the total allocated votes in the Association and by eligible mortgage holders who represent at least fifty-one percent (51%) of the votes of Units subject to mortgages held by eligible holders. "Eligible mortgage holder" shall mean those who hold a first mortgage on a Unit and who have requested notice, in writing, stating their name, address and the unit number of the mortgaged Unit.
- Agreement. The Condominium may be terminated at any time by the approval in writing of all record Owners of Units and all record owners of liens on Units. Notice of a meeting at which the proposed termination is to be considered shall be given to Unit Owners and all record owners of liens on Units not less than thirty (30) days prior to the date of such meeting. Provided that the approval of Owners of not less than seventy-five percent (75%) of the Common Elements, and the approval of all record Owners of liens upon the Units, are obtained at the meeting or within thirty (30) days thereafter, then the approving Owners shall have an option to buy all of the Units of the Owners not approving of termination, said option to continue for a period of sixty (60) days from the date of such meeting. Approval by a Unit Owner of a Unit, or of a lien encumbering a Unit, shall be irrevocable until expiration of the above-recited option to purchase the Unit of Owners not so approving, and if the option to purchase such Unit is exercised, then such approval shall be irrevocable. The option to purchase the Units not approving of termination shall be exercised upon the following terms:
- (a) Exercise of Option. The option shall be exercised by delivery or mailing by registered mall to each of the record Owners of the Units to be purchased an agreement to purchase signed by the record Owners of Units who will participate in the purchase. Such agreement shall indicate which Units will be purchased by each participating Owner and shall require the purchase of all Units owned by Owners not approving the termination, but the agreement shall effect a separate contract between each seller and his purchaser.
- (b) <u>Price</u>. The sale price for each Unit shall be the fair market value determined by agreement between the seller and the purchaser within thirty (30) days from the delivery or mailing of such agreement, and in the absence of agreement as to price, it shall be determined by arbitration in accordance with the then existing rules of the American Arbitration Association by appraisers appointed by the American Arbitration Association who shall base their determination upon an average of their appraisals of the Unit; and a judgment of specific performance of the sale upon the award rendered by the arbitrators may be entered in any Court of competent jurisdiction. The expense of the arbitration shall be paid by the purchaser. In any such action for specific performance the prevailing party shall also be entitled to his reasonable attorneys' fees and costs incurred in connection therewith.

- (c) <u>Payment</u>. The purchase price shall be paid in cash, provided, in the event there shall be a pre-existing first mortgage on the Unit, then the purchaser shall have the option of assuming the remaining principal obligation thereof, and that portion of the purchase price which is in excess of such mortgage shall be payable in cash at closing.
- (d) <u>Closing</u>. The sale shall be closed within thirty (30) days following determination of the sale price.
- 17.3 <u>Certificate</u>. Termination of the Condominium in either of the foregoing manners shall be evidenced by a certificate of the Association executed by its President and Secretary certifying to the facts effecting the termination, said certificate to become effective upon being recorded in the Public Records of the County and State in which the land is situate.
- 17.4 <u>Shares of Owners after Termination</u>. After termination of the Condominium, the Unit Owners shall own the Condominium Property and all assets of the Association as tenants in common in undivided shares that shall be the same as the undivided shares in the Common Elements appurtenant to the Owners' Units prior to the termination.
- 17.5 <u>Surface Water or Stormwater Management System</u>. In the event of termination, dissolution or final liquidation of the Association, the responsibility for the operation and maintenance of the Surface Water or Stormwater Management System must be transferred to and accepted by an entity which would comply with Section 40C-42.027, F.A.C., and be approved by the South Florida Water Management District prior to such termination, dissolution or liquidation.

18. DEVELOPER'S RESPONSIBILITY FOR ASSESSMENTS

The Developer guarantees that the assessment for Common Expenses for each Unit of the Condominium which is owned by persons other than Developer shall not increase over the sum of \$774.00 per quarter (including reserves) beginning on the date of recording of the Declaration and continuing until the end of the first calendar year from the date of the recording of the Declaration, or upon transfer of control of the Condominium Association to Unit Owners other than Developer, whichever occurs first. Developer, at its sole discretion, shall have the option of renewing its guarantee period on an annual basis for not more than five (5) years from the end of the first calendar year from the date of the recording of the Declaration. Developer shall exercise its option by providing written notice to the Association of its intent to renew the guarantee period at least thirty (30) days prior to the expiration of the initial guarantee period and subsequent guarantee periods. During the guarantee period, Developer is excused from any obligation to pay the share of Common Expenses which would have been assessed against. Units owned by Developer during such guarantee period, provided Developer shall be responsible for paying the difference between the Condominium Association's expenses of operation otherwise to be funded by annual assessments and the amount received from Unit Owners, other than the Developer, in payment of the annual assessments levied against their Units.

19. SEVERABILITY

The invalidity in whole or in part of any covenant or restriction, or any section, sub-section, sentence, clause, phrase or word, or other provision of this Declaration of Condominium and the Articles of Incorporation, Bylaws and Rules and Regulations of the Association shall not affect the validity of the remaining portions.

20. SUCCESSOR TO DEVELOPER'S INTERESTS

For purposes of this Declaration of Condominium, the term "Developer" shall include the person or entity declaring the property to condominium ownership and any person or entity, including the construction mortgagee, who shall succeed to the Developer's interest in title and ownership, whether by

purchase, foreclosure or deed in lieu of foreclosure and such successor shall have all of the rights and privileges of the Developer.

21. RULE AGAINST PERPETUITIES

The rule against perpetuities shall not defeat a right given any person or entity by the Declaration of Condominium for the purpose of allowing Unit Owners to retain reasonable control over the use, occupancy and transfer of Units.

22. JOINDER AND CONSENTS

A person who joins in or consents to the execution of this Declaration of Condominium subjects his interest in the condominium property to the provisions of the Declaration.

23. ENFORCEABILITY

All provisions of this Declaration of Condominium are enforceable equitable servitudes, run with the land and are effective until the Condominium is terminated.

24. PARTITION

The undivided share and the Common Elements which is appurtenant to a Unit shall not be separated from it and shall pass with the title to the Unit, whether or not separately described; the share and the Common Elements appurtenant to a Unit cannot be conveyed or encumbered except together with the Units; shares and the Common Elements appurtenant to Units are undivided, and no action for Partition of the Common Elements shall lie.

25. REQUIREMENTS OF FNMA, FHLMC AND HUD

Notwithstanding anything herein to the contrary set forth in this Declaration of Condominium and its attached Exhibits, the following shall prevail and be binding on all Unit Owners, the Developer, and anyone having an interest in the Condominium Property where a lender holds a mortgage upon a Unit in this Condominium and is subject to the Federal Home Loan Mortgage Corp. ("FHLMC"), Federal National Mortgage Association ("FNMA"), U.S. Department of Housing and Urban Development ("HUD"), and/or Veterans Administration ("VA") regulations:

- 25.1 Any "right of first refusal" contained in the Condominium constituent documents shall not impair the right of a first mortgagee to:
- (a) Foreclose or take title to a Condominium Unit pursuant to the remedies provided in the mortgage, or
- (b) Accept a deed (or assignment) in lieu of foreclosure in the event of default by a mortgagor, or
 - (c) Sell or lease a Unit acquired by the mortgagee.
- 25.2 Any first mortgagee who obtains title to a Condominium Unit pursuant to the remedies provided in the mortgage or foreclosure of the mortgage will not be solely liable for such Unit's unpaid dues or charges which accrue prior to the acquisition of title to such Unit by the mortgagee; provided, however, except to the extent limited by the Condominium Act, the first mortgagee shall be jointly and severally liable for with the previous owner for unpaid assessments that previously came due prior to the acquisition of title to such Unit. Such first mortgagee shall be pay the delinquent amount owned to the Association within thirty (30) days of such transfer of title.

- 25.3 Except as previded by statute in case of condemnation or substantial loss to the Units and/or common elements of the Condominium Project, unless at least fifty-one percent (51%) of the eligible mortgage holders (based on one vote for each first mortgage owned) in the case of an act materially affecting the rights or interests of the mortgagees, or as otherwise required by the Federal National Mortgage Association or the Federal Home Loan Mortgage Corporation, such consent of the mortgage holders not to be unreasonably withheld, and by Owners who represent at least sixty-seven percent (67%) of the total allocated votes in the Association (other than the sponsor, Developer, or builder) of the individual Condominium Units have given their prior written approval, Condominium Homeowners Association shall not be entitled to:
 - (a) By act or omission, seek to abandon or terminate the Condominium Project;
- (b) Change the pro-rata interest or obligations of any individual Condominium Unit for the purpose of: (i) levying assessments or charges or allocating distributions of hazard insurance proceeds or condemnation awards, or (ii) determining the pro-rata share of ownership of each Condominium Unit and the Common Elements;
- (c) Partition or subdivide any Condominium Unit, or the exclusive easement rights appertaining thereto;
- (d) By act or omission, seek to abandon, partition, subdivide, encumber, sell or transfer the Common Elements or Limited Common Elements. (The granting of easements for public utilities or for other public purposes consistent with the intended use of the Common Elements for the Condominium Project shall not be deemed a transfer within the meaning of this clause.);
- (e) Use hazard insurance proceeds for losses to any Condominium Property (whether to Units or to Common Elements) for other than the repair, replacement or construction of such Condominium Property substantially in accordance with the original plans and specifications and this Declaration:
 - (f) Change the voting rights appertaining to any Unit;
- (g) Amend any provisions of the Declaration, Articles or Bylaws which are for the express benefit of holders or insurers or first mortgages on Units;

Notwithstanding the foregoing, if an eligible mortgage holder fails to respond to any written proposal within thirty (30) days after it receives proper notice of the proposal, provided that notice was delivered by registered or certified mail with a return receipt requested, implied approval may be assumed.

- 25.4 All taxes, assessments and charges which may become liens prior to the first mortgage under local law shall relate only to the individual Condominium Units and not to the Condominium Project as a whole.
- 25.5 No provision of the Condominium constituent documents gives a Condominium Unit Owner, or any other party, priority over any rights of the first mortgage of the Condominium and Unit pursuant to its mortgage in the case of a distribution to such Unit Owner or owner of insurance proceeds or condomnation awards for losses to or a taking of Condominium Units and/or common elements.
- 25.6 If the Condominium Project is on a leasehold estate, the Condominium Unit lease is a lease or a sublease of the fee, and the provisions of such lease comply with FHLMC requirements.

- 25.7 All amenities (such as parking and service areas) are a part of the Condominium Project and are covered by the mortgage at least to the same extent as are the common elements. All such common elements and amenities are fully installed, completed and in operation for use by the Condominium Unit Owners. If such amenities are not common or special elements under the Condominium Project, but are part of a PUD, of which the Condominium Project is a part, such an arrangement is acceptable provided that the warranties applicable to PUD units are all satisfied, or warvers obtained.
- 25.8 Unless waived pursuant to Section 718.112(2)(f) Florida Statutes, condominium dues or charges shall include an adequate reserve fund for maintenance, repairs and replacement of those common elements that must be replaced on a periodic basis, and shall be payable in regular installments rather than by special assessments.
- 25.9 The Association may cancel, without penalty or cause, any contract or lease made by it before Unit Owners, other than the Developer, assume control of the Association, upon written notice to the other party.
- 25.10 Upon written request, the Association shall furnish the following notices to the holder, insurer or guarantor of any mortgage of any unit in the condominium:
- (a) Notice of any condemnation or casualty loss that affects a material portion of the condominium property or the applicable unit.
- (b) Notice of any delinquency and the payment of the assessments or charges more than sixty (60) days past due as to the applicable unit.
- (c) Notice of any lapse, cancellation or material modification of any insurance policy or fidelity bond maintained by the Association.
- (d) Notice of any proposed action which would require the consent of a percentage of mortgage holders.
- 25.11 Notwithstanding anything herein set forth in this Declaration of Condominium for purposes of this Declaration, the term "institutional mortgagee" shall be construed to include the Federal Home Loan Mortgage Corp. and Federal National Mortgage Association.
- 25.12 The Association shall purchase and maintain policies of insurance and fidelity bond coverage in accordance with requirements under Chapter 7, Article VIII of FNMA Selling Guide, Insurance Requirements, and the requirements of Chapter 718.111(11)(d) Florida Statutes, as amended from time to time.
- 25.13 Amendments of a material nature must be agreed to by Owners who represent at least sixty-seven percent (67%) of the total allocated votes in the Association and in the case of an amendment materially affecting the rights or interests of the mortgages, or as otherwise required by the Federal National Mortgage Association or the Federal Home Loan Mortgage Corporation, by eligible mortgage holders who represent at least fifty-one percent (51%) of the votes of Units subject to mortgages held by eligible holders. Such consent of the mortgage holders may not be unreasonably withheld. A change to any of the provisions governing the following would be considered as material:
 - voting rights;
 - increases in assessments that raise the previously assessed amount by more than 25%, assessment liens, or the priority of assessment liens;

- reductions in reserves for maintenance, repair and replacement of Common Elements;
- responsibility for maintenance and repairs;
- reallocation of interests in the Common Elements or Limited Common Elements, or rights to their use;
- redefinition of any Unit boundaries;
- convertibility of Units into Common Elements or vice versa;
- expansion or contraction of the Condominium, or the addition, annexation, or withdrawal of property to or from the Condominium;
- hazard or fidelity insurance requirements;
- imposition of any restrictions on the leasing of Units;
- * imposition of any restrictions on a Unit Owner's right to sell or transfer his or her Unit;
- a decision by the Association to establish self-management if professional management had been required previously by an eligible mortgage holder;
- restoration or repair of the Condominium (after damage or partial condemnation) in a manner other than that specified in the Declaration; or
- * any provisions that expressly benefit mortgage holders, insurers, or guarantors.
- 25.14 The Unit Owner shall have a perpetual, unrestricted right of ingress and egress to his or her Unit, such right to pass with the Unit as transfers of ownership of the Unit occur. Any conveyance, encumbrance, judicial sale, or other transfer (voluntary or involuntary) of an individual interest in the Common Elements shall be void unless the Unit to which that interest is allocated is also transferred.

26. MERGER AND CONSOLIDATION

As provided by Florida Statute 718.110(7) (2004), this Condominium shall be entitled to merge or consolidate with any other condominium which may now or hereafter be created for the Units or Residential Dwellings located on the lands set forth on Exhibit "A" attached hereto. Said merger or consolidation shall allow the operation of the project as though it was a single condominium for all matters, including budgets, assessments, accounting, record-keeping and similar matters. In the event of such merger or consolidation, Common Expenses for residential condominiums in such a project being operated by a single Association may be assessed against all Unit Owners in such project pursuant to the proportions or percentages established therefore in the Declarations as initially recorded or in the Bylaws as initially adopted, subject, however, to the limitations of Florida Statute 718.116 and 718.302. Such merger or consolidation shall be complete upon compliance with 718.110(7) (2004).

27. COMMUNITY ASSOCIATION

27.1 <u>Community Association</u>. The BELLA TRAE COMMUNITY ASSOCIATION, INC., a Florida non-profit corporation (the "Community Association"), has been established to administer, operate and maintain certain land and facilities in the BELLA TRAE community for all residents of BELLA TRAE, whether in a condominium form of ownership or otherwise, as more particularly described in the Community Declaration for Bella Trae, recorded in the Public Records of Osceola County, Florida, and all

amendments thereto, which are made from time to time, all of which are hereinafter collectively referred to as the "Community Declaration."

- 27.2 <u>Community Association Purpose</u>. The Community Declaration provides for the Community Association to operate, maintain, replace and repair the Community Association common area as defined in the Community Declaration (the "Community Common Area"), and any improvements thereon,; to operate, maintain, replace and repair the Club Facilities (as defined in the Community Declaration); to maintain, operate, replace and repair any irrigation facilities servicing land which the Community Association is obligated to maintain, including but not limited to, the grassed or landscaped areas of the Community Common Area; to pay for the costs of street lighting for Community Common Areas, streets, or other areas designated by the Community Association Board of Directors; and take such other action as the Community Association is authorized to take pursuant to its Articles of Incorporation and Bylaws, or the Community Declaration. All of the foregoing shall be used in common by the Unit Owners and other members of the Community Association.
- 27.3 <u>Membership in the Community Association</u>. Membership in the Community Association is mandatory for all Unit Owners. Each Owner shall have the number of votes in the Community Association as set forth in the Community Declaration, with voting rights to be exercised as set forth in the Community Declaration, Articles of Incorporation and Bylaws of the Community Association.
- 27.4 <u>Community Association Assessments</u>. The Community Declaration provides for the making and collecting of assessments against Unit Owners, for the expenses of operating the Community Association, operating and maintaining the Community Common Area, including the Club Facilities, and otherwise carrying out the duties and responsibilities of the Community Association under the Community Declaration. The Community Association has been granted a lien by the Community Declaration against each Unit in the Condominium, and other rights, to secure payment of any assessment or other amounts due with respect to such Unit. The Community Association shall collect assessments and other charges in accordance with the provisions of the Community Declaration. Each Unit Owner, as a member of the Community Association, and their guests, lessees and invitees, is granted a non-exclusive right and easement over, across and through the Community Common Area, including the Club Facilities for the use and enjoyment of such Unit Owners. Each Unit Owner, and every lessee, invitee, licensee, agent, servant, guest and family member of any Owner shall be bound by the Articles of Incorporation and Bylaws of the Community Association, the terms and conditions of the Community Declaration, and all rules and regulations promulgated by the Community Association.
- 27.5 <u>Community Association Architectural Review Committee</u>. Pursuant to the terms of the Community Declaration, the Community Association has created or will create an Architectural Review Committee (the "ARC"). All improvements to be constructed within the Condominium Property will be subject to, and must be approved in accordance with, the procedures set forth in the Community Declaration. The Developer declares that the Condominium Property shall be held, transferred, sold, conveyed and occupied subject to and in conformance with all building, use and other restrictions set forth in the Community Declaration.

28. CHAMPIONSGATE MASTER ASSOCIATION

28.1 <u>Master Association</u>. The CHAMPIONSGATE PROPERTY OWNERS' ASSOCIATION, INC., a Florida not for profit corporation (the "Master Association"), has been established to administer, operate and maintain certain land and facilities in the master community of which this Condominium is a part ("CHAMPIONSGATE") for all residents of CHAMPIONSGATE, whether in a condominium form of ownership or otherwise, as more particularly described in the Declaration of Covenants, Conditions and Restrictions for ChampionsGate recorded in OR Book 1851, Page 1611 of the Public Records of Osceola County as amended from time to time (the "Master Declaration").

- 28.2 Master Association Purpose. RIDA ASSOCIATES LIMITED PARTNERSHIP, a Florida limited partnership (the "Master Declarant") created the CHAMPIONSGATE Community Development District ("CDD") within CHAMPIONSGATE. Property in proximity this Condominium may be owned by the CDD, such as the roads, drainage system, utilities, street lights and/or landscape areas. Such facilities shall not be part of the Common Elements, but will be part of the infrastructure facilities owned by the CDD ("Facilities"). The Master Declaration provides for the Master Association, to the extent not maintained and administered by the CDD, the Association or the Community Association, to operate, maintain and repair Common Areas and Special Common Areas (as defined in the Master Declaration) which may be located within its jurisdiction; and take such other action as the Master Association is authorized to take pursuant to the Master Articles of Incorporation, Bylaws or Master Declaration.
- 28.3 <u>Membership in the Master Association.</u> Membership in the Master Association is mandatory. Each Owner of a Unit shall be a member of the Master Association. Each Owner shall have the number of votes in the Master Association as set forth in the Master Declaration, with voting rights to be exercised as set forth in the Master Declaration, Articles of Incorporation and Bylaws of the Master Association.
- 28.4 <u>Master Association Assessments</u>. The Master Declaration provides for the making and collecting of assessments against Unit Owners, for the expenses of operating the Master Association and otherwise carrying out the duties and responsibilities of the Master Association under the Master Declaration. The Master Association has been granted a lien by the Master Declaration against each Unit in the Condominium, and other rights, to secure payment of any assessment or other amounts due with respect to such Unit. The Master Association shall collect assessments and other charges in accordance with the provisions of the Master Declaration.
- 28.5 <u>Master Design Review Committee</u>. Pursuant to the terms of the Master Declaration, the Master Association has created or will create an Master Design Review Committee (the "MDRC"). All improvements to be constructed within the Condominium Property will be subject to, and must be approved in accordance with, the procedures set forth in the Master Declaration.

29. IITLE DOCUMENTS

Each Owner by acceptance of a deed to a Unit acknowledges that such Unit is subject to certain land use and title documents and all amendments thereto recorded in the Public Records of Osceola County, including without limitation, this Declaration (collectively, the "Title Documents"), as follows:

- 29.1 Restrictions, covenants, conditions and easements, which provide for the collection of assessments, in the Declaration of Covenants, Conditions and Restrictions recorded March 22, 2001 in Official Records Book 1851, Page 1611; and amended by the First Amendment to Declaration of Covenants, Conditions and Restrictions for Championsgate recorded in Official Records Book 2003, Page 2030; with First Supplemental Declaration to Declaration of Covenants, Conditions and Restrictions for Championsgate recorded in Official Records Book 2109, Page 839; and further amended by the Second Amendments to Declaration of Covenants, Conditions and Restrictions for Championsgate recorded in Official Records Book 2270, Page 250 and Official Records Book 2370, Page 150; Third Amendment to Declaration of Covenants, Conditions and Restrictions for Championsgate recorded in Official Records Book 2479, Page 1390; and Fourth Amendment to Declaration of Covenants, Conditions and Restrictions for Championsgate recorded in Official Records Book 2614, Page 449, all In the Public Records of Osceola County, Florida.
- 29.2 Grant of Access and Utilities Easement by and between RIDA Associates Limited Partnership, a Delaware Limited Partnership, and Championsgate Community Development District recorded April 30, 1999 In Official Records Book 1611, Page 41; and amended by the Modification of Access and Utilities Easement recorded in Official Records Book 2594, Page 1143, all in the Public

Records of Osceola County, Florida.

- 29.3 Grant of Access and Utilities Easement by and between The City of Kissimmee and Championsgate Community Development District recorded April 30, 1999 in Official Records Book 1611, Page 51, Public Records of Osceola County, Florida.
- 29.4 Grant of Utility, Drainage, Access and Lift Station Easement in favor of RIDA Associates Limited Partnership, a Delaware Limited Partnership, recorded September 13, 2004 in Official Records Book 2594, Page 1166, Public Records of Osceola County, Florida.
- 29.5 DRI Transportation Proportionate Share Agreement by and between RIDA Associates Limited Partnership, a Delaware Limited partnership; the State of Florida Department of Transportation; and Osceola County, Florida recorded October 17, 2002 in Official Records Book 2130, Page 1146, Public Records of Osceola County, Florida.
- 29.6 Osceola County Development Order (RIDA/ChampionsGate) recorded November 30, 1998 in Official Records Book 1554, Page 2319; and amended by the Amendment to the Osceola Development Order recorded in Official Records Book 2101, Page 2827; and modified by the Third Amended and Restated Osceola County Development Order recorded in Official Records Book 2148, Page 971; and further modified by the Fourth Amended and Restated Osceola County Development Order recorded in Official Records Book 2504, Page 1307; with Assignment of Daily Trips/Development Rights; Restriction to Intended Use recorded in Official Records Book 2594, Page 1177, all in the Public Records of Osceola County, Florida,
- 29.7 Agreement for Water and Sewer Line Extension and Provision of Potable Water Supply and sanitary Sewage Treatment and Disposal by and between The City of Kissimmee and RIDA Associates Limited Partnership recorded September 29, 2003 in Official Records Book 2349, Page 31, Public Records of Osceola County, Florida.
- 29.8 Declaration of Consent to Jurisdiction of Community Development District and to Impose of Special Assessments recorded December 30, 1998 in Official Records Book 1563, Page 1390, Public Records of Osceola County, Florida.
- 29.9 Notice of Establishment of Championsgate Community Development District recorded October 13, 1999 in Official Records Book 1663, Page 2483, Public Records of Osceola County, Florida.
- 29.10 Use Restrictions contained in the Declaration of Restrictive Covenants recorded July 25, 2001 In Official Records Book 1908, Page 404, Public Records of Osceola County, Florida.
- 29.11 Use Restrictions contained in the Restrictive Covenants recorded October 16, 2001 in Official Records Book 1944, Page 1302 and re-recorded In Official Records Book 1992, Page 2628, Public Records of Osceola County, Florida.
- 29.12 Use Restrictions contained in the Restrictive Covenants recorded April 19, 2002 in Official Records Book 2037, Page 842, Public Records of Osceola County, Florida.
- 29.13 Use Restrictions contained in the Restrictive Covenants recorded June 27, 2002 in Official Records Book 2071, Page 2810, Public Records of Osceola County, Florida.
- 29.14 Use Restrictions contained in the Restrictive Covenants recorded December 19, 2003 in Official Records Book 2410, Page 183, Public Records of Osceola County, Florida,
- 29.15 Easement Grant In favor of Houston Texas Gas and Oil Corporation, a Delaware Corporation, its successors and assigns, recorded September 17, 1958 in Official Records Book 29, Page

- 354; with Modification of Easement and Quit Claim Deed recorded in Official Records Book 750, Page 586, Public Records of Osceola County, Florida.
- 29.16 Easement in favor of the City of Kissimmee, Florida recorded July 13, 1987 in Official Records Book 845, Page 2680, Public Records of Osceola County, Florida.
- 29.17 Easement in favor of the City of Kissimmee, Florida recorded May 22, 1987 in Official Records Book 840, Page 2000, Public Records of Osceola County, Florida.
- 29.18 Declaration of Restrictions recorded In Official Records Book 826, Page 1974; and modified by the Modification of Restrictions recorded in Official records Book 2109, Page 785, all in the Public Records of Osceola County, Florida.
- 29.19 Grant of Easement In favor of Sprint-Florida, Incorporated, recorded October 20, 2000 In Official Records Book 1796, Page 400, Public Records of Osceola County, Florida.
- 29.20 Drainage Easement in favor of the State of Florida, Department of Transportation, recorded April 13, 1999 in Official Records Book 1604, Page 629, Public Records of Osceola County, Florida.
- 29.21 Encroachment Agreement by and between Florida Gas Transmission Company, a Delaware corporation, and RIDA Associated Limited Partnership, recorded March 15, 2000 in Official Records Book 1714, Page 1251, Public Records of Osceola County, Florida.
- 29.22 Drainage Easement Agreement recorded March 22, 2001 in Official Records Book 1851, Page 1678, Public Records of Osceola County, Florida.
- 29.23 Sewer Easement Agreement recorded May 14, 2001 in Official Records Book 1872, Page 789, Public Records of Osceola County, Florida.
- 29.24 Distribution Easements in favor of Florida Power Corporation, doing business as Progress Energy Florida, Inc., a Florida corporation, recorded February 27, 2004 in Official Records Book 2452, Page 2162 and Page 2166, Public Records of Osceola County, Florida.
- 29.25 Restrictions, dedications, conditions, reservations, easements and other matters shown and disclosed by the plat of CHAMPIONSGATE VILLAGE recorded in Plat Book 12, Pages 39, 40 and 41, Public Records of Osceola County, Florida.
- 29.25 Restrictions, dedications, conditions, reservations, easements and other matters shown and disclosed by the plat of CHAMPIONSGATE VILLAGE PHASE 1 recorded in Plat Book 12, Pages 80 and 81, Public Records of Osceola County, Florida.
- 29.26 Certificate of Acknowledgment recorded September 16, 1996 in Official Records Book 1350, Page 1, Public Records of Osceola County, Florida.
- 29:27 Certified Copy of Resolutions of the Board of Directors of Pulte Home Corporation recorded March 8, 2004 in Official Records Book 2459, Page 1336, Public Records of Osceola County, Florida.
- 29.28 Grant of Access Easement recorded In Official Records Book 2594, Page 1148, Public Records of Osceola County, Florida.

ALL OF THE FOREGOING ARE RECORDED IN THE PUBLIC RECORDS OF OSCEOLA COUNTY, FLORIDA			
IN WITNESS WHEREOF, the Developer	has executed this Declaration this 5th day of		
Signed, Sealed and Delivered in the Presence of:	PULTE HOME CORPORATION, a Michigan gorporation		
Mulith & Luncan Plint: Judith L. Duncan The (Hel)	Print Name Ma A. Tridail As:		
Pridt:	(Corporate Seal)		
STATE OF FLORIDA) COUNTY OF Orange) The foregoing instrument was acknowledged before me this 5 day of April 200 la, by Marc A. Tindell , as of PULTE HOME CORPORATION, a Michigan corporation, on behalf of the corporation. [He] [She] 🖾 is personally known to me or 🗆 has produced as identification.			
MARLENA L. DURRE NOT MAY COMMISSION # DD 195343	Marlena L. Durec it Name commission expires: 3/22/07		
EXHIBITS: "A" - Property "A-1" - "A-32" - Phase 1 - Phase 32 Property "B" - Undivided Interest in Common Elements "C" - Articles of Incorporation "D" - Bylaws "E" - SFWMD Permit			