

\$204.00 DEED Receipt #150931

L1-36790 202495509 9/20/2002

RECORDED BENNARD J. YOUNGBLOOD, RESISTER OF DEMennard J. Younsblood

WAYNE COUNTY, HI

Wayne Co. Resister of Deeds

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SEP 20 2002

#### MASTER DEED

#### HURON POINTE CONDOMINIUM

This Master Deed is made and executed on this 22nd day of August, 2002, by Huron Pointe Homes, L.L.C., a Michigan limited liability company (the "Developer"), whose address is 26561 West 12 Mile Road, Suite 207, Southfield, MI 48034, in pursuance of the provisions of the Michigan Condominium Act (being Act 59 of the Public Acts of 1978, as amended) (the "Act").

WHEREAS, the Developer desires by recording this Master Deed, together with the Bylaws attached hereto as Exhibit A and together with the Condominium Subdivision Plan attached hereto as Exhibit B (both of which are incorporated by reference into and made a part of this Master Deed), to establish the real property described in Article II below, together with the improvements located and to be located thereon, and the appurtenances thereto, as a residential site Condominium Project under the provisions of the Act.

NOW, THEREFORE, the Developer does, upon the recording hereof, establish Huron Pointe Condominium (the "Condominium," the "Project" or the "Condominium Project") as a Condominium Project under the Act, and does declare that Huron Pointe Condominium shall, after such establishment, be held, conveyed, hypotheted, encumbered, leased, rented, occupied, improved, or in any other manner utilized, subject to the provision, of the Act, and to the covenants, conditions, restrictions, uses, limitations and affirmative obligations set forth in this Master Deed and the attached Exhibits A and B, all of which shall be deemed to run with the land and shall be a burden and a benefit to the Developer, its successors and assigns, and any persons acquiring or owning an interest in the Condominium, and their successors and assigns. In furtherance of the establishment of the Condominium Project, it is provided as follows:

#### ARTICLE I

#### TITLE AND NATURE

The Condominium Project shall be known as Huron Pointe Condominium, Wayne County Condominium Subdivision Plan No. 474. The Condominium Project is established in accordance with the Act. The Units contained in the Condominium Project, including the number, boundaries, dimensions and area of each, are set forth completely in the Condominium Subdivision Plan attached hereto as Exhibit B. Each Unit is capable of individual utilization on account of having its own entrance from and exit to a Common Element of the Condominium Project. Each Co-owner in the Condominium Project shall have an exclusive right to his or her Unit and shall have undivided and inseparable rights to share with other Co-owners the General Common Elements of the Condominium.

DANIEL P. LÂNE PLAT ENGINEER This is to certify that there are no tax liens or this property and that taxes are paid for FIVE YEARS vious to date of this instrument EXCEPT.

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#### ARTICLE II

#### LEGAL DESCRIPTION

The land that is submitted to the Condominium Project that is established by this Master Deed is described as follows:

A PART OF THE SOUTHWEST ¼ OF SECTION 11, TOWN 5 SOUTH, RANGE 10 EAST, BROWNSTOWN TOWNSHIP, WAYNE COUNTY, MICHIGAN, DESCRIBED AS BEGINNING AT A POINT ON THE SOUTH LINE OF SAID SECTION 11 ALSO BEING THE CENTERLINE OF HURON RIVER DRIVE (120 FT. WD. AS NOW ESTABLISHED) AND BEING N 86°40′28" E 1372.33 FEET FROM THE SOUTHWEST CORNER OF SAID SECTION 11 AND PROCEEDING THENCE N 01°02′49" W 200.16 FEET; THENCE S 86°40′28" W 60.05 FEET TO A POINT ON THE EAST LINE OF RIVER VALLEY CONDOMINIUMS AS RECORDED IN LIBER 29824, PAGE 2909; THENCE ALONG SAID EAST LINE N 01°02′49" W 2377.54 FEET TO A POINT ON THE EAST AND WEST ¼ LINE OF SECTION 11 AND THE SOUTH LINE OF CAMBRIDGE MEADOWS SUBDIVISION NO. 2 AS RECORDED IN LIBER 118 OF PLATS, PAGES 71-74. W.C.R.; THENCE ALONG SAID EAST AND WEST ¼ LINE OF SECTION 11 N 87°57′22" E 324.37 FEET; THENCE S 01°07′30" E 2570.30 FEET TO A POINT ON THE SOUTH LINE OF SAID SECTION 11; THENCE S 86°40′28" W ALONG SAID SOUTH LINE 268.02 FEET TO THE POINT OF BEGINNING AND CONTAINING 18.99 ACRES.

#### ARTICLE III

#### **DEFINITIONS**

Certain terms are utilized not only in this Master Deed and the attached Exhibits A and B, but are or may be used in various other instruments such as, by way of example and not limitation, the Articles of Incorporation and Rules and Regulations, if any, of the Huron Pointe Condominium Association, a Michigan non-profit corporation, and deeds, mortgages, liens, land contracts, easements and other instruments affecting the establishment of, or transfer of, interests in Huron Pointe Condominium as a Condominium. Wherever used in such documents or any other pertinent instruments, the terms set forth below shall be defined as follows:

- Section 1. Act. The "Act" means the Michigan Condominium Act, being Act 59 of the Public Acts of 1978, as amended.
- Section 2. <u>Association</u>. "Association" means Huron Pointe Condominium Association, which is the non-profit corporation organized under Michigan law of which all Co-owners shall be members, which corporation shall administer, operate, manage and maintain the Condominium.
- Section 3. <u>Bylaws</u>. "Bylaws" means the attached Exhibit A, being the Bylaws setting forth the substantive rights and obligations of the Co-owners and required by Section 3(8) of the Act to be recorded as part of the Master Deed. The Bylaws shall also constitute the Corporate Bylaws of the Association as provided for under the Michigan Nonprofit Corporation Act.
- Section 4. <u>Common Elements</u>. "<u>Common Elements</u>," where used without modification, means both the General and Limited Common Elements described in Article IV hereof.

- Section 5. <u>Condominium Documents</u>. "Condominium Documents" means and includes this Master Deed and the attached Exhibits A and B, and the Articles of Incorporation, Bylaws and Rules and Regulations, if any, of the Association, as all of the same may be amended from time to time.
- Section 6. <u>Condominium Premises</u>. "Condominium Premises" means and includes the land described in Article II above, all improvements and structures thereon, and all easements, rights and appurtenances belonging to Huron Pointe Condominium as described above.
- Section 7. <u>Condominium, Project or Condominium Project.</u> "Condominium," "Project" or "Condominium Project" means Huron Pointe Condominium, as a Condominium Project established in conformity with the Act.
- Section 8. <u>Condominium Subdivision Plan</u>. "Condominium Subdivision Plan" means Exhibit B attached to this Master Deed.
- Section 9. <u>Co-owner, Owner and Non-Developer Co-owner</u>. "Co-owner" means a person, firm, corporation, partnership, association, trust or other legal entity or any combination thereof who or which owns one or more Units in the Condominium Project. The terms "Owner" or "Non-developer Co-owner," wherever used, shall be synonymous with the term "Co-owner."
- Section 10. <u>Developer</u>. "Developer" means Huron Pointe Homes, L.L.C., a Michigan limited liability company, which has made and executed this Master Deed, and its successors and assigns, including any successor developer(s) under section 135 of the Act. All successor developers under Section 135 of the Act shall always be deemed to be included within the term "Developer" whenever, however and wherever such terms are used in the Condominium Documents.
- Section 11. <u>Development and Sales Period</u>. "Development and Sales Period," for the purposes of the Condominium Documents and the rights reserved to the Developer thereunder, means the period commencing with the recording of the Master Deed and continuing as long as the Developer owns any Unit which it offers for sale. For the purposes of this Section, the term "Developer" shall also mean any successor developer(s) as defined in Section 135 of the Act.
- Section 12. <u>First Annual Meeting</u>. "First Annual Meeting" means the initial meeting at which non-developer Co-owners (other than First Purchaser Builders) are permitted to vote for the election of all Directors and upon all other matters which properly may be brought before the meeting. Such meeting is to be held, subject to Bylaws Article IX, Section 2(a), (a) in the Developer's sole discretion after 50% of the Units that may be created are sold to other than First Purchaser Builders, or (b) mandatorily within (i) 54 months from the date of the first Unit conveyance to other than a First Purchaser Builder, or (ii) 120 days after 75% of the Units that may be created are sold to other than First Purchaser Builders, whichever first occurs.
- Section 13. <u>First Purchaser Builder</u>. "First Purchaser Builder" means a person, firm, corporation, partnership, association, or other legal entity or any combination of those entities, who is a licensed residential builder under Article 24 of the Occupational Code, 1980 PA 229, MCL 339.2401 to 339.2412, and who owns one or more Condominium Units within the Project not for personal use but for resale in the ordinary course of business. Conveyance of a Condominium Unit by the Developer to a First Purchaser Builder, even though not an affiliate of the Developer, is not considered a sale to a Non-developer Co-owner until such time as the First Purchaser Builder conveys any Unit with a completed residence on it or until it conveys a completed residence which is occupied.
- Section 14. Agreement for Maintenance or Storm Water Detention System Agreement. "Agreement for Maintenance" and "Storm Water Detention System Agreement" mean the Agreement for Maintenance of a

Storm Water Detention System and for the Establishment of a Special Assessment District entered into between the Developer and the Township of Brownstown on October 15, 2001, and recorded in the Wayne County Public Records on November 13, 2001 in Liber 35133 at Page 363.

- Section 15. <u>Transitional Control Date</u>. "Transitional Control Date" means the date on which a Board of Directors of the Association takes office pursuant to an election in which the votes that may be cast by eligible Co-owners unaffiliated with the Developer exceed the votes which may be cast by the Developer.
- Section 16. <u>Unit or Condominium Unit</u>. "Unit" or "Condominium Unit" each mean a single Unit in Huron Pointe Condominium, as such space may be described in Article V, Section 1 of this Master Deed and on the attached Exhibit B, and shall have the same meaning as the term "Condominium Unit" as defined in the Act. All structures and improvements now or hereafter located within the boundaries of a Unit shall be owned in their entirety by the Co-owner of the Unit within which they are located and shall not, unless otherwise expressly provided in the Condominium Documents, constitute General Common Elements. The Developer does not intend to and is not obligated to install any structures whatsoever within the Units or their appurtenant Limited Common Elements.
- Section 17. <u>Consolidating Master Deed.</u> "Consolidating Master Deed" means the final amended Master Deed and "as built" plans required under the Act which shall describe Huron Pointe as a completed Condominium Project and shall reflect the entire land area in the Condominium Project, the exercise of conversion rights resulting from parcels that may have been added to and/or withdrawn from the Condominium from time to time under Articles VI and VII of this Master Deed, and all Units and Common Elements therein, as constructed, and which shall express percentages of value pertinent to each Unit as finally readjusted. Such Consolidating Master Deed, if and when recorded in the office of the Wayne County Register of Deeds, shall supersede the previously recorded Master Deed for the Condominium and all amendments thereto.

Whenever any reference herein is made to one gender, the same shall include a reference to any and all genders where the same would be appropriate; similarly, whenever a reference is made herein to the singular, a reference shall also be included to the plural where the same would be appropriate and vice versa.

#### ARTICLE IV

#### COMMON ELEMENTS

The Common Elements of the Project, and the respective responsibilities for maintenance, decoration, repair or replacement thereof, are as follows:

#### Section 1. <u>General Common Elements</u>. The General Common Elements are:

- (a) <u>Land</u>. The land described in Article II above, including the private roads located within the Condominium Project, and other common areas, if any, not identified as Limited Common Elements, including entrance areas and landscaping.
- (b) <u>Electrical</u>. The electrical transmission lines and transformers throughout the Project up to the point at which service leads leave the transformer to provide connections for service of Units and dwellings.
- (c) <u>Telephone</u>. The telephone system throughout the Project up to the point of lateral connections for Unit service.

- (d) <u>Gas</u>. The gas distribution system throughout the Project up to the point of lateral connections for Unit service.
- (e) <u>Telecommunications</u>. The telecommunications system, if and when any may be installed, up to the point of lateral connections for Unit service.
- (f) <u>Detention Basins and Storm Water Drainage System</u>. The detention basins and storm water drainage system (including pumping station and related electrical components) throughout the Project.
- (g) <u>Sanitary Sewer System</u>. The sanitary sewer system throughout the Project up to the point of lateral connection for Unit service.
- (h) <u>Water Service System</u>. The water service system and water mains throughout the Project up to the point of lateral connection for Unit service.
- (i) <u>Irrigation and Sprinkler System</u>. The landscape irrigation and any sprinkler system(s), if and when installed by the Developer, to serve general common areas shall be General Common Elements to be maintained, repaired and replaced by the Association.
  - (j) <u>Sidewalks</u>. The sidewalks, if any, contained within the Condominium Project.
  - (k) <u>Entrance Area and Entrance Boulevard Islands.</u> The entrance areas and boulevards shall serve as General Common Elements throughout the Project.
- (l) Other. Such other elements of the Project not herein designated as General or Limited Common Elements which are not enclosed within the boundaries of a Unit, and which are intended for common use or are necessary to the existence, upkeep, appearance, utility or safety of the Project.
- Section 2. <u>Limited Common Elements</u>. Limited Common Elements, if any, shall be subject to the exclusive use and enjoyment of the Co-owner of the Unit to which the Limited Common Elements are appurtenant.
  - (a) <u>Utility Service Leads.</u> Any utility service leads which connect any utility lines of any sort located within the Common Elements of the Project to any dwelling shall be Limited Common Elements limited in use to the Unit(s) which they serve.
  - (b) <u>Driveways.</u> Driveways serving Units are Limited Common Elements (where ever located).
- Section 3. <u>Responsibilities</u>. The respective responsibilities for the maintenance, decoration, repair and replacement of the Common Elements are as follows:

#### (a) Co-owner Responsibilities.

(i) Units and Limited Common Elements. It is anticipated that separate residential dwellings will be constructed within the Units depicted on the attached Exhibit B. Except as otherwise expressly provided, the responsibility for and the costs of maintenance, decoration, repair and replacement of any dwelling and appurtenances to each dwelling as a Limited Common Element (such as utility leads, decks, if any, and air conditioner compressors and pads), shall be borne by the Co-owner of the Unit which is served by such Limited Common Element; provided, however, that the exterior appearance of such dwelling, the Units, and the appurtenant Limited Common Elements, to the extent visible from any other dwelling, Unit or Common Element within

the Project, shall be subject at all times to the approval of the Association and to reasonable aesthetic and maintenance standards prescribed by the Association in duly adopted Rules and Regulations.

- (ii) <u>Utility Services</u>. All costs of electricity, water, natural gas, and any other utility services except as otherwise specifically provided, shall be borne by the Co-owner of the Unit to which such services are furnished.
- (iii) <u>Landscaping</u>. Each Co-owner shall be responsible for the initial installation of landscaping on his or her Unit and the yard area appurtenant thereto. Co-owners shall be responsible for, and bear the costs of, maintenance, repair and replacement of all landscaping installed on their respective Units and yard areas, including lawns. General Common Element landscaping installed by the Developer or by the Association shall be maintained, repaired and replaced by the Association and the costs thereof shall be treated as expenses of administration.
- (iv) <u>Maintenance of Lawn Areas</u>. Any additional services performed at the request of individual Co-owners by any lawn service company that serves the Association will be charged separately to the requesting Co-owner.
- (v) Other. The costs of maintenance, repair and replacement of all General and Limited Common Elements other than as described above shall be borne by the Association, subject to any provision(s) of the Condominium Documents expressly to the contrary. This will include maintenance of all open spaces in the Project.

#### (b) Association Responsibilities.

- (i) <u>Units and Common Elements</u>. The cost of maintenance, repair and replacement of all General Common Elements shall be borne by the Association subject to any provision(s) of the Condominium Documents expressly to the contrary. The Association shall not be responsible for performing any maintenance, repair or replacement with respect to residences and their appurtenances located within the Condominium Units, or the Limited Common Elements appurtenant thereto, except as otherwise provided herein. The Developer, in the initial maintenance budget for the Association, shall be entitled to determine the nature and extent of such services and reasonable Rules and Regulations may be promulgated in connection therewith.
- (ii) <u>Private Roads</u>. The private roads referred to in Article IV, Section 1(a) above will be maintained, replaced, repaired and resurfaced as necessary by the Association. It is the Association's responsibility to inspect and perform preventative maintenance of the Condominium roadways on a regular basis in order to maximize their useful life and to minimize repair and replacement costs.
- (iii) <u>Irrigation and Sprinkler Systems</u>. The Association shall be responsible for the repair, replacement and maintenance of landscape irrigation and the sprinkler systems, if any, utilized by the General Common Elements, including all electrical appliances such as pumps, timers and controls which operate the system(s), if and when installed, wherever they may be located.
- (iv) Storm Water Detention System. The Association shall be responsible for the maintenance, repair and replacement of the Storm Water Detention System in accordance with Federal, State and local laws, regulations and ordinances, and pursuant to the Agreement for Maintenance with the Charter Township of Brownstown dated October 15, 2001. If the Association shall at any time fail to maintain the storm drainage system in a reasonable state of

repair and in compliance with all Federal, State and local laws, regulations and ordinances, the Township of Brownstown may serve written notice upon the Association at its last known address indicating the Township's intent to undertake repair or maintenance, generally setting forth the known deficiencies, and including a demand that the deficiencies be cured within a stated time period. Written prior notice shall not be necessary in the case of an emergency or a situation which requires immediate intervention by the Township to preserve property and/or human health and safety. In the event that the deficiency of maintenance, repair or replacement stated in such notice is not cured in the stated time period, the Township of Brownstown shall have the right to enter upon the property to maintain and/or repair the storm drainage system. The Township may bill the costs directly to the Association. If the costs and fees are not paid, the Township may sue to collect all costs and fees, and the party responsible for the costs and fees shall be required to pay all court costs and attorney fees incurred by the Township. The Township may, in the alternative, impose a special assessment, with the entire cost thereof assessed against the land and placed upon the next property tax assessment roll, to be collected as with all other general and special assessment taxes.

The Storm Water Detention System Agreement also provides that the Township has the requisite authority, pursuant to Act 16 P.A. 1917, as amended, Act 188 P.A. 1954, as amended, and Act 359 P.A. 1947, as amended, to create a special assessment district for the purpose of defraying the cost of construction and/or maintenance of the storm water detention system. The Developer has petitioned the Township to create said special assessment district through the Storm Water Detention System Agreement.

- (v) <u>Utility Systems</u>. Some or all of the utility lines, systems (including mains and service leads) and equipment, and the telecommunications described above, may be owned by the local public authority or by the company that is providing the pertinent service. Accordingly, such utility lines, systems and equipment, and the telecommunications shall be General Common Elements only to the extent of the Co-owner's interest therein, if any, and Developer makes no warranty whatever with respect to the nature or extent of such interest, if any. The extent of the Developer's responsibility will be to see that water, sanitary, telephone, electric and natural gas mains are installed within reasonable proximity to, but not within, the Units. Each Co-owner will be entirely responsible for arranging for and paying all costs in connection with extension of such utilities by laterals from the mains to any structures and fixtures located within the Units.
- (vi) <u>Sidewalks</u>. The Association reserves the right (but not the obligation) to maintain, repair and/or replace the sidewalk, if any, along Huron River Drive, even though it may not lie within the boundaries of the Condominium Project.
- Section 3. <u>Use of Units and Common Elements</u>. No Co-owner shall use his Unit or the Common Elements in any manner inconsistent with the purposes of the Condominium, or in any manner that will interfere with or impair the rights of any other Co-owner in the use and enjoyment of his Unit or the Common Elements. No Limited Common Element may be modified by the Association, or its use enlarged or diminished, without the written consent of the Co-owner to whose Unit the same is appurtenant.
- Section 4. Special Assessments Developer/Association Powers. Prior to Transitional Control Date, the Developer shall be vested with the power and authority to request from the Township of Brownstown the establishment of a special assessment district and any other necessary and related documents, pursuant to provisions of applicable Michigan statutes, to defray the cost of construction, repair of the storm water detention system, street lighting or any other purpose within the Project. After the Transitional Control Date, the Association shall be vested with the same power and authority to request from the Township of Brownstown the establishment of a special assessment district and any other necessary and related documents, pursuant to provisions of applicable

Michigan statutes, to defray the cost of construction, repair of the storm water detention system, street lighting or any purpose within the Project. In the event a special assessment district is established, the costs assessable to the Condominium shall be apportioned by the Association among the Units as if the Township of Brownstown were assessing separate subdivision lots or parcels with each Unit treated as a lot or parcel ad without regard to percentages of value. No consent of mortgagees shall be required for approval of said storm drainage system special assessment.

#### ARTICLE V

#### UNIT DESCRIPTIONS; PERCENTAGES OF VALUE

- Section 1. <u>Description of Units</u>. Each Unit in the Condominium Project is described in this paragraph with reference to the Condominium Subdivision Plan of Huron Pointe Condominium as prepared by Hennessey Engineers, Inc. and attached to this Master Deed as Exhibit B. Each Unit shall consist of the space located within Unit boundaries as shown on Exhibit B, together with all appurtenances thereto. The plans and specifications for the Project have been filed with the Township of Brownstown. All dwellings must be constructed within the Units as depicted on Exhibit B. The Condominium consists of forty-eight (48) Units.
- Section 2. Percentage of Value. The percentage of value assigned to each Unit in Huron Pointe Condominium shall be equal. The determination that percentages of value should be equal was made after reviewing the comparative characteristics of each Unit in the Condominium Project and concluding that there are no material differences among the Units insofar as the allocation of percentages of value is concerned. The percentage of value assigned to each Unit shall be determinative of each Co-owner's respective share of the General Common Elements of the Condominium, the proportionate share of each respective Co-owner in the proceeds and expenses of administration, and the value of each Co-owner's vote at meetings of the Association. The total value of the Condominium Project is 100%.

#### ARTICLE VI

#### CONVERTIBLE AREAS

- Section 1. <u>Designation of Convertible Areas</u>. Certain areas adjacent to individual Units have been or may subsequently be designated on the Condominium Subdivision Plan as Convertible Areas within which the Units and Common Elements may be modified as provided herein.
- Section 2. The Developer's Right to Modify Units and Common Elements. The Developer reserves the right in its sole discretion, during a period ending no later than six (6) years from the date of recording this Master Deed, to modify the size, location, design or elevation of Units, and General or Limited Common Elements appurtenant or geographically proximate to such Units within the Convertible Areas designated for such purpose on the Condominium Subdivision Plan, so long as such modifications do not unreasonably impair or diminish the appearance of the Condominium, or the view, privacy or other significant attribute or amenity of any Unit which adjoins or is proximate to the modified Unit or Common Element.
- Section 3. <u>Compatibility of Improvements</u>. All improvements constructed within the Convertible Areas described above shall be reasonably compatible with the structures on other portions of the Condominium Project. No improvements, other than as above indicated, may be created on the Convertible Areas.

#### ARTICLE VII

#### CONTRACTION OF CONDOMINIUM

Section 1. Right to Contract. As of the date this Master Deed is recorded, the Developer intends to establish a Condominium Project consisting of forty-eight (48) Units on the land described in Article II, all as shown on the Condominium Subdivision Plan attached hereto as Exhibit B. Developer reserves the right, however, to establish a Condominium Project consisting of fewer Units than described above and to withdraw from the Project all or some portion of the land described in Article II, except that in no event may the Project consist of fewer than two (2) Units, being Units 1 and 2 as they are depicted on Exhibit B. This contraction right may also be utilized to dedicate or convey Project roadways.

Furthermore, any land withdrawn shall be deemed an area of future development and may be reincorporated into the Project at a later date.

Therefore, any other provisions of this Master Deed to the contrary notwithstanding, the number of Units in this Condominium Project may, at the option of the Developer from time to time, within a period ending no later than six (6) years from the date of recording this Master Deed, be contracted to any number determined by the Developer in its sole judgment, but in no event shall the number of Units be less than two (2), and the roadways in the Project may be withdrawn in order to dedicate or convey them to a public body. There is no obligation on the part of the Developer to withdraw from the Condominium all or any portion of the contractible area described in this Article, nor is there any obligation to withdraw portions thereof in any particular order.

Section 2. Withdrawal of Land. In connection with such contraction, the Developer unconditionally reserves the right to withdraw from the Condominium Project such portion or portions of the land described in this Article as is not reasonably necessary to provide access to or otherwise serve the Units included in the Condominium Project as so contracted. Developer reserves the right to use the portion of the land so withdrawn to establish any other form of development consistent with local law. Developer further reserves the right, subsequent to such withdrawal but prior to six (6) years from the date of recording this Master Deed, to expand the Project as so reduced to include all or any portion of the land so withdrawn.

#### ARTICLE VIII

#### OPERATIVE PROVISIONS

Any contraction or conversion in the Condominium pursuant to Article VI, and Article VII above shall be governed by the provisions as set forth below.

Section 1. Amendment to the Master Deed and Modification of Percentages of Value. Contraction and Conversion of this Condominium Project shall be given effect by appropriate amendment to this Master Deed in the manner provided by law, which amendment shall be prepared by and at the discretion of the Developer, and in which the percentages of value set forth in Article V hereof shall be proportionately readjusted, when and if applicable, in order to preserve a total value of 100% for the entire Condominium Project resulting from such amendment to this Master Deed. The precise determination of the readjustments in percentages of value shall be made within the sole judgment of the Developer. Such readjustments, however, shall reflect a continuing reasonable relationship among percentages of value based upon the original method of determining percentages of value for the Condominium.

Section 2. <u>Re-definition of Common Elements</u>. Any amendment(s) to the Master Deed as to the Developer's decision to modify Units and/or Common Elements shall also contain such further definitions and re-

definitions of General and/or Limited Common Elements as may be necessary. In connection with any such amendment(s), the Developer shall have the right to change the nature of any Common Element previously included in the Condominium for any purpose reasonably necessary to achieve the purposes of this Article.

- Section 3. Right to Modify Units; Plans. The Developer further reserves the right to amend and alter the Units described in the Condominium Subdivision Plan attached hereto as Exhibit B as long as any Unit so altered has not been sold at the time the alteration is made. The nature and appearance of all such altered Units shall be determined by the Developer in its sole judgment; but, in no event shall such altered or modified Units deviate substantially from the general development plan approved by the Township of Brownstown. All improvements shall be reasonably compatible with the existing improvements in the Condominium Project as determined by the Developer in its sole discretion.
- Section 4. Consent of Interested Persons. All of the Co-owners, mortgagees of Units, and other persons interested or to become interested in the Condominium from time to time, shall be deemed to have irrevocably and unanimously consented to such amendment(s) to this Master Deed as may be proposed by the Developer to effectuate the purposes of Article VI above and to any proportionate reallocation of percentages of value of existing Units which the Developer may determine necessary in conjunction with such amendment(s). All such interested persons irrevocably appoint the Developer as agent and attorney for the purpose of execution of such amendment(s) to the Master Deed and all other documents necessary to effectuate the foregoing. Such amendment(s) may be effected without the necessity of re-recording the entire Master Deed or the Exhibits thereto and may incorporate by reference all or any pertinent portions of this Master Deed and the Exhibits hereto.
- Section 5. <u>Consolidating Master Deed and As Built Plans</u>. The Developer shall prepare and record any Consolidating Master Deed and "as built" plans as may be required under the Act

#### ARTICLE IX

## SUBDIVISION, CONSOLIDATION AND OTHER MODIFICATIONS OF UNITS

Notwithstanding any other provision of this Master Deed or the Bylaws attached hereto as Exhibit A, Units in the Condominium may be subdivided, consolidated, modified, and the boundaries relocated in accordance with Sections 48 and 49 of the Act, applicable zoning laws and regulations in effect in the Township of Brownstown at the time, and this Article. Such changes in the affected Unit or Units shall be promptly reflected in a duly recorded amendment or amendments to this Master Deed.

- Section 1. <u>By Developer</u>. Subject to the approval of the Township of Brownstown if required under local ordinances, Developer reserves the sole right during the Development and Sales Period, and without the consent of any other Co-owner or any mortgagee of any Unit, to take the following action:
  - (a) <u>Subdivide Units</u>. Subdivide or re-subdivide any Units which it owns, and in connection therewith, to install utility conduits and connections and any other improvements reasonably necessary to effect the subdivision, any or all of which may be designated by the Developer as General or Limited Common Elements; such installation shall not disturb any utility connections serving Units other than temporarily. Such subdivision or re-subdivision of Units shall be given effect by an appropriate amendment or amendments to this Master Deed in the manner provided by law, which amendment or amendments shall be prepared by and at the sole discretion of Developer, its successors or assigns.
  - (b) Consolidate Contiguous Units. Consolidate under single ownership two (2) or more Units. Such consolidation of Units shall be given effect by an appropriate amendment or amendments to this

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Master Deed in the manner provided by law, which amendment or amendments shall be prepared by and at the sole discretion of the Developer, its successors or assigns.

- (c) <u>Relocate Boundaries</u>. Relocate any boundaries between adjoining Units separated only by Unit perimeters or other Common Elements not necessary for the reasonable use of Units other than those subject to the relocation. The relocation of such boundaries shall be given effect by an appropriate amendment or amendments to this Master Deed in the manner provided by law, which amendment or amendments shall be prepared by and at the sole discretion of the Developer, its successors or assigns.
- (d) Amendment to Effectuate Modifications. In any amendment or amendments resulting from the exercise of the rights reserved to Developer above, each portion of the Unit or Units resulting from such subdivision, re-subdivision, consolidation, or relocation of boundaries, shall be separately identified by number. Such amendment or amendments to the Master Deed shall also contain such further definitions of General or Limited Common Elements as may be necessary to adequately describe the Units in the Condominium as so modified. All of the Co-owners, mortgagees of Units, and other persons interested or to become interested in the Condominium from time to time, shall be deemed to have irrevocably and unanimously consented to such amendment or amendments of this Master Deed to effectuate the foregoing and to any proportionate reallocation of percentages of value of Units which Developer, or its successors or assigns, may determine necessary in conjunction with such amendment or amendments. All such interested persons irrevocably appoint Developer, or its successors or assigns, as agent and attorney for the purpose of execution of such amendment or amendments to the Master Deed and all other documents necessary to effectuate the foregoing. Such amendments may be effected without the necessity of rerecording the entire Master Deed or the Exhibits thereto.
- Section 2. By Co-owners. Subject to the approval of the Township of Brownstown, if required under local ordinances, one (1) or more Co-owners may undertake:
  - (a) <u>Subdivision of Units</u>. The Co-owner of a Unit may subdivide his Unit upon request to and approval by the Association, and the Developer during the Development and Sales Period, and further subject to the applicable zoning regulations then in effect in the Township of Brownstown. Upon receipt of such request, and submission of evidence that the Township of Brownstown has approved of the proposed division, the President of the Association shall present the matter to the Board of Directors for review, and if approved by the Board cause to be prepared an amendment to the Master Deed duly subdividing the Unit, separately identifying the resulting Units by number or other designation, designating only the Limited or General Common Elements in connection therewith, and reallocating the percentages of value (if necessary) in accordance with the Co-owner's request. The Co-owner requesting such subdivision shall bear all costs for the preparation and recording of such amendment. Such subdivision shall not become effective, however, until the amendment to the Master Deed duly executed by the Association has been recorded in the office of the Wayne County Register of Deeds.
  - (b) Consolidation of Units; Relocation of Boundaries. Co-owners of adjoining Units may relocate boundaries between their Units or eliminate boundaries between two (2) or more Units upon written request to and approval by the Association. Upon receipt of such request and submission of evidence that the proposed consolidation of Units has been approved by the Township of Brownstown, the president of the Association shall present the matter to the Board of Directors for review and if approved by the Board cause to be prepared an amendment to the Master Deed duly relocating the boundaries, identifying the Units involved, reallocating percentages of value (if necessary), and providing for conveyance between or among the Co-owners involved in relocation of boundaries. The Co-owners requesting relocation of boundaries shall bear all costs of preparation and recording of such amendment. Such relocation or elimination of boundaries shall not become effective, however, until the amendment to the Master Deed has been recorded in the office of the Wayne County Register of Deeds.

Records. All of the Co-owners and mortgagees of Units, and other persons interested or to become interested in the Condominium from time to time, shall be deemed to have irrevocably and unanimously consented to such amendment or amendments of this Master Deed to effectuate the foregoing right-of-way dedication.

- (c) <u>Utility Easements</u>. The Developer also hereby reserves for the benefit of itself, its successors and assigns, and all future owners of the land described in Article II and any adjoining land thereof, perpetual easements to utilize, tap, tie into, extend and enlarge all utility mains located in the Condominium including, but not limited to, water, gas and storm and sanitary sewer mains. In the event Developer, its successors or assigns, utilizes, taps, ties into, extends or enlarges any utilities located in the Condominium, it shall be obligated to pay all of the expenses reasonably necessary to restore the Condominium Premises to their state immediately prior to such utilization, tapping, tying-in, extension or enlargement. All expenses of maintenance, repair and replacement of any utility mains referred to in this Section shall be shared by this Condominium and any adjoining land which may be owned by the Developer which is served by such mains. The Co-owners of this Condominium, now or in the future, shall be responsible from time to time for payment of a proportionate share of said expenses, which share shall be determined by multiplying such expenses times a fraction, the numerator of which is the number of dwelling Units in this Condominium, and the denominator of which is comprised of the numerator plus all other dwelling Units on any adjoining land which may be owned by Developer that are served by such mains.
- (d) Granting of Utility Easements. The Developer reserves the right at any time during the Development and Sales Period to grant easements for utilities over, under and across the Condominium to appropriate governmental agencies or public utility companies and to transfer title of utilities to governmental agencies or to utility companies. Any such easement or transfer of title may be conveyed by the Developer without the consent of any Co-owner, mortgagee or other person, and shall be evidenced by an appropriate amendment to this Master Deed and to the attached Exhibit B, recorded in the Wayne County Records. All of the Co-owners and mortgagees of Units, and other persons interested or to become interested in the Condominium from time to time, shall be deemed to have irrevocably and unanimously consented to such amendments to this Master Deed as may be required to effectuate the foregoing grant of easement(s) or transfer(s) of title.
- Section 3. Grant of Easements by Association. The Association, acting through its lawfully constituted Board of Directors (including any Board of Directors acting prior to the Transitional Control Date) shall be empowered and obligated to grant such reasonable easements (including dedication of the sidewalks, if any), licenses, rights-of-entry and rights-of-way over, under and across the Condominium Premises for utility purposes or other lawful purposes as may be necessary for the benefit of the Condominium subject, however, to the approval of the Developer so long as the Development and Sales Period has not expired. No easements created under the Condominium Documents may be modified, nor may any of the obligations with respect thereto be varied, without the consent of each person benefited or burdened thereby.
- Section 4. Association Right to Dedicate Public Rights-of-Way and Act Upon Special Assessment Proceedings. The Association, upon expiration of the Development and Sales Period, acting through its lawfully constituted Board of Directors, shall be empowered to dedicate to the public a right-of-way of such width as may be required by the local public authority over any or all of the roadways or sidewalks, if any, in Huron Pointe Condominium, shown as General Common Elements in the Condominium Subdivision Plan. Any such right-of-way dedication shall be evidenced by an appropriate amendment to the Master Deed and to the attached Exhibit B, recorded in the Wayne County Records. The Association shall further be empowered, at any time, to execute petitions for and to act on behalf of all Co-owners in any statutory proceedings regarding special assessment improvements of the roadways in the Condominium. All of the Co-owners, mortgagees of Units, and other persons interested or to become interested in the Condominium from time to time, shall be deemed to have irrevocably and unanimously consented to such amendment or amendments of this Master Deed to effectuate the foregoing right-of-way dedication. There is no promise that any such dedication will ever take place, notwithstanding the reservation of this right.

Association Easements for Maintenance, Repair and Replacement. The Developer, the Association and all public or private utilities shall have such easements over, under, across and through the Condominium Premises, including all Units and Common Elements, as may be necessary to fulfill any responsibilities of maintenance, repair, decoration, replacement or upkeep that they or any of them are required or permitted to perform under the Condominium Documents or by law, or to respond to any emergency or common need of the Condominium including, without limitation, an easement over all Units for maintenance. repair and replacement of sprinkling systems and related controls, clocks, meters and valves; provided, however, the easements granted hereunder shall not entitle any person other than the Co-owner thereof to gain entrance to the interior of any dwelling or garage located within a Unit. While it is intended that each Co-owner shall be solely responsible for the performance and costs of all maintenance, repair and replacement of and decoration of the residence and all other appurtenances and improvements constructed or otherwise located within his or her Unit, unless otherwise provided herein, it is nevertheless a matter of concern that a Co-owner may fail to properly maintain the exterior of his or her Unit, or any Limited Common Elements appurtenant thereto, in a proper manner and in accordance with the standards set forth in this Master Deed, the Bylaws and any Rules and Regulations promulgated by the Association. Therefore, in the event a Co-owner fails, as required by this Master Deed, the Bylaws or any Rules and Regulations promulgated by the Association, to properly and adequately maintain. decorate, repair, replace or otherwise keep his Unit or any improvements or appurtenances located therein, or any Limited Common Elements appurtenant thereto, the Association (and/or the Developer during the Development and Sale Period) shall have the right (but not the obligation), and all necessary easements in furtherance thereof, to take whatever action or actions it deems desirable to so maintain, decorate, repair or replace the Unit (including the exteriors of any structures located therein), its appurtenances or any of its Limited Common Elements, all at the expense of the Co-owner of the Unit. Neither the Developer nor the Association shall be liable to the Co-owner of any Unit, or any other person, in trespass or in any other form of action, for the exercise of rights pursuant to the provisions of this Section or any other provision of the Condominium Documents that grant such easements, rightsof-entry or other means of access. Failure of the Association (or the Developer) to take any such action shall not be deemed a waiver of the Association's (or the Developer's) right to take any such action at a future time. All costs incurred by the Association (or the Developer) in performing any responsibilities that are required in the first instance to be borne by any Co-owner, shall be assessed against such Co-owner and shall be due and payable with his assessment next falling due; further, the lien for non-payment shall attach as in all cases of regular assessments, and such assessments may be enforced by the use of all means available to the Association under the Condominium Documents and by law for the collection of regular assessments, including, without limitation, legal action, foreclosure of the lien securing payment and imposition of fines.

Telecommunications Agreements. The Association, acting through its duly constituted Section 6. Board of Directors and subject to the Developer's approval during the Development and Sales Period, shall have the power to grant such easements, licenses and other rights-of-entry, use and access and to enter into any contract or agreement, including wiring agreements, right-of-way agreements, access agreements and multi-unit agreements and, to the extent allowed by law, contracts for sharing of any installation or periodic subscriber service fees as may be necessary, convenient or desirable to provide for telecommunications, videotext, broad band cable, satellite dish, earth antenna and similar services (collectively "Telecommunications") to the Condominium or any Unit within the Condominium. The Developer shall have the right to retain any proceeds or payments from telecommunication providers for the right of access to the Condominium. Notwithstanding the foregoing, in no event shall the Board of Directors enter into any contract or agreement, or grant any easement, license or right-ofentry, or do any other act or thing which will violate any provision of any federal, state or local law or ordinance. Any and all sums paid by any telecommunications or other company or entity in connection with such service, including fees, if any, for the privilege of installing same or sharing periodic subscriber service fees, shall be receipts affecting the administration of the Condominium Project within the meaning of the Act, and shall be paid over to and shall be the property of the Association.

Section 7. <u>Emergency Vehicle and Public Services Access Easement</u>. There shall exist for the benefit of the Township of Brownstown, any emergency service agency and the United States Postal Service ("USPS"), an easement over all roads in the Condominium for use by Township of Brownstown service providers, USPS, garbage collection and/or emergency vehicles. Said easement shall be for purposes of ingress and egress to provide, without limitation, fire and police protection, ambulance and rescue services, and other lawful governmental or private emergency services to the Condominium and Co-owners thereof. This grant of easement shall in no way be construed as a dedication of any streets, roads or driveways to the public.

#### ARTICLE XI

#### AMENDMENT

This Master Deed and the Condominium Subdivision Plan may be amended with the consent of 66-2/3% of the Co-owners, except as hereinafter set forth:

- Section 1. <u>Modification of Units or Common Elements</u>. No Unit dimension may be modified in any material way without the consent of the Co-owner of such Unit, nor may the nature or extent of Limited Common Elements, or the responsibility for maintenance, repair or replacement thereof, be modified in any material way without the written consent of the Co-owner of any Unit to which the same are appurtenant.
- Section 2. <u>Mortgagee, Mortgagee Insurer and Mortgage Guarantor Consent.</u> Whenever a proposed amendment would materially alter or change the rights of mortgagees generally, mortgagee insurers or mortgage guarantors, then such amendments shall require the approval of 66-2/3% of all first mortgagees, insurers of the first mortgagee and guarantors of the first mortgages of record allocating only one (1) vote for each mortgage held. No more than one (1) vote may be cast per first mortgage, regardless of the number of mortgagees, insurers and guarantors having such an interest in the first mortgage.
- Section 3. <u>By Developer</u>. Prior to one (1) year after expiration of the Development and Sales Period, the Developer may, without the consent of any Co-owner or any other person, amend this Master Deed and the Condominium Subdivision Plan attached as Exhibit B in order to correct survey or other errors made in such documents and to make such other amendments to such instruments and to the Bylaws attached hereto as Exhibit A as do not materially affect any rights of any Co-owners or mortgagees in the Condominium.
- Section 4. <u>Change in Percentage of Value</u>. The value of the vote of any Co-owner, and the corresponding proportion of common expenses assessed against such Co-owner, shall not be modified without the written consent of such Co-owner and his or her mortgagee, nor shall the percentage of value assigned to any Unit be modified without like consent; thus, any change in such matters shall require unanimity of action of all Co-owners.
- Section 5. <u>Termination, Vacation, Revocation or Abandonment</u>. The Condominium Project may not be terminated, vacated, revoked or abandoned without the written consent of the Developer and 80% of non-Developer Co-owners and mortgagees, allocating one (1) vote for each Unit on which a mortgage is held.
- Section 6. <u>Developer Approval.</u> During the Development and Sales Period, the Condominium Documents shall not be amended, nor shall the provisions thereof be modified in any way, without the written consent of the Developer.
- Section 7. Reservation of Rights Under Section 67. The Developer further reserves all contraction rights provided under Section 67 of the Act, as amended by the Public Act 379 of 2000.

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#### ARTICLE XII

#### ASSIGNMENT

Any or all of the rights and powers granted or reserved to the Developer in the Condominium Documents or by law, including the power to approve or disapprove any act, use or proposed action or any other matter or thing, may be assigned, in whole or part, by it to any other entity or entities or to the Association. Any such assignment or transfer shall be made by appropriate instrument in writing duly recorded in the office of the Wayne County Register of Deeds.

#### **DEVELOPER:**

#### HURON POINTE HOMES, L.L.C., a

Michigan limited liability company

By: Spartan/Rochester Homes, LLC, a
Michigan limited liability company, Member

By: Prestwick Enterprises, Inc., a Michigan corporation, Member

Bv:

ANDREW M. CODEN, PRESIDENT

STATE OF MICHIGAN

)SS

COUNTY OF ORKLAND

On this 22 ND day of August 2002, the foregoing Master Deed was acknowledged before me by Andrew M. Coden, President of Prestwick Enterprises, Inc., a Member of Spartan/Rochester Homes, LLC, a Michigan limited liability company, who is a Member of Huron Pointe Homes, L.L.C., a Michigan limited liability company, on behalf of the company.

ORKLAND

\_ County, Michigan

My commission expires: 12/07/

#### DRAFTED BY AND WHEN RECORDED RETURN TO:

**Gregory J. Gamalski, Esquire**Maddin, Hauser, Wartell, Roth & Heller, P.C. 28400 Northwestern Highway

Third Floor – Essex Centre Southfield, Michigan 48034

(248) 827-1893

312081.3

#### **EXHIBIT A**

# HURON POINTE CONDOMINIUM ASSOCIATION BYLAWS

#### ARTICLE I

#### ASSOCIATION OF CO-OWNERS

Huron Pointe Condominium, a residential Condominium Project located in the Township of Brownstown, Wayne County, Michigan, shall be administered by an Association of Co-owners which shall be a non-profit corporation (the "Association"), organized under the applicable laws of the State of Michigan, and responsible for the management, maintenance, operation and administration of the Common Elements, easements and affairs of the Condominium Project in accordance with the Condominium Documents and the laws of the State of Michigan. These Bylaws shall constitute both the Bylaws referred to in the Master Deed and required by Section 3(8) of the Michigan Condominium Act (the "Act") and the Bylaws provided for under the Michigan Nonprofit Corporation Act. Each Co-owner shall be entitled to membership and no other person or entity shall be entitled to membership. The share of a Co-owner in the funds and assets of the Association cannot be assigned, pledged or transferred in any manner except as an appurtenance to his or her Unit. The Association shall keep current copies of the Master Deed, all amendments to the Master Deed and other Condominium Documents for the Condominium Project, available at reasonable hours to Co-owners, prospective purchasers, mortgagees and prospective mortgagees of Units in the Condominium Project. All Co-owners in the Condominium Project and all persons using or entering upon or acquiring any interest in any Unit therein or the Common Elements thereof shall be subject to the provisions and terms set forth in the Condominium Documents.

#### ARTICLE II

#### ASSESSMENTS

All expenses arising from the management, administration and operation of the Association in pursuance of its authorizations and responsibilities as set forth in the Condominium Documents and the Act shall be levied by the Association against the Units and the Co-owners thereof in accordance with the following provisions:

Section 1. Assessments for Common Elements. All costs incurred by the Association in satisfaction of any liability arising within, caused by, or connected with the Common Elements or the administration of the Condominium Project shall constitute expenditures affecting the administration of the Project, and all sums received as the proceeds of or pursuant to any policy of insurance securing the interest of the Co-owners against liabilities or losses arising within, caused by, or connected with the Common Elements or the administration of the Condominium Project shall constitute receipts affecting the administration of the Condominium within the meaning of Section 54(4) of the Act.

Section 2. <u>Determination of Assessments</u>. Assessments shall be determined in accordance with the following provisions:

- Budget: Regular Assessments. The Board of Directors of the Association shall (a) establish an annual budget in advance for each fiscal year and such budget shall project all expenses for the forthcoming year which may be required for the proper operation, management and maintenance of the Condominium, including a reasonable allowance for contingencies and reserves. An adequate reserve fund for maintenance, repairs and replacement of those Common Elements that must be replaced on a periodic basis shall be established in the budget and must be funded by regular payments as set forth in Section 2(c) below rather than by special assessments. At a minimum, the reserve fund shall be equal to ten percent (10%) of the Association's current annual budget on a noncumulative basis. Since the minimum standard required by this subparagraph may prove to be inadequate for this particular Condominium Project, the Association of Co-owners should carefully analyze the Condominium Project to determine if a greater amount should be set aside, or if additional reserve funds should be established for other purposes from time to time. Upon adoption of an annual budget by the Board of Directors, copies of the budget shall be delivered to each Co-owner and the assessment for said year shall be established based upon said budget. The annual assessments as so determined and levied shall constitute a lien against all Units as of the first day of the fiscal year to which the assessments relate. Failure to deliver a copy of the budget to each Co-owner shall not affect or in any way diminish such lien or the liability of any Co-owner for any existing or future assessments. Should the Board of Directors at any time decide, in the sole discretion of the Board of Directors: (1) that the assessments levied are or may prove to be insufficient (a) to pay the costs of operation and management of the Condominium, (b) to provide replacements of existing Common Elements, (c) to provide additions to the Common Elements not exceeding \$3,000.00 annually for the entire Condominium Project, or (2) that an emergency exists, the Board of Directors shall have the authority to increase the general assessment or to levy such additional assessment or assessments as it shall deem to be necessary. The Board of Directors also shall have the authority, without Co-owner consent, to levy assessments pursuant to the provisions of Article V. Section 3 hereof. The discretionary authority of the Board of Directors to levy assessments pursuant to this subparagraph shall rest solely with the Board of Directors for the benefit of the Association and the members thereof, and shall not be enforceable by any creditors of the Association or of the members thereof.
- (b) Special Assessments. Special assessments, in addition to those required in subparagraph (a) above, may be made by the Board of Directors from time to time and approved by the Co-owners as hereinafter provided to meet other requirements of the Association, including, but not limited to: (1) assessments for additions to the General Common Elements of a cost exceeding \$3,000.00 for the entire Condominium Project per year, (2) assessments to purchase a Unit upon foreclosure of the lien for assessments described in Section 5 hereof, (3) assessments for any other appropriate purpose not elsewhere herein described. Special assessments referred to in this subparagraph (b) (but not including those assessments referred to in subparagraph 2(a) above, which shall be levied in the sole discretion of the Board of Directors) shall not be levied without the prior approval of more than sixty percent (60%) of all Co-owners. The authority to levy assessments pursuant to this subparagraph is solely for the benefit of the Association and the members thereof, and shall not be enforceable by any creditors of the Association or of the members thereof.
- (c) Apportionment of Assessments. All assessments levied against the Co-owners to cover expenses of administration shall be apportioned among and paid by the Co-owners in accordance with each Co-owner's proportionate share of the expenses of administration as provided in Article V, Section 2 of the Master Deed and without increase or decrease for the existence of any rights to the use of Limited Common Elements appurtenant to a Unit except as otherwise specifically provided in the Master Deed. Annual assessments as determined in

accordance with Article II, Section 2(a) above shall be payable by Co-owners in periodic installments, or in one lump sum, in the sole discretion of the Board of Directors, commencing with acceptance of a deed to or a land contract vendee's interest in a Unit, or with the acquisition of fee simple title to a Unit by any other means.

Section 3. Developer's Responsibility for Assessments. During the Development and Sales Period as defined in the Master Deed, the Developer of the Condominium, even though a member of the Association, shall not be responsible for payment of the Association assessment. The Developer, however, shall, during the Development and Sales Period, pay a proportionate share of the Association's current maintenance expenses, including administration costs, actually incurred from time to time based upon the ratio of Completed Units owned by Developer at the time the expense is incurred to the total number of Units in the Condominium. In no event shall Developer be responsible for payment, during the Development and Sales Period, of any assessments for deferred maintenance, reserves for replacement, for capital improvements or other special assessments, except with respect to Occupied Units owned by it. Developer shall not be responsible at any time for payment of said monthly assessment or payment of any expenses whatsoever with respect to Units not completed, notwithstanding the fact that such Units not completed may have been included in the Master Deed. Further, the Developer shall in no event be liable for any assessment levied in whole or in part to purchase any Unit from the Developer or to finance any litigation or other claims against the Developer, any cost of investigating and preparing such litigation or claim, or any similar or related costs. "Occupied Unit" shall mean a Unit with a structure occupied and used as a residence on it. A model home is not to be considered as an Occupied Unit. "Completed Unit" shall mean a Unit with a dwelling constructed upon it that has been issued a final certificate of occupancy by the Township of Brownstown.

Penalties for Default. The assessment payment or any installment thereof shall be in default if not paid to the Association in full on or before its due date. Assessments in default shall bear interest at seven (7%) percent per annum. A late charge in the amount of up to One Hundred (\$100.00) dollars may be assessed automatically by the Association upon each installment in default for ten (10) or more days until paid in full. The Association may also, pursuant to Article XIX, Section 4 and Article XX of these Bylaws, levy fines for late payment of assessments in addition to such late charge(s). Each Co-owner (whether one (1) or more persons) shall be and remains personally liable for the payment of all assessments (including, interest, late charges, fines for late payment, and costs of collection and enforcement of payment) pertinent to his or her Unit which may be levied while such Coowner is the owner thereof, except a land contract purchaser from any Co-owner, including Developer, shall be so personally liable, and such land contract seller shall not be personally liable for all such assessments levied up to, and including, the date upon which such land contract seller actually takes possession of the Unit following extinguishment of all rights of the land contract purchaser in the Unit. Payments on account of installments of assessments in default shall be applied as follows: first, to costs of collection and enforcement of payment, including reasonable attorney's fees; second, to any interest, late charges and fines for late payment on such installments; and third, to installments in default in order of their due dates.

Section 5. <u>Liens for Unpaid Assessments</u>. Sums assessed by the Association which remain unpaid, including, but not limited to, regular assessments, special assessments, interest, fines and late charges, shall constitute a lien upon the Unit or Units in the Condominium Project owned by the Coowner at the time of the assessment and upon the proceeds of sale thereof. Any such unpaid sum(s) shall constitute a lien against the Unit as of the first day of the fiscal year to which the assessment, interest, fine or late charge relates, and shall be a lien prior to all claims except real property taxes and first mortgages of record. All charges which the Association may levy against any Co-owner shall be deemed to be assessments for purposes of this Section and Section 108 of the Act.

Section 6. <u>Waiver of Use or Abandonment of Unit</u>. No Co-owner may exempt himself or herself from liability for his or her contribution toward the expenses of administration by waiver of the use or enjoyment of any of the Common Elements or by the abandonment of his or her Unit.

#### Section 7. Enforcement.

- Remedies. In addition to any other remedies available to the Association, the Association may enforce collection of delinquent assessments by a suit at law for a money judgment or by foreclosure of the statutory lien that secures payment of assessments. In the event of default by any Co-owner in the payment of any installment of the annual assessment levied against his or her Unit, the Association shall have the right to declare all unpaid installments of the annual assessment for the pertinent fiscal year immediately due and payable, The Association also may discontinue the furnishing of any utilities or other services to a Coowner in default upon seven (7) days' written notice to such Co-owner of its intention to do so. A Co-owner in default shall not be entitled to utilize any of the General Common Elements of the Condominium Project and shall not be entitled to vote at any meeting of the Association so long as such default continues; provided, however, this provision shall not operate to deprive any Coowner of ingress or egress to and from his or her Unit. In a judicial foreclosure action, a receiver may be appointed to collect a reasonable rental for the Unit from the Co-owner or any persons claiming under the Co-owner. The Association may also assess fines for late payment or nonpayment of assessments in accordance with the provisions of Article XIX, Section 4 and Article XX of these Bylaws. All of these remedies shall be cumulative and not alternative.
- Foreclosure Proceedings. Each Co-owner, and every other person who from (b) time to time has any interest in the Condominium Project, shall be deemed to have granted to the Association the unqualified right to elect to foreclose the lien securing payment of assessments either by judicial action or by advertisement. The provisions of Michigan law pertaining to foreclosure of mortgages by judicial action and by advertisement, as the same may be amended from time to time, are incorporated into these Bylaws by reference for the purposes of establishing the alternative procedures to be followed in lien foreclosure actions and the rights and obligations of the parties to such actions. Further, each Co-owner and every other person who from time to time has any interest in the Condominium Project, shall be deemed to have authorized and empowered the Association to sell or to cause to be sold the Unit with respect to which the assessment(s) is or are delinquent and to receive, hold and distribute the proceeds of such sale in accordance with the priorities established by applicable law. Each Co-owner of a Unit in the Condominium acknowledges that at the time of acquiring title to such Unit, he or she was notified of the provisions of this subparagraph and that he or she voluntarily, intelligently and knowingly waived notice of any proceedings brought by the Association to foreclose by advertisement the lien for non-payment of assessments and a hearing on the same prior to the sale of the subject Unit.
- (c) Notice of Action. Notwithstanding the foregoing, neither a judicial foreclosure action nor a suit at law for a money judgment shall be commenced, nor shall any notice of foreclosure by advertisement be published, until the expiration of ten (10) days after mailing, by first class mail, postage prepaid, addressed to the delinquent Co-owner(s) at the last known address of Co-owner(s), a written notice that one (1) or more installments of the annual assessment levied against the pertinent Unit is or are delinquent and that the Association may invoke any of its remedies hereunder if the default is not cured within ten (10) days after the date of mailing. Such written notice shall be accompanied by a written affidavit of an authorized representative of the Association that sets forth (i) the affiant's capacity to make the affidavit, (ii) the statutory and other authority for the lien, (iii) the amount outstanding (exclusive of interest,

late charges, fines, costs, attorney's fees and future assessments), (iv) the legal description of the subject Unit(s), and (v) the name(s) of the Co-owner(s) of record. Such affidavit shall be recorded in the office of the Wayne County Register of Deeds prior to commencement of any foreclosure proceeding, but it need not have been recorded as of the date of mailing. If the delinquency is not cured within the ten-day period, the Association may take such remedial action as may be available to it hereunder or under Michigan law. In the event the Association elects to foreclose the lien by advertisement, the Association shall so notify the delinquent Co-owner and shall inform him or her that he or she may request a judicial hearing by bringing suit against the Association.

- (d) <u>Expenses of Collection</u>. The expenses incurred in collecting unpaid assessments, including interest, costs, actual attorney's fees (not limited to statutory fees) and advances for taxes or other liens paid by the Association to protect its lien, shall be chargeable to the Coowner in default and shall be secured by the lien on his or her Unit.
- Section 8. Statement as to Unpaid Assessments. The purchaser of any Unit may request a statement from the Association as to the amount of any unpaid Association assessments thereon, whether regular or special. Upon written request to the Association accompanied by a copy of the executed purchase agreement pursuant to which the purchaser holds the right to acquire a Unit, the Association shall provide a written statement of such unpaid assessments as may exist or a statement that none exist, which statement shall be binding upon the Association for the period stated therein. Upon the payment of any amounts due for the period stated, the Association's lien for assessments as to such Unit shall be deemed satisfied; provided, however, that the failure of a purchaser to request such statement at least five (5) days prior to the closing of the purchase of such Unit shall render any unpaid assessments and the lien securing the same fully enforceable against such purchaser, and the Unit itself, as provided by the Act.
- Section 9. <u>Liability of Mortgagee</u>. Notwithstanding any other provisions of the Condominium Documents, the holder of any first mortgage covering any Unit in the Condominium which comes into possession of the Unit pursuant to the remedies provided in the mortgage or by deed (or assignment) in lieu of foreclosure, or any purchaser at a foreclosure sale, shall take the property free of any claims for unpaid assessments or charges against the mortgaged Unit which accrue prior to the time such holder comes into possession of the Unit (except for claims for a pro rata share of such assessments or charges resulting from a pro rata reallocation of such assessments or charges to all Units, including the mortgaged Unit). The Association may, in its discretion, notify any mortgagee of a Coowner's default under the Condominium Documents.
- Section 10. <u>Property Taxes and Special Assessments</u>. All property taxes and special assessments levied by any public taxing authority shall be assessed in accordance with Section 131 of the Act.
- Section 11. Personal Property Tax Assessment of Association Property. The Association shall be assessed as the person or entity in possession of any tangible personal property of the Condominium owned or possessed in common by the Co-owners, and personal property taxes based thereon shall be treated as expenses of administration.
- Section 12. <u>Construction Lien.</u> A construction lien otherwise arising under Act No. 497 of the Michigan Public Acts of 1980 as amended shall be subject to Section 132 of the Act.

#### ARTICLE III

#### ALTERNATIVE DISPUTE RESOLUTION: CIVIL ACTIONS

In the event of a dispute between the Association and a Co-owner other than the Developer, or a dispute or any claims or grievance between the Co-owners related to the application or enforcement of any Condominium Documents, any party to the dispute may demand the dispute be resolved arbitration as provided under Section 54(8) of the Act ("Alternative Dispute Resolution" or "ADR").

#### Section 1. Demand and Election.

- (a) Section 54(8) of the Act provides in part:
  - "The Bylaws shall contain a provision providing that arbitration if disputes, claims and grievances arising out of or relating to the interpretation of the application of the condominium document or arising out of disputes among or between Co-owners shall be submitted to arbitration and that parties to the dispute claim or grievance shall accept the arbitrator decision as final and binding..."
- (b) If the demand for Alternative Dispute Resolution is made, no lawsuit may be commenced in any court.
- Section 2. <u>Rules</u>. The commercial arbitration rules of the American Arbitration Association (or any recognized successor or equivalent of the American Arbitration Association should it no longer exist) shall govern arbitration proceedings if arbitration is selected. The rules of a qualified mediation service shall govern mediation proceedings, including mediation conducted by a mediator not affiliated with such a service.
- Section 3. <u>Attorney Fees and Costs</u>. Unless the mediation or arbitration rules specifically provide to the contrary, the Association, if the prevailing party, shall be reimbursed for its actual costs and attorney fees as part of any award, but in no event shall any Co-owner be entitled to recover such attorney fees.
- Section 4. <u>Enforcement</u>. The decision made in any Alternative Dispute Resolution forum shall be enforceable in circuit court (or district court if a monetary award is below the circuit court jurisdictional amount).
- Section 5. <u>Lien Claims Not Subject to ADR Election</u>; Not Applicable to Developer. Disputes related to assessments and liens for assessments may not be subjected to the provisions of this Article, including contests of a lien or any subsequent foreclosure proceedings, except with the consent of the Association, which may be withheld in the Association's absolute and sole discretion. The consent of the Association in that circumstance must be in writing. The provisions of Sections 1 through 4 above shall not apply to disputes between the Association and the Developer or between a Co-owner and the Developer unless the Developer has consented to be subject to these provisions in writing.

#### Section 6. Co-owner Approval for Civil Actions Against Developer: Election of Remedies.

(a) Any civil action proposed by the Board of Directors on behalf of the Association to be initiated against the Developer, its agents or assigns, and/or the First Board of Directors of the Association or other Developer-appointed Directors, for any reason, shall be subject to approval by a vote of sixty-six and two-thirds percent (66-2/3%) of all Co-owners, and notice of

such proposed action must be given in writing to all Co-owners in accordance with Section 8 through 19 below. Such vote may only be taken at a meeting of the Co-owners and no proxies or absentee ballots shall be permitted to be used notwithstanding the provisions of Article VIII, Section 5 of these Bylaws.

- (b) Election by the parties to any such disputes, claims or grievances to submit such disputes, claims or grievances to arbitration shall preclude such parties from litigating such disputes, claims or grievances in the Courts.
- Section 7. <u>Not Applicable to Title Claims.</u> Questions involving or affecting the claim of title of any person to any fee or life estate in real estate are not subject to this Article.
- Section 8. Actions on Behalf of and Against Co-owners. Actions on behalf of and against Co-owners shall be brought in the name of the Association. Subject to the express limitations on actions in these Bylaws and in the Association's Articles of Incorporation, the Association may assert, defend or settle claims on behalf of all Co-owners in connection with the Common Elements of the Condominium.
- Section 9. Commencement of Civil Actions. As provided in the Articles of Incorporation of the Association, the commencement of any civil action (other than one (1) to enforce these Bylaws or collect delinquent assessments) shall require the approval of a majority in number and in value of the Coowners, and shall be governed by the requirements of this Article. The requirements of this Article are intended to ensure that the Co-owners are fully informed regarding the prospects and likely costs of any civil action the Association proposes to engage in, as well as the ongoing status of any civil actions the Association proposes to engage in, and the ongoing status of any civil actions actually filed by the Association. These requirements are imposed in order to reduce both the cost of litigation and the risk of improvident litigation, and in order to avoid the waste of the Association's assets in litigation where reasonable and prudent alternatives to the litigation exist. Each Co-owner shall have standing to sue to enforce the requirements of this Article. The following procedures and requirements apply to the Association's commencement of any civil action other than an action to enforce these Bylaws or to collect delinquent assessments.
- Section 10. <u>Board of Directors' Recommendation to Co-owners</u>. The Association's Board of Directors shall be responsible in the first instance for recommending to the Co-owners that a civil action be filed and supervising and directing any civil actions that are filed.
- Section 11. <u>Litigation Evaluation Meeting</u>. Before an attorney is engaged for purposes of filing a civil action on behalf of the Association, the Board of Directors shall call a special meeting of the Co-owners ("litigation evaluation meeting") for the express purpose of evaluating the merits of the proposed civil action. The written notice to the Co-owners of the date, time and place of the litigation evaluation meeting shall be sent to all Co-owners not less than twenty (20) days before the date of the meeting and shall include the following information copied onto 8 ½" x 11" paper:
  - (a) A certified resolution of the Board setting forth in detail the concerns of the Board giving rise to the need to file a civil action and further certifying that:
    - (i) it is in the best interest of the Association to file a lawsuit;
    - (ii) that at least one (1) Board member has personally made a good faith effort to negotiate a settlement with the putative defendant(s) on behalf of the Association, without success;

- (iii) litigation is the only prudent, feasible and reasonable alternative; and
- (iv) the Board of Directors' proposed attorney for the civil action is of the written opinion that litigation is the Association's most reasonable and prudent alternative.
- (b) A written summary of the relevant experience of the attorney ("litigation attorney") the Board of Directors recommends be retained to represent the Association in the proposed civil action, including the following information:
  - (i) the number of years the litigation attorney has practiced law; and
  - (ii) the name and address of every condominium and homeowner association for which the attorney has filed a civil action in any court, together with the case number, county and court in which each civil action was filed.
- (c) The litigation attorney's written estimate of the amount of the Association's likely recovery in the proposed lawsuit, net of legal fees, court costs, expert witness fees and all other expenses expected to be incurred in the civil action;
- (d) The litigation attorney's written estimate of the cost of the civil action through a trial on the merits of the case ("total estimated cost"). The total estimated cost of the civil action shall include the litigation attorney's expected fees, court costs, expert witness fees, and all other expenses expected to be incurred in the civil action;
  - (e) The litigation attorney's proposed written fee agreement; and
- (f) The amount to be specifically assessed against each Unit in the Condominium to fund the estimated cost of the civil action in both total and on a monthly per Unit basis, as required by this subparagraph.
- Section 12. <u>Independent Expert Opinion</u>. If the lawsuit relates to the condition of any of the Common Elements of the Condominium, the Board shall obtain a written independent expert opinion as to reasonable and practical alternative approaches to repairing the problems with the Common Elements and that shall set forth the estimated costs and expected viability of each alternative. In obtaining the independent expert opinion required by the preceding sentence, the Board of Directors shall conduct its own investigation as to the qualifications of any expert and shall not retain any expert recommended by the proposed litigation attorney or any other attorney with whom the Board of Directors consults. The purpose of the independent expert opinion is to avoid any potential confusion regarding the condition of the Common Elements that might be created by a report prepared as an instrument of advocacy for use in a civil action. The independent expert opinion will ensure that the Co-owners have a realistic appraisal of the condition of the Common Elements, the likely cost of repairs to or replacement of the same, and the reasonable and prudent repair and replacement alternatives. The independent expert opinion shall be sent to the Co-owners with the written notice of the litigation evaluation meeting.
- Section 13. Fee Agreement with Litigation Attorney. The Association shall have a written fee agreement with the litigation attorney and any other attorney retained to handle the proposed civil action. The Association shall not enter into any fee agreement that is a combination of the retained attorney's hourly rate and a contingent fee arrangement, unless the existence of the agreement is disclosed to the Co-owners in the text of the Association's written notice to the members of the litigation evaluation meeting.

- Section 14. <u>Co-owner Vote Required</u>. At the litigation evaluation meeting, the Co-owners shall vote on whether to authorize the Board to proceed with the proposed civil action and whether the matter should be handled by the proposed litigation attorney. The commencement of any civil action by the Association (other than a suit to enforce the Condominium Bylaws or collect delinquent assessments) shall require the approval of a majority in value of members of the Association. Any proxies to be voted at the litigation evaluation meeting must be signed at least seven (7) days prior to the litigation evaluation meeting.
- Section 15. <u>Litigation Special Assessment</u>. All legal fees incurred in pursuit of any civil action that is subject to Section 8 through 19 of this Article shall be paid by special assessment of the Coowners ("litigation special assessment"). The litigation special assessment shall be approved at the litigation evaluation meeting (or at any subsequent duly called and noticed meeting) by a majority in number and in value of all Co-owners in the amount of the estimated total cost of the civil action. If the litigation attorney proposed by the Board is not retained, the litigation special assessment shall be in an amount equal to the total cost of the civil action as estimated by the attorney actually retained by the Association. The litigation special assessment shall be apportioned to the Co-owners in accordance with their respective percentage of value interests in the Condominium and shall be collected from the Co-owners on a monthly basis. The total amount of the litigation special assessment shall be collected over a period not to exceed twenty-four (24) months.
- Section 16. Attorney's Written Report. During the course of any civil action authorized by the Co-owners pursuant to this Article, the retained attorney shall submit a written report ("attorney's written report") to the Board every thirty (30) days setting forth:
  - (a) The attorney's fees, the fees of any experts retained by the attorney, and all other costs of litigation during the 30-day period immediately preceding the date of the attorney's written report ("reporting period");
  - (b) All actions taken in civil action during the reporting period, together with copies of all pleadings, court papers and correspondence filed with the court or sent to opposing counsel during the reporting period;
  - (c) A detailed description of all discussions with opposing counsel during the reporting period, written and oral, including, but not limited to, settlement discussions;
  - (d) The costs incurred in the civil action through the date of the written report, as compared to the attorney's estimated total cost of the civil action;
    - (e) Whether the originally estimated total cost of the civil action remains accurate.
- Section 17. <u>Board of Director Meetings</u>. The Board shall meet quarterly during the course of any civil action to discuss and review:
  - (a) the status of the litigation;
  - (b) the status of settlement efforts, if any; and
  - (c) the attorney's written report.

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- Section 18. Changes in the Litigation Special Assessment. If, at any time during the course of a civil action, the Board determines that the originally estimated total cost of the civil action or any revision thereof is inaccurate, the Board shall immediately prepare a revised estimate of the total cost of the civil action. If the revised estimate exceeds the litigation special assessment previously approved by the Co-owners, the Board shall call a special meeting of the Co-owners to review the status of the litigation and to allow the Co-owners to vote on whether to continue the civil action and increase the litigation special assessment. The meeting shall have the same quorum and voting requirements at a litigation evaluation meeting.
- Section 19. <u>Disclosure of Litigation Expenses</u>. The attorney's fees, court costs, expert witness fees and all other expenses of any civil action filed by the Association ("litigation expenses") shall be fully disclosed to Co-owners in the Association's annual budget. The litigation expenses for each civil action filed by the Association shall be listed as a separate line item captioned "litigation expenses" in the Association's annual budget.

#### ARTICLE IV

#### INSURANCE

- Section 1. Extent of Coverage. The Association shall, to the extent appropriate in light of the nature of the General Common Elements of the Condominium Project, and subject to the cost or availability of the insurance, carry liability insurance (in a minimum amount to be determined by the Developer or the Association, in its discretion, but in no event less than \$500,000 per occurrence), extended coverage for vandalism and malicious mischief, officers' and Directors' liability insurance, workers' compensation insurance, if applicable, and any other insurance the Association may deem applicable, desirable or necessary, pertinent to the ownership, use and maintenance of the General Common Elements, and such insurance shall be carried and administered in accordance with the following provisions:
  - (a) Responsibilities of Association. All such insurance shall be purchased by the Association for the benefit of the Association, the Developer and the Co-owners and their mortgagees as their interests may appear, and provision shall be made for the issuance of certificates of mortgagee endorsements to the mortgagees of Co-owners.
  - (b) <u>Insurance of Common Elements</u>. All General Common Elements of the Condominium Project shall be insured against liability as determined annually by the Board of Directors of the Association (in a minimum amount to be determined by the Developer or the Association, in their discretion, but in no event less than \$500,000 per occurrence). The Association shall not be responsible, in any way, for maintaining insurance with respect to Limited Common Elements.
  - (c) <u>Premium Expenses</u>. All premiums for insurance purchased by the Association pursuant to these Bylaws shall be expenses of administration.
  - (d) <u>Proceeds of Insurance Policies</u>. Proceeds of all insurance policies owned by the Association shall be received by the Association, held in a separate account, and distributed to the Association, the Co-owners and their mortgagees as their interests may appear; provided, however, whenever repair or reconstruction of the Condominium shall be required as provided in Article V of these Bylaws, the proceeds of any insurance received by the Association as a result of any loss requiring repair or reconstruction shall be applied to such repair or reconstruction and

in no event shall hazard insurance proceeds be used for any purpose other than for repair, replacement or reconstruction of the Condominium Project unless all of the institutional holders of first mortgages on Units in the Condominium Project have given their prior written approval.

- Section 2. Authority of Association to Settle Insurance Claims. Each Co-owner, by ownership of a Unit in the Condominium Project, shall be deemed to appoint the Association as his or her true and lawful attorney-in-fact to act in connection with all matters concerning the maintenance of fire insurance, extended coverage for vandalism and malicious mischief, liability insurance and workers' compensation insurance, if applicable, pertinent to the Condominium Project and the General Common Elements appurtenant thereto, with such insurer as may from time to time provide such insurance for the Condominium Project. Without limitation on the generality of the foregoing, the Association, as said attorney, shall have full power and authority to purchase and maintain such insurance, to collect and remit the insurance premiums, to collect proceeds and to distribute them to the Association and the Co-owners, and their respective mortgagees as their interests may appear (subject always to the Condominium Documents), to execute releases of liability, and to execute all documents and to do all things on behalf of such Co-owners and the Condominium as shall be necessary or convenient to the accomplishment of the foregoing.
- Section 3. Responsibilities of Co-owners. Each Co-owner shall be obligated and responsible for obtaining insurance and extended coverage for vandalism and malicious mischief with respect to the building and all other improvements constructed or to be constructed within the perimeter of his or her Condominium Unit, and its appurtenant Limited Common Elements, and for his or her personal property located therein, thereon or elsewhere in the Condominium Project. There is no responsibility on the part of the Association to insure any of such improvements whatsoever. All such insurance shall be carried by each Co-owner in an amount equal to the maximum insurable replacement value, excluding foundation and excavation costs. Each Co-owner also shall be obligated to obtain insurance coverage for his or her personal liability for occurrences within the perimeter of his or her Unit, and affecting appurtenant Limited Common Elements or the improvements located thereon, and also any other personal insurance coverage that the Co-owner wishes to carry.
- Section 4. <u>Waiver of Right of Subrogation</u>. The Association and all Co-owners shall use their best efforts to cause all property and liability insurance carried by the Association or any Co-owner to contain appropriate provisions whereby the insurer waives its right of subrogation as to any claims against any Co-owner or the Association.
- Section 5. <u>Indemnification</u>. Each individual Co-owner shall indemnify and hold harmless every other Co-owner, the Developer and the Association for all damages and costs, including attorneys' fees, which such other Co-owners, the Developer or the Association may suffer as a result of defending any claim arising out of an occurrence on or within such individual Co-owner's Unit and shall carry insurance to secure this indemnity if so required by the Association (or the Developer during the Development and Sales Period). This Section 5 shall not be construed to give any insurer any subrogation right or other right or claim against any individual Co-owner, however.

#### ARTICLE V

#### RECONSTRUCTION OR REPAIR

Section 1. Responsibility for Reconstruction or Repair. If any part of the Condominium Premises shall be damaged, the determination of whether or not it shall be reconstructed or repaired, and the responsibility therefor, shall be as follows:

- (a) <u>General Common Elements</u>. If the damaged property is a General Common Element, the damaged property shall be rebuilt or repaired unless all of the Co-owners and all of the institutional holders of mortgages on any Unit in the Project unanimously agree to the contrary.
- (b) Unit or Improvements on the Unit. If the damaged property is within a Unit or is a Limited Common Element or any improvements thereon, the Co-owner of such Unit shall determine whether to rebuild or repair the damaged property, subject to the rights of any mortgagee or other person or entity having an interest in such property, and such Co-owner shall be responsible for any reconstruction or repair that he or she elects to make. The Co-owner shall, in any event, remove all debris and restore his or her Unit and the improvements thereon to a clean and sightly condition satisfactory to the Association and in accordance with the provisions of Article VI hereof as soon as reasonably possible following the occurrence of the damage. In the event that a Co-owner has failed to repair, restore, demolish or remove the damaged improvements on the Co-owner's Unit under this Section, the Association shall have the right (but not the obligation) to undertake reasonable repair, restoration, demolition or removal and shall have the right to place a lien on the Unit for the amounts expended by the Association for that purpose, which lien may be foreclosed as provided for in these Bylaws.
- Section 2. Repair in Accordance with Master Deed, Etc. Any such reconstruction or repair shall be substantially in accordance with the Master Deed and the original plans and specifications for any damaged improvements located within the Unit unless the Co-owners shall unanimously decide otherwise.
- Section 3. Association Responsibility for Repair. Immediately after the occurrence of a casualty causing damage to property for which the Association has the responsibility of maintenance, repair and reconstruction, the Association shall obtain reliable and detailed estimates of the cost to place the damaged property in a condition as good as that existing before the damage. If the proceeds of insurance are not sufficient to defray the estimated cost of reconstruction or repair required to be performed by the Association, or if at any time during such reconstruction or repair, or upon completion of such reconstruction or repair, the funds for the payment of the cost thereof are insufficient, assessment shall be made against all Co-owners for the cost of reconstruction or repair of the damaged property in sufficient amounts to provide funds to pay the estimated or actual cost of repair. This provision shall not be construed to require replacement of mature trees and vegetation with equivalent trees or vegetation.
- Section 4. <u>Timely Reconstruction and Repair</u>. If damage to the General Common Elements adversely affects the appearance of the Condominium Project, the Association shall proceed with replacement of the damaged property without delay.
- Section 5. <u>Eminent Domain</u>. The following provisions shall control upon any taking by eminent domain:
  - (a) Taking of Unit or Improvements Thereon. In the event of any taking of all or any portion of a Unit or any improvements thereon by eminent domain, the award for such taking shall be paid to the Co-owner of such Unit and the mortgagee thereof, as their interests may appear, notwithstanding any provision of the Act to the contrary. If a Co-owner's entire Unit is taken by eminent domain, such Co-owner and his or her mortgagee shall, after acceptance of the condemnation award therefor, be divested of all interest in the Condominium Project.

- (b) Taking of General Common Elements. If there is any taking of any portion of the General Common Elements, the condemnation proceeds relative to such taking shall be paid to the Co-owners and their mortgagees in proportion to their respective interests in the Common Elements and the affirmative vote of more than fifty percent (50%) of the Co-owners shall determine whether to rebuild, repair or replace the portion so taken or to take such other action as they deem appropriate.
- (c) Continuation of Condominium After Taking. In the event the Condominium Project continues after a taking of property by eminent domain, then the remaining portion of the Condominium Project shall be resurveyed and the Master Deed amended accordingly, and, if any Unit shall have been taken, then Article V of the Master Deed shall also be amended to reflect such taking and to proportionately readjust the percentages of value of the remaining Co-owners based upon the continuing value of the Condominium of one hundred percent (100%). Such amendment may be effected by an officer of the Association duly authorized by the Board of Directors without the necessity of execution or specific approval thereof by any Co-owner.
- (d) Notification of Mortgagees. In the event any Unit in the Condominium or any portion thereof, or the Common Elements or any portion thereof, is made the subject matter of any condemnation or eminent domain proceeding or is otherwise sought to be acquired by a condemning authority, the Association promptly shall so notify each institutional holder of a first mortgage lien on any of the Units in the Condominium.
- (e) Applicability of the Act. To the extent not inconsistent with the foregoing provisions, Section 133 of the Act shall control upon any taking by eminent domain.
- Section 6. Priority of Mortgagee Interests. Nothing contained in the Condominium Documents shall be construed to give a Co-owner or any other party priority over any rights of first mortgagees of Condominium Units pursuant to their mortgages in the case of a distribution to Co-owners of insurance proceeds or condemnation awards for losses to or a taking of Condominium Units and/or Common Elements.
- Section 7. Notification of FHLMC, FNMA, Etc. In the event any mortgage in the Condominium is held by the Federal Home Loan Mortgage Corporation ("FHLMC"), Federal National Mortgage Association ("FNMA"), Government National Mortgage Association ("GNMA"), the Michigan State Housing Development Authority ("MSHDA"), or insured by the Veterans Administration ("VA"), Department of Housing and Urban Development ("HUD"), Federal Housing Association ("FHA") or any private or public mortgage insurance program, then the Association shall give the aforementioned parties written notice, at such address as they may from time to time direct, of any loss to or taking of the Common Elements of the Condominium if the loss or taking exceeds Ten Thousand Dollars (\$10,000.00) in amount or damage to a Condominium Unit or dwelling covered by a mortgage purchased, held or insured by them exceeds One Thousand Dollars (\$1,000.00). Furthermore, the Association may, but is not obliged to, inform such any lender of such damages or condemnation actions.

#### ARTICLE VI

## ARCHITECTURAL CONTROL, BUILDING SPECIFICATIONS AND USE RESTRICTIONS

All of the Units in the Condominium shall be held, used and enjoyed subject to the following limitations and restrictions:

simultaneously for money damages in the same action against the Co-owner and tenant or non-owner occupant for breach of the conditions of the Condominium Documents. The relief provided for in this subparagraph may be by summary proceeding. The Association may hold both the tenant or non-owner occupant and the Co-owner liable for any damages to the Common Elements caused by the Co-owner, tenant or non-owner occupant in connection with the Unit or Condominium Project.

- (v) When a Co-owner is in arrears to the Association for assessments, the Association may give written notice of the arrearage to a tenant occupying a Co-owner's Unit under a lease or rental agreement, and the tenant, after receiving the notice, shall deduct from rental payments due the Co-owner the arrearage and future assessments as they fall due and pay them to the Association. The deductions shall not constitute a breach of the rental agreement or lease by the tenant.
- Section 3. <u>Drainage</u>. The grade of any Unit in the Condominium may not be changed from the Grading Plan prepared by the Developer and approved by the Township of Brownstown. The Grading Plan may be subsequently amended from time to time as conditions require and subsequently approved by the Township of Brownstown. This restriction is intended to prevent interference with the master drainage plan for the Condominium Project. It shall be the responsibility of each Co-owner to maintain the surface drainage grades of his or her Unit as established by the Developer. Each Owner covenants that he or she will not change the surface grade of his or her Unit in a manner which will materially increase or decrease the storm water flowing onto or off of his or her Unit and will not block, pond or obstruct surface water. The Board of Directors of the Association shall enforce this covenant and shall charge the costs of the correction to the Co-owner. Such costs shall be a lien upon the Unit.
- Section 4. Alterations and Modifications. No Co-owner shall make any alterations in the exterior appearance of his or her dwelling or make changes in any of the Common Elements, limited or general, without the express written approval of the Association (and the Developer during the Development and Sales Period). No Co-owner shall in any way restrict access to or tamper with any pump, plumbing, waterline, waterline valves, water meter, sprinkler system valves or any other element that must be accessible to service other Units, the Common Elements or which affects an Association responsibility in any way. Should access to any facilities of any sort be required, the Association may remove any coverings or attachment of any nature that restricts such access and it will have no responsibility for repairing, replacing or reinstalling any materials that are damaged in the course of gaining such access.
- Section 5. Activities. No immoral, improper, unlawful or offensive activity shall be carried on in any Unit or upon the Common Elements, nor shall anything be done which may be or become an annoyance or a nuisance to the Co-owners of the Condominium. No unreasonably noisy activity shall occur in or on the Common Elements or in any Unit at any time, and disputes among Co-owners arising as a result of this provision which cannot be amicably resolved shall be arbitrated by the Association. No Co-owner shall do or permit anything to be done or keep or permit to be kept in his or her dwelling, on his or her Unit or on the Common Elements anything that will increase the rate of insurance on the Condominium without the written approval of the Association, and each Co-owner shall pay to the Association the increased cost of insurance premiums resulting from any such activity, or the maintenance of any such condition even if approved. Activities which are deemed offensive and are expressly prohibited include, but are not limited to, the following: any activity involving the use of firearms, air rifles, pellet guns, B-B guns, bows and arrows, or other similar dangerous weapons, projectiles or devices.

Section 1. <u>Use of Units</u>. All Units shall be used for single family residence purposes only, and no building of any kind whatsoever shall be erected, re-erected, moved or maintained thereon except one (1) single family residence and permitted appurtenant structures, if any, on each Unit, as hereinafter provided. Such residence shall be designed and erected for occupation by a single private family.

#### Section 2. <u>Leasing and Rental</u>.

- (a) Right to Lease. A Co-owner may lease his or her Unit for the same purposes set forth in Section 1 of this Article VI; provided that written disclosure of such lease transaction is submitted to the Board of Directors of the Association in the manner specified in subsection (b) below. With the exception of a lender in possession of a Unit following a default of a first mortgage, foreclosure, or deed or other arrangement in lieu of foreclosure, no Co-owner shall lease less than an entire Unit in the Condominium, and no tenant shall be permitted to occupy said Unit except under a lease, the initial term of which is at least one (1) year (however, this one-year restriction on the length of the lease shall only apply after the Development and Sales Period has ended), unless specifically approved in writing by the Association. The terms of all leases, occupancy agreements and occupancy arrangements shall incorporate or be deemed to incorporate all of the provisions of the Condominium Documents. The Developer may lease any number of Units in the Condominium in its discretion.
- (b) <u>Leasing Procedures</u>. The leasing of Units in the Condominium Project shall conform to the following provisions:
  - (i) No Co-owner of any Unit shall lease and/or sublet less than the whole of any dwelling on any Unit.
  - (ii) A Co-owner desiring to rent or lease a Unit shall supply the Association with a copy of the exact lease form for its review for its compliance with the Condominium Documents. If the Developer desires to rent Units before the Transitional Control Date, it shall notify either the Advisory Committee or each Co-owner in writing.
  - (iii) Tenants and non-owner occupants shall comply with all of the conditions of the Condominium Documents and all leases and rental agreements shall so state.
  - (iv) If the Association determines that the tenant or non-owner occupant has failed to comply with the conditions of the Condominium Documents, the Association shall take the following action:
    - (A) The Association shall notify the Co-owner by certified mail, return receipt requested, of the alleged violation by the tenant or non-owner occupant.
    - (B) The Co-owner shall have 15 days after receipt of such notice to investigate and correct the alleged breach by the tenant or non-owner occupant or advise the Association that a violation has not occurred.
    - (C) If, after 15 days, the Association believes that the alleged breach is not cured or may be repeated, it may institute on its behalf, or derivatively by the Co-owners on behalf of the Association if it is under the control of the Developer, an action for eviction against the tenant or non-owner occupant and

#### Section. 6. Architectural Control.

- (a) No building, structure or other improvement shall be constructed within a Condominium Unit or elsewhere within the Condominium Project, nor shall any material exterior modification be made to any existing buildings, structure or improvement, unless plans and specifications therefor, containing such detail as the Developer or Developer's designated representative may reasonably request, have first been approved in writing by the Developer or Developer's designated representative. Construction of any building or other improvements must also receive any necessary approvals from the local public authority. Developer shall have the right to refuse to approve any such plans, specifications, location of buildings, grading, or landscaping plans, which are not suitable or desirable in its opinion for aesthetic or other reasons; and in passing upon such plans and specifications, it shall have the right to take into consideration the suitability of the proposed structure, improvement or modification, the site upon which it is proposed to be constructed and the degree of harmony thereof with the Condominium as a whole.
- (b) No dwelling shall be permitted on any Unit unless the living area thereof shall be not less than 1600 square feet in the case of a one-story dwelling, and not less than 2000 square feet in the case of any other dwelling. All computations of square footage shall be determined exclusive of basements (whether or not of the "walk-out" variety), garages, porches, terraces, breezeways and other unenclosed or unheated areas. All garages must be attached or architecturally related to the dwelling. No garage shall provide space for less than two (2) automobiles. Carports are specifically prohibited.
- Section 7. Temporary Structures: Outbuildings. No structure of a temporary character, trailer, commercial vehicle, recreation vehicle, shack, garage, barn, tent, or other similar outbuilding may be used or occupied at any time, on any Unit, either temporarily or permanently, except that (i) tents for entertainment purposes may be erected on any Unit for periods not to exceed forty-eight (48) hours; (ii) an appurtenant swimming pool bathhouse may be maintained on any Unit; (iii) one (1) storage shed per Unit which is aesthetically similar in style, material and color to the residence constructed on the Unit and for which a valid permit is obtained from the Township of Brownstown; and (iv) a temporary storage building for the storage of materials and supplies to be used in connection with the construction of a dwelling on any Unit may be kept and maintained on any Unit during the period of such construction.
- Section 8. Exterior Surface of Dwellings. The visible exterior walls of all dwelling structures shall be made of brick, brick veneer and/or stone in any combination. Stucco, wood, wood siding, aluminum siding, steel siding, vinyl siding and/or ledge rock may also be used, so long as any of these materials alone or in combination do not exceed fifty (50%) percent of the total of all visible exterior walls. The use of cement block, slag, cinder block, imitation brick, asphalt and/or any type of commercial siding is expressly prohibited. Windows and doors shall not be included in calculating the total area of visible exterior walls.

#### Section 9. Fences.

(a) No fence, wall or solid hedge may be erected, grown or maintained (i) closer to the street upon which a residence on a Unit fronts than the rear building line of said residence or (ii) in the case of a corner Unit, closer to the street upon which the residence sides than the residence itself, provided, however, that low ornamental fencing may be erected anywhere on the Unit if such ornamental fencing is aesthetically pleasing and is in architectural harmony with the design of the residence.

- (b) No fence, wall or solid hedge erected, grown, located or maintained on any Unit in the Condominium Project shall exceed six (6') feet in height.
- Section 10. Sales Agency and/or Business Office. Notwithstanding anything to the contrary elsewhere set forth herein, Developer, any First Purchaser Builders or builders that Developer may designate, may construct and maintain on any Unit or Units which they may select, a sales agency and a business office for the sale of any Units and/or dwellings in the Condominium Project, or on other lands owned by Developer, or may use said Unit or Units for the construction of a model house or houses for such purposes, and Developer, First Purchaser Builders and any builders designated by Developer, may continue to do so until such time as all of the Units in which Developer or such designated builders, or First Purchaser Builders, have an interest are sold by them. No such sales agency, business office and/or model home may be used to solicit sales of Units or residences in locations other than the Condominium Project or on other lands owned by Developer without the express written consent of Developer.
- Section 11. Sidewalks. Each Unit in the Condominium Project shall at the time of construction of a residence thereon also have constructed and installed thereon a four (4") inch-thick concrete sidewalk, 5'0" in width, located 1'0" from the front property line of the Unit and running within the General Common Element at the front of the Unit. Each corner Unit shall have two (2) intersecting sidewalks constructed and installed on it in accordance with the specifications of the previous sentence, with one (1) sidewalk running parallel with the adjoining street at the front of the Unit and the other sidewalk running parallel with the adjoining street at the side of the Unit. Each sidewalk on a Unit shall tie in with the sidewalk existing or to be built on the corner Units and shall also connect into the adjoining street perpendicular to the sidewalk. The southern end of the sidewalk to be constructed along Unit 48 shall tie into the adjacent Adam Brown Drive to provide paved pedestrian access to the street. Notwithstanding anything to the contrary, all sidewalks shall be constructed and installed in accordance with the requirements of the Township of Brownstown. The sidewalk to be constructed along Unit 2 shall be uniform with the sidewalk constructed along Unit 48.
- Section 12. Signs. No sign or billboard shall be placed, erected or maintained on any Unit unless such sign shall have been constructed and installed in a professional manner and shall comply with all applicable municipal ordinances. Any such sign shall be kept clean and in good repair during the period of its maintenance on the said Unit.
  - Section 13. Wells. No well shall be dug, installed or constructed on any Unit.
  - Section 14. Pets. The following restrictions shall apply to pets.
  - (a) No farm animals, livestock, poultry or wild animals shall be kept, bred or harbored on any Unit, nor shall any animals be kept or bred for commercial purposes. Not more than three (3) domesticated animals commonly deemed to be household pets may be kept on any Unit by the Co-owner and members of his household so long as such pets shall have such care so as not to be objectionable or offensive to others due to noise, odor or unsanitary conditions. The term "pet," for the purpose of this Section, shall not include fish and other similar aquatic-type life.
  - (b) Any dog kept on a Unit shall be kept either on a leash or in a dog run or pen, and shall not be allowed to run loose or unattended. Unless otherwise approved in writing by Developer, no dog runs or pens shall be permitted to be erected or maintained unless they are solely located within the rear yard adjacent to a wall of the main dwelling or garage and facing the rear or the interior of the Unit, nor shall such runs or pens extend beyond the end of the dwelling or garage into the side yard. Dog runs or pens shall not exceed three hundred (300')

square feet in area or four (4') feet in height. The exterior sides of a pen shall be landscaped with plantings to obscure the view thereof from adjacent Units, and such pen shall be kept and maintained in a clean and sanitary condition.

- (c) All pets must be registered with the Association prior to being brought on to the Condominium Premise or on to a Unit. The Association may adopt a pet registration form.
- (d) All animals must be cared for and restrained so as not to be obnoxious or offensive on account of, by way of illustration and not as limitation, excessive or persistent barking, odor, or unsanitary conditions.
  - (e) No animal may be kept or bred for any commercial purpose.
- (f) No animal may be permitted to run loose at any time upon the Common Elements and any animal shall at all times be leashed and attended by some responsible person while on the General Common Elements. No pets many be "tied out" on the General Common Elements. While on the General Common Elements, all animals shall be leashed or restrained on a leash not to exceed ten feet in length. When on the General Common Elements, all animals must be accompanied by the owner or other responsible adult.
  - (g) No savage or dangerous animal shall be kept in the Condominium.
- (h) Any Co-owner who causes any animal to be brought or kept upon or within the Condominium Premises shall indemnify and hold harmless the Association for any loss, damage or liability which the Association sustains as the result of the presence of such animal on the Condominium Premises, whether or not the Association has given its permission therefor.
- (i) Each Co-owner shall be responsible for collection and disposition of all fecal matter deposited by any animal maintained by such Co-owner.
- (j) The Association may, without liability to the owner thereof, remove or cause to be removed any animal from the Condominium which it determines to be in violation of the restrictions imposed by this Section.
- (k) The Association shall have the right to adopt such additional reasonable rules and regulations with respect to any kept animal as it may deem proper.
- (l) Stray animals and wild animals shall not be fed or housed by Co-owners, nor shall Co-owners allow any condition to exist within their dwelling, on their Unit or the Common Elements, limited or general, appurtenant to their Units, which may attract stray or wild animals.
- (m) In the event of any violation of this Section, the Board of Directors of the Association may assess fines for such violation in accordance with these Bylaws and in accordance with duly adopted rules and regulations of the Association.
- Section 15. Vehicles and Parking. The following restrictions shall apply to vehicles:
- (a) Co-owners must park all of their vehicles in the driveway or garage and parking areas on their Units.

- (b) Any vehicles parked on the General Common Elements must be moved not less than every 48 hours or they will be deemed abandoned and subject to removal by the Association at the expense of the vehicle's owner.
- (c) Any unlicensed or non-operative vehicle parked within the Condominium Premises for more that 48 hours will also be deemed abandoned and subject to removal at the expense of the owner.
- (d) No vehicle repair or non-emergency maintenance or similar repairs are allowed on the Common Elements or Units, except within the garages of the Units.
- (e) Washing or polishing of vehicles may only be undertaken in the garage or on the driveway appurtenant to the Co-owner's Unit.
- (f) No vehicles may be parked, stored or maintained on any lawn areas within the Condominium Premises, including the lawns within any Units.
- (g) Any damage to the Condominium Premises caused by violation of these vehicle restrictions are the responsibility of the Co-owner who owns the vehicle or the Co-owner of the Unit which the operator/owner of the vehicle is visiting.
- (h) No house trailers, commercial vehicles or trucks weighing in excess of two and one-half (2-1/2) tons empty, boats, boat trailers, camping vehicles or camping trailers may be parked on or stored on any Unit, unless stored fully enclosed within an attached garage. Commercial vehicles and trucks shall not be parked on the Condominium Premises, or on any Unit therein, except while making normal deliveries or pickups in the normal course of business. However, construction vehicles may be parked on a Unit, and a construction trailer or temporary sales trailer may be maintained by each builder offering new houses for sale only during the period when new houses are under construction in the Condominium Project by that builder and only on Units owned or controlled by said builder.
- (i) If the prior approval of the Association has been obtained, a Co-owner may park a vehicle of the type listed in subparagraph (h), above, on the Condominium Premises for a period not to exceed 72 consecutive hours, not more than once per month.
- (j) All other uses of motorized vehicles (such as all terrain vehicles, snowmobiles or mini-bikes) anywhere on the Condominium Premises, other than passenger cars, authorized maintenance vehicles and commercial vehicles as provided in this Section, is absolutely prohibited.
- (k) It will be the responsibility of the Co-owner to assure that his or her garage is available for parking of the Co-owner's vehicle. The fact that garage is used for storage shall not entitle a Co-owner to park a vehicle on the General Common Elements or to appropriate unassigned parking spaces.
- Section 16. Rules and Regulations. Reasonable rules and regulations consistent with the Act, the Master Deed and these Bylaws, concerning the operation and the use of the Common Elements, may be made and amended from time to time by any Board of Directors of the Association, including the First Board of Directors (or its successors or assigns elected by the Developer) prior to the First Annual Meeting of the entire Association to be held as provided in these Bylaws. Copies of all such rules, regulations and amendments thereto shall be furnished to all Co-owners and shall become effective 30

days after mailing or delivery of such rules, regulations and amendments to the designated voting representative of each Co-owner. Any such rule, regulation or amendment may be revoked at any time by the affirmative vote of more than fifty percent (50%) of all Co-owners, except that the Co-owners may not revoke any rule, regulation or amendment prior to said First Annual Meeting of the entire Association.

Section 17. Right of Access of Association. The Association or its duly authorized agents shall have access to each Unit (but not any dwelling) and any Common Elements appurtenant thereto from time to time during reasonable working hours upon notice to the Co-owner thereof as may be necessary for the maintenance, repair or replacement of any of the Common Elements. The Association or its agents shall also have access to each Unit and any Common Elements appurtenant thereto at all times without notice as may be necessary to make emergency repairs to prevent damage to the Common Elements or to another Unit or dwelling. It shall be the responsibility of each Co-owner to provide the Association means of access to his or her Unit, and any Common Elements appurtenant thereto, during all periods of absence. In the event of the failure of such Co-owner to provide means of access during a period of absence, the Association may gain access in such manner as may be reasonable under the circumstances and shall not be liable to such Co-owner for any necessary damage to his or her Unit and any Common Elements appurtenant thereto. The Association shall also have a right of access to any Unit and dwelling for the purpose of assuring compliance with the Condominium Documents. This provision shall not, however, entitle the Association to access a dwelling built upon a Unit, except with reasonable notice to the Unit Co-owner.

#### Section 18. Landscaping.

- (a) No Co-owner shall perform any landscaping or plant any trees, shrubs or flowers or place any ornamental materials upon the General Common Elements without the prior written approval of the Association. Any landscaping installed by the Co-owner pursuant to this Section shall be maintained by the Co-owner and the Association shall have no responsibility for its maintenance.
- (b) Lawns shall be installed as soon a practical after completion of construction in accordance with customary practices in the building industry. Lawns shall be installed within sixty (60) days following the Co-owner taking occupancy of the residence; however, if weather conditions do not permit installation of lawns, lawn installation may be deferred for a reasonable period of time. In any event, dwellings for which possession is taken after December 1st must have lawns installed no later than May 15 of the following year. The Unit and the drainage ditch, if any, contiguous to each Unit shall be kept free of weeds by the Co-owner thereof.
- (c) Foundation plantings shall be installed as soon as practical after completion of construction.
- (d) Each Co-owner of a Unit, including any Co-owner who is a builder-purchaser from Developer, shall at all times comply, as applies to the Co-owner's Unit, with all erosion control measures imposed by any governmental agency having jurisdiction or by Developer in order to protect the sedimentation and storm water basins, and to keep the streets, sewers, and sedimentation and detention basins in and around the Condominium Project free of silt, dirt and debris. Compliance with such erosion control measures shall be required by the Co-owners at all times during their ownership of a Unit, whether prior to, during, or following construction of a residence on the Unit and landscaping of the Unit.

Should any Co-owner fail to comply with the obligations imposed by this Section 18, or fail to maintain the lawns, trees, berms or shrubbery on his Unit in good order and repair in accordance with "good property management," then the Association may serve written notice upon the Co-owner setting forth the manner in which the Co-owner has so failed. In the event that the deficiency of maintenance, repair or replacement stated in such notice is not cured within fifteen (15) days following the date of such notice, the Association shall be authorized and permitted (but is not obligated to do so) and is hereby granted an easement to enter the Unit for the purpose of curing the deficiency. If, following the cure of the deficiency, the deficiency reoccurs and/or persists, the Association shall be authorized and permitted (but has no obligation) to enter the Unit as often as is reasonably required for the purpose of assuring compliance with the obligations imposed by this Section 18 and/or continually maintaining in good order and repair the lawns, trees, berms and shrubbery on the Unit, which right of the Association shall continue until such time as the Association shall reasonably determine that the Co-owner of the deficient Unit is willing and able to reassume the maintenance responsibility.

The actual costs incurred by the Association for such compliance, maintenance, repair and replacement, plus an administrative fee equal to twenty (20%) percent of such incurred costs, shall be payable by the Co-owner to the Association within ten (10) days following such date as the Association sends the Co-owner a bill therefor. If the amount billed is not paid within said ten (10) day period, the unpaid amount shall be a charge on the Unit, shall be a continuing lien upon the Unit and shall be treated as an additional assessment against the Unit subject to treatment in accordance with the provisions of these Bylaws controlling and affecting such assessments, including, without limitation, those stated in Article II of these Bylaws.

Section 19. Sight Distance at Intersections. No fence, wall, shrubbery, sign or other obstruction to vision which obstructs sight lines at elevations above thirty (30") inches from the established street grades shall be placed or permitted to remain on any corner Unit within the triangular area formed by the street property lines and a line connecting them at points twenty-five (25") feet from the intersection of the street lines, or in the case of a rounded property corner, from the intersection of the street property lines extended. No tree shall be permitted to remain within such distances of such intersections unless the foliage line is maintained at sufficient height to prevent obstruction of sight lines.

Section 20. Destruction of Building by Fire, etc. Any debris resulting from the destruction by fire or otherwise, in whole or in part, of any dwelling or building on any Unit shall be removed with all reasonable dispatch from such Unit in order to prevent an unsightly condition. Each Co-owner shall prevent such Co-owner's Unit, and any dwelling, appurtenant structure or other improvement thereon from becoming unsightly or unkempt, or from falling into a state of disrepair.

#### Section 21. General Conditions.

- (a) No Unit shall be used or maintained as a dumping ground for rubbish, trash, garbage or other waste, and the same shall not be kept except in sanitary containers properly concealed from public view. Garbage containers shall not be left at the road for more than twenty-four (24) hours in any one (1) week.
- (b) No laundry other than blankets or comforters shall be hung for drying on any Unit so as to be visible from outside of the dwelling constructed on the Unit. Blankets or comforters may be hung outside for drying or "airing out" if kept within fifteen (15') feet of the house.

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- (c) All dwellings in the Condominium Project shall be equipped with electric garbage disposal units in the kitchen.
- (d) No "through the wall" air conditioners may be installed on the front wall or in any front window or any building.
- (e) No outside compressors for central air conditioning units may be installed or maintained in such a manner so as to create a nuisance to the residents of adjacent dwellings.
- (f) No swimming pool may be built or maintained which is higher than one (1') foot above the existing Unit grade.
- (g) No satellite dishes or exterior antennas more than eighteen (18") inches in height or diameter may be maintained on any Unit.

#### Section 22. Reserved Rights of Developer.

(a) Developer's Rights in Furtherance of Development and Sales Period. None of the restrictions contained in this Article VI shall apply to the commercial activities or signs or billboards, if any, of the Developer (or its successors and assigns) during the Development and Sales Period, or of the Association in furtherance of its powers and purposes set forth herein, and in its Articles of Incorporation as the same may be amended from time to time. Notwithstanding anything to the contrary elsewhere herein contained, Developer, and its successors and assigns, shall have the right to maintain a sales office, a business office, construction offices, model units, storage areas and reasonable parking incident to the foregoing, and such access to, from, over and through the Condominium Project as may be reasonable to enable development and sale of the entire Condominium Project by Developer, or its successors and assigns, and may continue to do so during the entire Development and Sales Period. Developer, its successors and assigns, shall restore the areas so utilized to habitable status upon termination of use.

The same rights outlined in the preceding paragraph are reserved for First Purchaser Builders of Units in the Condominium Project.

- (b) Enforcement of Bylaws. The Condominium Project shall at all times be maintained in a manner consistent with the highest standards of a beautiful, serene, private, residential community for the benefit of the Co-owners and all persons interested in the Condominium. If at any time the Association fails or refuses to carry out its obligation to maintain, repair, replace and landscape in a manner consistent with the maintenance of such high standards, then Developer, or any entity to which it may assign this right, at its option, may elect to maintain, repair and/or replace any General Common Elements and/or to do any landscaping required by these Bylaws, and to charge the cost thereof to the Association as an expense of administration. The Developer shall have the right to enforce these Bylaws throughout the Development and Sales Period, notwithstanding that it may no longer own a Unit in the Condominium, which right of enforcement shall include (without limitation) an action to restrain the Association or any Co-owner from any activity prohibited by these Bylaws.
- (c) <u>Deviations by Agreement with Developer</u>. Developer hereby reserves the right at any time to enter into agreements with the Co-owner of any Unit or Units, without the consent of the Co-owners of other Units or adjoining or adjacent property, to deviate from any or all of the covenants set forth in these Bylaws provided there are practical difficulties or particular

hardships evidenced by the Unit Co-owner. Any such deviation (which shall be manifested by an agreement in writing) shall not constitute a waiver of any such covenant as to the remaining Units.

- NO WARRANTY ON EXISTING TREES AND VEGETATION. THE Section 23. DEVELOPER MAKES NO WARRANTY, EXPRESS OR IMPLIED, WITH RESPECT TO ANY NATIVE TREES OR VEGETATION WITHIN THE CONDOMINIUM PROJECT. VEGETATION AND TREES NATIVE TO THE SITE ARE BEING DELIVERED TO THE CO-OWNERS IN AN "AS IS" AND "WHERE IS" CONDITION. THE DEVELOPER SHALL HAVE NO RESPONSIBILITY OR LIABILITY TO ANY CO-OWNER, THE ASSOCIATION OR ITS SUCCESSORS OR ASSIGNS, WITH RESPECT TO ANY NATIVE TREES OR NATIVE VEGETATION WITHIN THE CONDOMINIUM PROJECT WHICH DIES OR SUFFERS DAMAGE DURING THE DEVELOPMENT AND SALES PERIOD. THE COST OF REMOVAL AND REPLACEMENT (IF DESIRABLE OR NECESSARY) SHALL BE: (A) THE RESPONSIBILITY OF THE CO-OWNER IF THE TREE OR VEGETATION IS WITHIN LIMITED COMMON ELEMENTS APPURTENANT TO SUCH CO-OWNER'S UNIT, OR (B) THE RESPONSIBILITY OF THE ASSOCIATION IF IT IS LOCATED ON A GENERAL COMMON ELEMENT. THE DEVELOPER SHALL NOT BE RESPONSIBLE FOR THE DEATH, DAMAGE TO OR THE DESTRUCTION OF ANY TREE, SHRUB OR PLANT GROWTH WHICH IS NATIVE TO THE CONDOMINIUM PROJECT SITE DUE TO THE DEVELOPER'S ACTIVITIES RELATED TO THE CONSTRUCTION AND DEVELOPMENT OF THE CONDOMINIUM PROJECT. THE DEVELOPER MAKES NO WARRANTIES WITH RESPECT TO EXISTING TREES, SHRUBS AND PLANT GROWTH.
- Section 24. Tree Removal: Woodlands Preservation. No trees shall be removed, except for diseased or dead trees and trees needing to be removed to promote the growth of other trees or for safety reasons, unless approved by the Association. No such removal shall occur within a woodlands area which is regulated by the Township of Brownstown or other public agency without obtaining the proper permit from the Township of Brownstown or other public agency with jurisdiction over such matters prior to removal.
- Section 25. <u>Drainage Easement Reserved.</u> Portions of the Condominium Project are subject to a perpetual and permanent easement in favor of the Wayne County Drain Commissioner ("grantee"), and grantee's successors, assigns and transferees, in, over, under and through the Condominium Project as shown on Exhibit B to the Master Deed. The easement may not be amended or revoked except with the written approval of grantee. The easement is subject to the following terms and conditions and also grants the following rights:
  - (a) The easement shall be for the purpose of developing, establishing, constructing, repairing, maintaining, deepening, cleaning, widening and performing any associated construction activities and grading in connection with any type of drainage facilities or storm drains, in any size, form, shape or capacity.
  - (b) The grantee shall have the right to sell, assign, transfer or convey this easement to any other governmental unit.
  - (c) No Co-owner in the Condominium Project shall build or convey to others any permission to build any permanent structures on the said easement.
  - (d) Neither a Co-owner in the Condominium Project, nor the Association, shall build or place on the area covered by the easement any type of structure, fixture or object, or engage in any activity or take any action, or convey any property interest or right that would in any way

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either actually impair or threaten to impair, obstruct, or adversely affect the rights of grantee under the easement.

- (e) The grantee and its agents, contractors and designated representatives shall have right-of-entry to gain access to the easement.
- (f) All Co-owners in the Condominium Project release grantee, and its successors, assigns or transferees, from any and all claims to damages in any way arising from or incident to the construction and maintenance of a drain or sewer, or otherwise arising from or incident to the exercise by grantee of its rights under the said easement. All Co-owners covenant not to sue grantee for any such damages.
- (g) The rights granted to the Wayne County Drain Commissioner and its successors, assigns or transferees under this Section may not be amended without the express written consent of the grantee. Any purported amendment or modification of the rights granted under this Section shall be void and without legal effect unless agreed to in writing by the grantee, its successors, assigns or transferees.

#### Section 26. Easements.

(a) Easements are reserved as shown on the Condominium Subdivision Plan attached to the Master Deed as Exhibit B. The use of all or a part of such easements may at any time or times hereafter be granted or assigned by Developer, its successors or assigns, to any person, firm, corporation, governmental unit or agency which furnishes services or utilities for use in Huron Pointe Condominium.

No buildings may be constructed or maintained over or on any easements; however, planting, fencing (where permitted), or other Unit line improvements shall be allowed, so long as they do not violate the provisions of this Article VI and do not interfere with, obstruct, hinder, or impair the drainage plan of Huron Pointe Condominium and so long as access be granted, without charge or liability for damages, for the installation and/or maintenance of utilities, drainage lines and/or additional facilities.

Private easements for public utilities have been granted and reserved on the Condominium Subdivision Plan attached as Exhibit B to the Master Deed. Without limiting the use of these easements by other permitted parties and utilities, DTE, formerly known as Detroit Edison Company, is specifically granted the right of access to and from these easements reserved for public utilities for the purpose of constructing, reconstructing, modifying, adding to, operating and maintaining utility line facilities consisting of poles, guys, anchors, wires, manholes, conduits, pipes, cables, transformers and accessories. Accordingly, no buildings or other permanent structures shall be placed in the easement areas without the prior written consent of DTE and all municipalities and governmental authorities having jurisdiction. DTE shall be permitted to trim, cut down, remove or otherwise control any trees, bushes, branches and roots within the easement (or that could grow into the easement) and remove structures and fences in the easement area which DTE believes could interfere with the safe and reliable construction, operation and maintenance of DTE's facility. No trees, plant life, structures and fences shall be planted, grown, or installed within eight (8') feet of the front door and within two (2') feet of the other sides of transformers and switching cabinet enclosures. DTE shall not be responsible for damages to or removal of trees, plant life, structures and fences placed in front of transformer doors within such required clearance areas. Prior to the installation by DTE of its subdivision utility facilities, Developer shall grade the easement area to within four (4") inches of the final

grade shown on the approved Condominium Subdivision Plan. Following grading by the Developer, each Co-owner shall, to the extent the easement is located on his/her Unit, maintain this grading elevation. Each Co-owner shall be responsible to reimburse DTE for any repairs required as a result of damage caused to DTE's utility facilities by the Co-owner or by the Co-owner's agents, contractors or invitees.

#### ARTICLE VII

#### **MORTGAGES**

- Section 1. Notice to Association. Any Co-owner who mortgages his or her Unit shall notify the Association of the name and address of the mortgagee and the Association shall maintain such information in a book entitled "Mortgagees of Units." The Association may, at the written request of a mortgagee of any such Unit, report any unpaid assessments due from the Co-owner of such Unit. The Association shall give to the holder of any first mortgage covering any Unit in the Condominium Project written notification of any default in the performance of the obligations of the Co-owner of such Unit that is not cured within 60 days.
- Section 2. <u>Insurance</u>. The Association shall notify each mortgagee appearing in said book of the name of each company insuring the Condominium against fire, perils covered by extended coverage for and vandalism and malicious mischief and the amounts of such coverage.
- Section 3. <u>Notification of Meetings</u>. Upon request submitted to the Association, any institutional holder of a first mortgage lien on any Unit in the Condominium shall be entitled to receive written notification of every meeting of the members of the Association and to designate a representative to attend such meeting.

#### ARTICLE VIII

#### VOTING

- Section 1. <u>Yote</u>. Except as limited in these Bylaws, each Co-owner shall be entitled to one (1) vote for each Condominium Unit owned.
- Section 2. Eligibility to Vote. No Co-owner, other than the Developer, shall be entitled to vote at any meeting of the Association until he or she has presented evidence of ownership of a Unit in the Condominium Project to the Association. Except as provided in Article XI, Section 2 of these Bylaws, no Co-owner, other than the Developer, shall be entitled to vote prior to the date of the First Annual Meeting of members held in accordance with Section 2 of Article IX. The vote of each Co-owner may be cast only by the individual representative designated by such Co-owner in the notice required in Section 3 of this Article VIII below or by a proxy given by such individual representative. The Developer shall be the only person entitled to vote at a meeting of the Association until the First Annual Meeting of members, and shall be entitled to vote during such period notwithstanding the fact that Developer may own no Units at some time, or from time to time, during such period. At and after the First Annual Meeting, the Developer shall be entitled to one (1) vote for each Unit that it owns and for which it is paying Association maintenance expenses. If, however, the Developer elects to designate a Director (or Directors) pursuant to its rights under Article XI, Section 2(c)(i) or (ii) hereof, it shall not then be entitled to also vote for the non-developer Directors.

- Section 3. Designation of Voting Representative. Each Co-owner shall file a written notice with the Association designating the individual representative who shall vote at meetings of the Association and receive all notices and other communications from the Association on behalf of such Co-owner. Such notice shall state the name and address of the individual representative designated, the number or numbers of the Condominium Unit or Units owned by the Co-owner, and the name and address of each person, firm, corporation, partnership, association, trust or other entity who is the Co-owner. Such notice shall be signed and dated by the Co-owner. The individual representative designated with respect to a Unit may be changed by the Co-owner at any time by filing a new notice in the manner herein provided.
- Section 4. Quorum. The presence in person or by proxy of twenty (20%) percent of the Coowners qualified to vote shall constitute a quorum for holding a meeting of the members of the Association, except for voting on questions specifically required by the Condominium Documents to require a greater quorum. The written vote of any person furnished at or prior to any duly called meeting at which meeting said person is not otherwise present in person or by proxy shall be counted in determining the presence of a quorum with respect to the question upon which the vote is cast.
- Section 5. <u>Voting</u>. Votes may be cast only in person or by a writing duly signed by the designated voting representative not present at a given meeting in person or by proxy. Proxies and any written votes must be filed with the Secretary of the Association at or before the appointed time of each meeting of the members of the Association. Cumulative voting shall not be permitted.
- Section 6. <u>Majority</u>. A majority, except where otherwise provided herein, shall consist of more than fifty (50%) percent of those qualified to vote and present in person or by proxy (or written vote, if applicable) at a given meeting of the members of the Association. Whenever provided specifically herein, a majority may be required to exceed the simple majority hereinabove set forth of designated voting representatives present in person or by proxy, or by written vote, if applicable, at a given meeting of the members of the Association.

#### ARTICLE IX

#### **MEETINGS**

- Section 1. <u>Place of Meeting</u>. Meetings of the Association shall be held at the principal office of the Association or at such other suitable place convenient to the Co-owners as may be designated by the Board of Directors. Meetings of the Association shall be conducted in accordance with Sturgis' Code of Parliamentary Procedure, Roberts Rules of Order or some other generally recognized manual of parliamentary procedure, when not otherwise in conflict with the Condominium Documents (as defined in the Master Deed) or the laws of the State of Michigan.
- Section 2. First Annual Meeting. The First Annual Meeting of members of the Association may be convened only by Developer and may be called at any time after more than fifty (50%) percent of the Units that may be created in Huron Pointe Condominium have been conveyed to other than First Purchaser Builders, and the purchasers thereof qualified as members of the Association. In no event, however, shall such meeting be called later than 120 days after the conveyance of legal or equitable title to non-developer Co-owners of seventy-five (75%) percent of all Units that may be created, or 54 months after the first conveyance of legal or equitable title to a non-developer Co-owner of a Unit in the Condominium Project, whichever first occurs. (First Purchaser Builders, as defined in Article III, Section 13 of the Master Deed, and as used in this Article and elsewhere in the Condominium Documents, are not considered non-developer Co-owners.) The Developer may call meetings of

members for informative or other appropriate purposes prior to the First Annual Meeting of members, and no such meeting shall be construed as the First Annual Meeting of members. The date, time and place of such meeting shall be set by the Board of Directors, and at least ten (10) days' written notice thereof shall be given to each member. The phrase "Units that may be created" as used in this paragraph and elsewhere in the Condominium Documents refers to the maximum number of Units which the Developer is permitted under the Condominium Documents to include in the Condominium.

Section 3. Annual Meetings. Annual meetings of members of the Association shall be held on a business day during the second or third week of April each succeeding year after the year in which the First Annual Meeting is held, at such time and place as shall be determined by the Board of Directors; provided, however, that the second annual meeting shall not be held sooner than eight (8) months after the date of the First Annual Meeting. At such meetings there shall be elected by ballot of the members a Board of Directors in accordance with the requirements of Article XI of these Bylaws. The members may also transact at annual meetings such other business of the Association as may properly come before them.

Section 4. Special Meetings. It shall be the duty of the President to call a special meeting of the members as directed by resolution of the Board of Directors or upon a petition signed by one-third (1/3) of the members presented to the Secretary of the Association. Notice of any special meeting shall state the time and place of such meeting and the purposes thereof. No business shall be transacted at a special meeting except as stated in the notice.

Section 5. Notice of Meetings. It shall be the duty of the Secretary (or other Association officer in the Secretary's absence) to serve a notice of each annual or special meeting stating the purpose thereof, as well as the time and place where it is to be held, upon each member of record at least ten (10) days, but not more than 60 days, prior to such meeting. The mailing, postage prepaid, of a notice to the representative of each member at the address shown in the notice required to be filed with the Association by Article VIII, Section 3 of these Bylaws shall be deemed notice served. Any member may, by written waiver of notice signed by such member, waive such notice, and such waiver, when filed in the records of the Association, shall be deemed due notice.

Section 6. Adjournment. If any meeting of members cannot be held because a quorum is not in attendance, the members who are present may adjourn the meeting to a time not less than 48 hours from the time the original meeting was called. At the rescheduled meeting, the quorum requirement will be reduced by fifty (50%) percent. The presence in person or by proxy of only ten (10%) percent of the members qualified to vote shall constitute a quorum for holding a rescheduled meeting of the members of the Association, except for voting on questions specifically required by the Condominium Documents to require a greater quorum. The written vote of any person furnished at or prior to any duly called meeting at which meeting said person is not otherwise present in person or by proxy shall be counted in determining the presence of a quorum with respect to the question upon which the vote is cast.

Section 7. Order of Business. The order of business at all meetings of the members shall be as follows: (a) roll call to determine the voting power represented at the meeting; (b) proof of notice of meeting or waiver of notice; (c) reading of minutes of preceding meeting; (d) reports of officers; (e) reports of committees; (f) appointment of inspectors of election (at annual meetings or special meetings held for the purpose of electing Directors or officers); (g) election of Directors (at annual meeting or special meetings held for such purpose); (h) unfinished business; and (i) new business. Meetings of members shall be chaired by the most senior officer of the Association present at such meeting. For purposes of this Section, the order of seniority of officers shall be President, Vice President, Secretary and Treasurer.

Section 8. Action Without Meeting. Any action that may be taken at a meeting of the members (except for the election or removal of Directors) may be taken without a meeting by written ballot of the members. Ballots shall be solicited in the same manner as provided in Section 5 for the giving of notice of meetings to members. Such solicitations shall specify (a) the number of responses needed to meet the quorum requirements; (b) the percentage of approvals necessary to approve the action; and (c) the time by which ballots must be received in order to be counted. The form of written ballot shall afford an opportunity to specify a choice between approval and disapproval of each matter and shall provide that, where the member specifies a choice, the vote shall be cast in accordance therewith. Approval by written ballot shall be constituted by receipt within the time period specified in the solicitation of (i) a number of ballots which equals or exceeds the quorum which would be required if the action were taken at a meeting; and (ii) a number of approvals which equals or exceeds the number of votes which would be required for approval if the action were taken at a meeting at which the total number of votes cast was the same as the total number of ballots cast.

Section 9. Consent of Absentees. The transactions at any meeting of members, either annual or special, however called and noticed, shall be as valid as though made at a meeting duly held after regular call and notice if a quorum is present either in person or by proxy; and if, either before or after the meeting, each of the members not present in person or by proxy signs a written waiver of notice, or a consent to the holding of such meeting, or an approval of the minutes thereof. All such waivers, consents or approvals shall be filed with the corporate records or made a part of the minutes of the meeting.

Section 10. <u>Minutes: Presumption of Notice</u>. Minutes or a similar record of the proceedings of meetings of members when signed by the President or Secretary shall be presumed truthfully to evidence the matters set forth therein. A recitation in the minutes of any such meeting that notice of the meeting was properly given shall be prima facie evidence that such notice was given.

#### ARTICLE X

### ADVISORY COMMITTEE; TRANSITION TO CONTROL OF ASSOCIATION

Section 1. Establishment of Advisory Committee. Within one (1) year after conveyance of legal or equitable title to the first Unit in the Condominium to a purchaser other than a First Purchaser Builder, or within 120 days after conveyance to purchasers, other than First Purchaser Builders, of onethird (1/3) of the total number of Units that may be created, whichever first occurs, the Developer shall cause to be established an Advisory Committee consisting of at least three (3) non-developer Co-owners. The Committee shall be established and perpetuated in any manner the Developer deems advisable, except that if more than fifty (50%) percent of the non-developer Co-owners petition the Board of Directors for an election to select the Advisory Committee, then an election for such purpose shall be held. The purpose of the Advisory Committee shall be to facilitate communications between the temporary Board of Directors and the other Co-owners, and to aid in the transition of control of the Association from the Developer to Co-owners other than First Purchaser Builders. The Advisory Committee shall cease to exist automatically when the non-developer Co-owners have the voting strength to elect a majority of the Board of Directors of the Association. The Developer may remove and replace at its discretion, at any time, any member of the Advisory Committee who has not been elected thereto by the Co-owners.

Section 2. <u>Transition of Association: Board of Directors.</u> Notwithstanding the provisions contained in Article XI, Section 2 below, in the event Developer no longer desires to appoint the Board

of Directors, but at such time the Co-owners are unwilling or unable to elect a Board of Directors who desire to serve as Directors, the Developer, its successors and assigns, reserve the right to grant to the Management Agent of the Association, or to such other designee chosen by Developer, the right to appoint a Board of Directors composed of either Co-owners or non-owners, or some combination thereof. The fee charged by the Management Agent or other designee, and the fee charged by the Directors, shall be paid directly by the Association and considered an expense of administration. The right of the Management Agent or other designee to appoint the Board of Directors shall continue until the first annual meeting at which the Co-owners are willing and able to elect a Board of Directors of Co-owners who desire to serve as Directors.

#### ARTICLE XI

#### BOARD OF DIRECTORS

Section 1. Number and Qualification of Directors. The Board of Directors shall initially be comprised of three (3) members and shall continue to be so comprised until enlarged to five (5) members in accordance with the provisions of Section 2 hereof. Thereafter, the affairs of the Association shall be governed by a Board of five (5) Directors, all of whom must be members of the Association or officers, partners, trustees, employees, agents or members of the Association, except for the first Board of Directors. Directors shall serve without compensation.

#### Section 2. Election of Directors.

- (a) First Board of Directors. Subject to the provisions of Article X, Section 2 above, the first Board of Directors, or its successors and assigns, selected by the Developer, shall manage the affairs of the Association until the appointment of the first non-developer Co-owners to the Board. Immediately prior to the appointment of the first non-developer Co-owners to the Board, the Board shall be increased in size from three (3) Directors to five (5) Directors. Thereafter, elections for non-developer Co-owner Directors shall be held as provided in subsections (b) and (c) below.
- Meeting. Not later than 120 days after conveyance of legal or equitable title to non-developer Co-owners of twenty-five (25%) percent of the Units that may be created, one (1) of the five (5) Directors shall be elected by non-developer Co-owners. Not later than 120 days after conveyance of legal or equitable title to non-developer Co-owners of fifty (50%) percent of the Units that may be created, two (2) of the five (5) Directors shall be elected by non-developer Co-owners. When the required percentage of conveyances have been reached, the Developer shall notify the Co-owners and convene a meeting so that the Co-owners can elect the required Director or Directors, as the case may be. Upon certification by the Co-owners to the Developer, its successors and assigns, of the Director or Directors so elected, the Developer shall then immediately appoint such Director or Directors to the Board of Directors to serve until the First Annual Meeting of members unless he/she is removed pursuant to Section 7 of this Article or he/she resigns or becomes incapacitated.

#### (c) Election of Directors At and After First Annual Meeting.

(i) Not later than 120 days after conveyance of legal or equitable title to non-developer Co-owners of seventy-five (75%) percent of the Units that may be created, and before conveyance of ninety (90%) percent of such Units, the non-developer

- Section 4. Other Duties. In addition to the foregoing duties imposed by these Bylaws or any further duties that may be imposed by resolution of the members of the Association, the Board of Directors shall be responsible specifically for the following:
  - (a) to manage and administer the affairs of and to maintain the Condominium Project and the Common Elements thereof;
  - (b) to levy and collect assessments from the members of the Association and to use the proceeds thereof for the purposes of the Association;
    - (c) to carry insurance and collect and allocate the proceeds thereof;
  - (d) to contract for and employ persons, firms, corporations or other agents to assist in the management, operation, maintenance and administration of the Condominium Project;
  - (e) to acquire, maintain and improve, and to buy, operate, manage, sell, convey, assign, mortgage or lease any real or personal property (including any Unit in the Condominium and easements, rights-of-way and licenses) on behalf of the Association in furtherance of any of the purposes of the Association;
  - (f) to borrow money and issue evidences of indebtedness in furtherance of any or all of the purposes of the Association, and to secure the same by mortgage, pledge, or other lien on property owned by the Association; provided, however, that any such action shall also be approved by affirmative vote of seventy-five (75%) percent of all of the members of the Association;
  - (g) to make Rules and Regulations in accordance with Article VI, Section 16 of these Bylaws;
  - (h) to establish such committees as it deems necessary, convenient or desirable, to appoint persons thereto for the purpose of implementing the administration of the Condominium, and to delegate to such committees any functions or responsibilities which are not by law or the Condominium Documents required to be performed by the Board of Directors;
    - (i) to enforce the provisions of the Condominium Documents.
- Section 5. Management Agent. The Board of Directors may employ for the Association a professional management agent (which may include the Developer or any person or entity related thereto) at reasonable compensation established by the Board of Directors to perform such duties and services as the Board shall authorize, including, but not limited to, the duties listed in Sections 3 and 4 of this Article, and the Board may delegate to such management agent any other duties or powers that are not by law or by the Condominium Documents required to be performed by or have the approval of the Board of Directors or the members of the Association. In no event shall the Board of Directors be authorized to enter into any contract with a professional management agent, or any other contract providing for services by the Developer, sponsor(s) or builder(s), in which the maximum term is greater than three (3) years or which is not terminable by the Association upon 90 days' written notice thereof to the other party. No such contract shall violate the provisions of Section 55 of the Act.
- Section 6. <u>Vacancies</u>. Vacancies in the Board of Directors which occur after the Transitional Control Date caused by any reason other than the removal of a Director by a vote of the

Co-owners shall elect all Directors on the Board, except that the Developer shall have the right to designate at least one (1) Director as long as the Units that remain to be conveyed equal at least ten (10%) percent of all Units to be created. Whenever the seventy-five (75%) percent conveyance level is achieved, a meeting of Co-owners shall be promptly convened to effectuate this provision, even if the First Annual Meeting has already occurred.

- (ii) Regardless of the percentage of Units that have been conveyed, upon the expiration of 54 months after the first conveyance of legal or equitable title to a non-developer Co-owner of a Unit in the Condominium Project, the Co-owners have the right to elect a number of members to the Board of Directors equal to the percentage of Units they own, and the Developer has the right to elect a number of members of the Board of Directors equal to the percentage of Units which are owned by the Developer and for which maintenance expenses are payable by the Developer. This election may increase but shall not reduce the minimum election and designation rights otherwise established in subsection (i). Application of this subsection does not require a change in the size of the Board of Directors.
- (iii) If the calculation of the percentage of members of the Board of Directors that the Co-owners have the right to elect under subsections (c) and (d)(i), or if the product of the number of members of the Board of Directors multiplied by the percentage of Units held by the non-developer Co-owners under subsection (d)(ii) results in a right of Co-owners to elect a fractional number of members of the Board of Directors, then a fractional election right of 0.5 or greater shall be rounded up to the nearest whole number, which number shall be the number of members of the Board of Directors that the Co-owners have the right to elect. After application of this formula, the Developer shall have the right to elect the remaining members of the Board of Directors. Application of this subsection shall not eliminate the right of the Developer to designate one (1) Director as provided in subsection (i) above.
- (iv) At the First Annual Meeting, three (3) Directors shall be elected for a term of two (2) years, and two (2) Directors shall be elected for a term of one (1) year. At such meeting, all nominees shall stand for election as one (1) slate. The three (3) members receiving the highest number of votes shall be elected for a term of two (2) years and the two (2) members receiving the next highest number of votes shall be elected for a term of one (1) year. At each annual meeting held thereafter, either two (2) or three (3) Directors shall be elected depending upon the number of Directors whose terms expire. After the First Annual Meeting, the term of office (except for two (2) of the Directors elected at the First Annual Meeting) of each Director shall be two (2) years. The Directors shall hold office until their successors have been elected and hold their first meeting.
- (v) Once the members have acquired the right hereunder to elect a majority of the Board of Directors, annual meetings of members to elect Directors and conduct other business shall be held in accordance with the provisions of Article IX, Section 3 hereof.
- Section 3. <u>Powers and Duties</u>. The Board of Directors shall have the powers and duties necessary for the administration of the affairs of the Association and may do all acts and things as are not prohibited by the Condominium Documents or required thereby to be exercised and done by the Coowners.

members of the Association shall be filled by vote of the majority of the remaining Directors, even though they may constitute less than a quorum, except that the Developer shall be solely entitled to fill the vacancy of any Director whom it is permitted in the first instance to designate. Each person so elected shall be a Director until a successor is elected at the next annual meeting of the members of the Association. Vacancies among non-developer Co-owner-elected Directors which occur prior to the Transitional Control Date may be filled only through election by non-developer Co-owners and shall be filled in the manner specified in Section 2(b) of this Article.

- Section 7. Removal. At any regular or special meeting of the Association duly called with due notice of the removal action proposed to be taken, any one (1) or more of the Directors may be removed with or without cause by the affirmative vote of more than twenty (20%) percent of all of the Co-owners, and a successor may then and there be elected to fill any vacancy thus created. The quorum requirement for the purpose of filling such vacancy shall be the normal twenty (20%) percent requirement set forth in Article VIII, Section 4. Any Director whose removal has been proposed by the Co-owners shall be given an opportunity to be heard at the meeting. The Developer may remove and replace any or all of the Directors selected by it at any time or from time to time in its sole discretion. Likewise, any Director elected by the non-developer Co-owners to serve before the First Annual Meeting may be removed before the First Annual Meeting in the same manner set forth in this paragraph for removal of Directors generally.
- Section 8. First Meeting. The first meeting of a newly elected Board of Directors shall be held within ten (10) days of election at such place as shall be fixed by the Board of Directors at the meeting at which such Directors were elected, and no notice shall be necessary to be given to the newly elected Directors in order to legally constitute such meeting, providing a majority of the whole Board of Directors shall be present.
- Section 9. <u>Regular Meetings</u>. Regular meetings of the Board of Directors may be held at such times and places as shall be determined from time to time by a majority of the Board of Directors, but at least two (2) such meetings shall be held during each fiscal year. Notice of regular meetings of the Board of Directors shall be given to each Director personally, by mail, telephone or telegraph, at least ten (10) days prior to the date named for such meeting.
- Section 10. Special Meetings. Special meetings of the Board of Directors may be called by the President on three (3) days' notice to each Director given personally, by mail, telephone or telegraph, which notice shall state the time, place and purpose of the meeting. Special meetings of the Board of Directors shall be called by the President or Secretary in like manner and on like notice on the written request of two (2) Directors.
- Section 11. Waiver of Notice. Before or at any meeting of the Board of Directors, any Director may, in writing, waive notice of such meeting, and such waiver shall be deemed equivalent to the giving of such notice. Attendance by a Director at any meetings of the Board of Directors shall be deemed a waiver of notice by him or her of the time and place thereof. If all the Directors are present at any meeting of the Board, no notice shall be required and any business may be transacted at such meeting.
- Section 12. Quorum. At all meetings of the Board of Directors, a majority of the Directors shall constitute a quorum for the transaction of business, and the acts of the majority of the Directors present at a meeting at which a quorum is present shall be the acts of the Board of Directors. If at any meeting of the Board of Directors there be less than a quorum present, the majority of those present may adjourn the meeting to a subsequent time upon 24 hours' prior written notice delivered to all Directors not present. At any such adjourned meeting, any business that might have been transacted at the meeting

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as originally called may be transacted without further notice. The joinder of a Director in the action of a meeting by signing and concurring in the minutes thereof shall constitute the presence of such Director for purposes of determining a quorum.

- Section 13. First Board of Directors. The actions of the first Board of Directors of the Association, or any successors thereto, selected or elected before the Transitional Control Date, shall be binding upon the Association so long as such actions are within the scope of the powers and duties that may be exercised generally by the Board of Directors as provided in the Condominium Documents.
- Section 14. <u>Fidelity Bonds</u>. The Board of Directors shall require that all officers and employees of the Association handling or responsible for Association funds shall furnish adequate fidelity bonds. The premiums on such bonds shall be expenses of administration.

#### ARTICLE XII

#### **OFFICERS**

- Section 1. Officers. The principal officers of the Association shall be a President, who shall be a member of the Board of Directors, a Vice President, a Secretary and a Treasurer. The Directors may appoint an Assistant Treasurer and an Assistant Secretary, and such other officers as in their judgment may be necessary. Any two (2) offices except that of President and Vice President may be held by one (1) person.
  - (a) President. The President shall be the chief executive officer of the Association. He or she shall preside at all meetings of the Association and of the Board of Directors. He or she shall have all of the general powers and duties which are usually vested in the office of the President of an association including, but not limited to, the power to appoint committees from among the members of the Association from time to time as he or she may in his or her discretion deem appropriate to assist in the conduct of the affairs of the Association.
  - (b) <u>Vice President</u>. The Vice President shall take the place of the President and perform his or her duties whenever the President shall be absent or unable to act. If neither the President nor the Vice President is able to act, the Board of Directors shall appoint some other member of the Board to so do on an interim basis. The Vice President shall also perform such other duties as shall from time to time be imposed upon him or her by the Board of Directors.
  - (c) <u>Secretary</u>. The Secretary shall keep the minutes of all meetings of the Board of Directors and the minutes of all meetings of the members of the Association; he or she shall have charge of the corporate seal, if any, and of such books and papers as the Board of Directors may direct; and he or she shall, in general, perform all duties incident to the office of the Secretary.
  - (d) Treasurer. The Treasurer shall have responsibility for the Association's funds and securities and shall be responsible for keeping full and accurate accounts of all receipts and disbursements in books belonging to the Association. He or she shall be responsible for the deposit of all monies and other valuable effects in the name and to the credit of the Association, and in such depositories as may from time to time be designated by the Board of Directors.
- Section 2. <u>Election</u>. The officers of the Association shall be elected annually by the Board of Directors at the organizational meeting of each new Board and shall hold office at the pleasure of the Board of Directors.

- Section 3. Removal. Upon affirmative vote of a majority of the members of the Board of Directors, any officer may be removed either with or without cause, and his or her successor elected at any regular meeting of the Board of Directors or at any special meeting of the Board called for such purpose. No such removal action may be taken, however, unless the matter shall have been included in the notice of such meeting. The officer who is proposed to be removed shall be given an opportunity to be heard at the meeting.
- Section 4. <u>Duties</u>. The officers shall have such other duties, powers and responsibilities as shall from time to time be authorized by the Board of Directors.

#### ARTICLE XIII

#### SEAL

The Association may (but need not) have a seal. If the Board determines that the Association shall have a seal, then it shall have inscribed thereon the name of the Association, the words "corporate seal" and "Michigan."

#### ARTICLE XIV

#### FINANCE AND RECORDS

- Section 1. Records. The Association shall keep detailed books of account showing all expenditures and receipts of administration, and which shall specify the maintenance and repair expenses of the Common Elements and any other expenses incurred by or on behalf of the Association and the Coowners. Such accounts and all other Association records shall be open for inspection by the Co-owners of the Condominium Project and their respective mortgagees during reasonable working hours. The Association shall prepare and distribute to each Co-owner at least once a year a financial statement, the contents of which shall be defined by the Association. The books of account shall be audited at least annually by qualified independent auditors; provided, however, that such auditors need not be certified public accountants, nor does such audit need to be a certified audit. Any institutional holder of a first mortgage lien on any Unit in the Condominium shall be entitled to receive a copy of such annual audited financial statement within ninety (90) days following the end of the Association's fiscal year upon request therefor. The costs of any such audit and any accounting expenses shall be expenses of administration.
- Section 2. <u>Fiscal Year</u>. The fiscal year of the Association shall be an annual period commencing on such date as may be initially determined by the Board of Directors. The commencement date of the fiscal year shall be subject to change by the Board of Directors for accounting reasons or other good cause.
- Section 3. Bank. Funds of the Association shall be initially deposited in such bank or savings association as may be designated by the Board of Directors, and shall be withdrawn only upon the check or order of such officers, employees or agents as are designated by resolution of the Board of Directors from time to time. The funds may be invested from time to time in accounts or deposit certificates of such bank or savings association as are insured by the Federal Deposit Insurance

Corporation or the Federal Savings and Loan Insurance Corporation and may also be invested in interestbearing obligations of the United States Government.

- Section 4. <u>Co-owner Access to Books and Records: Procedures.</u> Each Co-owner has the right to review the books and records of the Association. The following procedures are to be followed regarding such requests:
  - (a) In order to review the books and records, the requesting Co-owner must submit a request in writing to the Board of Directors in care of the management agent (or if there is no management agent, to the Secretary of the Association).
    - (i) The request must state which books and records the Co-owner seeks to review.
    - (ii) The request must state whether the Co-owner will require copies of the records that are requested.
    - (iii) The request must have the name, address and telephone number of the requesting party.
  - (b) Upon receipt of a request from a Co-owner to review the books and records, the management agent (or Secretary of the Association if there is no management agent) will advise the Board of Directors of the Association of the request. The management agent (or Secretary if there is no management agent) will then inform the Co-owner of a convenient time, place and date where the requested books and records may be reviewed. The Co-owner shall be advised of the time, place and date within five (5) working days of receipt of the Co-owner's request. The Co-owner shall be advised at that time of the following:
    - (i) The Co-owner will be responsible for payment of the actual costs of all reproductions or copies of the requested documents. The Co-owner shall be informed of the per-page copying cost before copies are made.
    - (ii) The Co-owner shall be responsible for payment for time spent by management agent personnel at the rate set by the management contract, if applicable.
    - (c) Each Co-owner may make only one (1) such request per calendar quarter.
  - (d) These procedures shall also apply to requests for copies of books and records made by mortgagees of Units.

#### ARTICLE XV

#### INDEMNIFICATION OF OFFICERS AND DIRECTORS; OFFICERS' AND DIRECTORS' INSURANCE

Section 1. <u>Indemnification of Officers and Directors</u>. No volunteer Director or officer, as that term is defined in Act 162, Public Acts of 1982, as amended ("Act 162"), shall be personally liable to the Association or its members for monetary damages for breach of fiduciary duty as a Director or officer, provided that the foregoing shall not eliminate the liability of a Director or officer for any of the following: (i) breach of the Director's or officer's duty of loyalty to the Association or its members; (ii)

acts or omissions not in good faith or that involve intentional misconduct or a knowing violation of law; (iii) a violation of Section 551(1) of Act 162; (iv) a transaction from which the Director or officer derived an improper personal benefit; or (v) an act or omission that is grossly negligent. If Act 162 is hereafter amended to authorize the further elimination or limitation of the liability of Directors or officers, then the liability of a Director or officer of the Association, in addition to the limitation on personal liability contained herein, shall be limited to the fullest extent permitted by amended Act 162. No amendment or repeal of this Article XV shall apply to or have any affect on the liability of any Director or officer of the Association for or with respect to any acts or omissions of such Director or officer occurring prior to such amendment or repeal.

As provided under MCL 450.2209, and 1996 Public Act 397, the Association will assume liability for all acts or omissions of a volunteer Director, volunteer officer or other volunteer which occurred after the date of the filing of the Articles of Incorporation of Huron Pointe Condominium Association if all of the following conditions are met: (i) the volunteer was acting or reasonably believed he or she was acting within the scope of his or her authority; (ii) the volunteer was acting in good faith, (iii) the volunteer's conduct did not amount to gross negligence or willful and wanton misconduct; (iv) the volunteer's conduct was not an intentional tort, and (v) the volunteer's conduct was not a tort arising out of the ownership, maintenance, or use of a motor vehicle for which tort liability may be imposed as provided in Section 3135 of the insurance code of 1956, 1956 Public Act 218, being MCL 500.3135.

Every Director and officer of the Association (including the first Board of Directors and any other Directors and/or officers of the Association appointed by the Developer) shall be indemnified by the Association against all expenses and liabilities, including actual and reasonable attorney fees and amounts paid in settlement incurred by or imposed upon him/her in connection with any threatened, pending or completed action, suit or proceeding, whether civil, criminal, administrative, or investigative and whether formal or informal, including actions by or in the right of the Association, to which he/she may be a party or in which he/she may become involved by reason of his/her being or having been a Director or officer of the Association, whether or not he/she is a Director or officer at the time such expenses are incurred, except as otherwise prohibited by law; provided that in the event of any claim for reimbursement or indemnification hereunder based upon a settlement by the Director or officer seeking such reimbursement or indemnification, the indemnification herein shall apply only if the Association (with the Director seeking reimbursement abstaining) approves such settlement and reimbursement as being in the best interest of the Association. The foregoing right of indemnification shall be in addition to and not exclusive of all other rights to which such Director or officer may be entitled. At lease ten (10) days prior to payment of any indemnification that it has approved, the Association shall notify all Co-owners thereof.

Section 2. Officers' and Directors' Insurance. The Association shall provide liability insurance for every Director and every officer of the Association for the same purposes provided above in Section 1 and in such amounts as may reasonably insure against potential liability arising out of the performance of their respective duties. With the prior written consent of the Association, a Director or an officer of the Association may waive any liability insurance for such Director's or officer's personal benefit or other applicable statutory indemnification. No Director or officer shall collect for the same expense or liability under Section 1 above and under this Section 2; however, to the extent that the liability insurance provided herein to a Director or officer was not waived by such Director or officer and is inadequate to pay any expenses or liabilities otherwise properly indemnifiable under the terms hereof, a Director or officer shall be reimbursed or indemnified only for such excess amounts under Section 1 hereof or other applicable statutory indemnification.

#### ARTICLE XVI

#### **AMENDMENTS**

- Section 1. <u>Proposal</u>. Amendments to these Bylaws may be proposed by the Board of Directors of the Association acting upon the vote of the majority of the Directors or may be proposed by one-third (1/3) or more of the members by instrument in writing signed by them.
- Section 2. <u>Meeting</u>. Upon any such amendment being proposed, a meeting for consideration of the same shall be duly called in accordance with the provisions of these Bylaws.
- Section 3. <u>Voting</u>. These Bylaws may be amended by the members at any regular annual meeting or a special meeting called for such purpose by an affirmative vote of not less than sixty-six and two-thirds (66-2/3%) percent of all members. No consent of mortgagees shall be required to amend these Bylaws unless such amendment would materially alter or change the rights of such mortgagees, in which event the approval of sixty-seven (67%) percent of the mortgagees shall be required, with each mortgage to have one (1) vote for each first mortgage held.
- Section 4. <u>By Developer</u>. Prior to the Transitional Control Date, these Bylaws may be amended by the Developer without approval from any other person so long as any such amendment does not materially alter or change the right of a Co-owner or mortgagee.
- Section 5. When Effective. Any amendment to these Bylaws shall become effective upon recording of such amendment in the office of the Wayne County Register of Deeds.
- Section 6. <u>Binding</u>. A copy of each amendment to these Bylaws shall be furnished to every member of the Association after adoption; provided, however, that any amendment to these Bylaws that is adopted in accordance with this Article shall be binding upon all persons who have an interest in the Condominium Project, irrespective of whether such persons actually receive a copy of the amendment.

#### ARTICLE XVII

#### COMPLIANCE

The Association and all present or future Co-owners, tenants or any other persons acquiring an interest in or using the Condominium Project in any manner are subject to and shall comply with the Act as amended, and the mere acquisition, occupancy or rental of any Unit or an interest therein, or the utilization of or entry upon the Condominium Premises, shall signify that the Condominium Documents are accepted and ratified. In the event the Condominium Documents conflict with the provisions of the Act, the Act shall govern.

#### ARTICLE XVIII

#### **DEFINITIONS**

All terms used herein shall have the same meaning as set forth in the Master Deed to which these Bylaws are attached as an Exhibit or as set forth in the Act.

#### ARTICLE XIX

#### REMEDIES FOR DEFAULT

Any default by a Co-owner shall entitle the Association or another Co-owner or Co-owners to the following relief:

- Section 1. <u>Legal Action</u>. Failure to comply with any of the terms or provisions of the Condominium Documents shall be grounds for relief, which may include, without intending to limit the same, an action to recover sums due for damages, injunctive relief, foreclosure of lien (if default in payment of assessments) or any combination thereof, and such relief may be sought by the Association, or, if appropriate, by an aggrieved Co-owner or Co-owners.
- Section 2. Recovery of Costs. In any proceeding arising because of an alleged default by any Co-owner, the Association, if successful, shall be entitled to recover the costs of the proceeding and such reasonable attorney's fees (not limited to statutory fees) as may be determined by the court, but in no event shall any Co-owner be entitled to recover such attorney's fees.
- Section 3. Removal and Abatement. The violation of any of the provisions of the Condominium Documents shall also give the Association or its duly authorized agents the right, in addition to the rights set forth above, to enter upon the Common Elements or into any Unit, where reasonably necessary, and summarily remove and abate, at the expense of the Co-owner in violation, any structure, thing or condition existing or maintained contrary to the provisions of the Condominium Documents. The Association shall have no liability to any Co-owner arising out of the exercise of its removal and abatement power authorized herein.
- Section 4. <u>Assessment of Fines</u>. The violation of any of the provisions of the Condominium Documents by any Co-owner shall be grounds for assessment by the Association, acting through its duly constituted Board of Directors, of monetary fines for such violations in accordance with Article XX of these Bylaws. No fine may be assessed unless rules and regulations establishing such fine has first been duly adopted by the Board of Directors of the Association and notice thereof given to all Co-owners in the same manner as prescribed in Article IX, Section 5 of these Bylaws.
- Section 5. <u>Non-waiver of Right</u>. The failure of the Association or any Co-owner to enforce any right, provision, covenant or condition that may be granted by the Condominium Documents shall not constitute a waiver of the right of the Association or of any such Co-owner to enforce such right, provision, covenant or condition in the future.
- Section 6. <u>Cumulative Rights. Remedies and Privileges</u>. All rights, remedies and privileges granted to the Association or any Co-owner or Co-owners pursuant to any terms, provisions, covenants or conditions of the aforesaid Condominium Documents shall be deemed to be cumulative, and the exercise of any one (1) or more shall not be deemed to constitute an election of remedies, nor shall it preclude the party thus exercising the same from exercising such other and additional rights, remedies or privileges as may be available to such party at law or in equity.
- Section 7. <u>Enforcement of Provisions of Condominium Documents.</u> A Co-owner may maintain an action against the Association and its officers and Directors to compel such persons to enforce the terms and provisions of the Condominium Documents. A Co-owner may maintain an action against any other Co-owner for injunctive relief or for damages, or any combination thereof, for noncompliance with the terms and provisions of the Condominium Documents or the Act.

#### ARTICLE XX

#### ASSESSMENT OF FINES

- Section I. General. The violation by any Co-owner(s), occupant(s), invitee(s) or guest(s) of any Co-owner(s), of any of the provisions of the Condominium Documents, including any duly adopted Rules and Regulations, shall be grounds for the assessment by the Association, acting through its duly constituted Board of Directors, of monetary fines against the involved Co-owner(s). Such Co-owner(s) shall be deemed responsible for such violations whether they occur as a result of his or her personal actions or the actions of his or her family, occupant(s), guest(s), invitee(s) or any other person admitted through such Co-owner(s) to the Condominium Premises.
- Section 2. <u>Procedures</u>. Upon any such violation being alleged by the Board of Directors, the following procedures will be followed:
  - (a) <u>Notice</u>. Notice of the violation, including the Condominium Document provision violated, together with a description of the factual nature of the alleged offense set forth with such reasonable specificity as will place the Co-owner on notice as to the violation, shall be sent by first class mail, postage prepaid, or personally delivered to the representative of said Co-owner at the address as shown in the notice required to be filed with the Association pursuant to Article VIII, Section 3 of these Bylaws.
  - (b) Opportunity to Defend. The offending Co-owner shall have an opportunity to appear before the Board of Directors and offer evidence in defense of the alleged violation(s). The appearance before the Board shall be at its next scheduled meeting, but in no event shall the Co-owner be required to appear less than ten (10) days from the date of the notice.
  - (c) <u>Default</u>. Failure to respond to the notice of violation constitutes a default by the Co-owner.
  - (d) <u>Hearing and Decision</u>. Upon appearance by the Co-owner before the Board of Directors, and presentation of evidence or defense, or, in the event of the Co-owner's default, the Board shall, by majority vote of a quorum of the Board, decide whether a violation has occurred. The decision of the Board of Directors is final.
- Section 3. Amounts. Upon violation of any of the provisions of the Condominium Documents, and after default of the offending Co-owner, or upon the decision of the Board as recited above, the following fines shall be levied:
  - (a) <u>First Violation</u>. No fine shall be levied except for late fees charged if a Coowner is in default of payment of assessments.
    - (b) Second Violation. Fifty (\$50.00) Dollar fine.
    - (c) Third Violation. One Hundred (\$100,00) Dollar fine.
  - (d) Fourth Violation and Subsequent Violations. One Hundred Fifty (\$150.00) Dollar fine.

Section 4. <u>Collection</u>. The fines levied pursuant to Section 3 above shall be assessed against the Co-owner and shall be due and payable together with the regular Condominium assessment on the first of the next following month. Failure to pay any fine will subject the Co-owner to all liabilities set forth in the Condominium Documents, including, without limitations, those described in Article II and Article XIX of these Bylaws.

#### ARTICLE XXI

#### RIGHTS RESERVED TO DEVELOPER

Any or all of the rights and powers granted or reserved to the Developer in the Condominium Documents or by law, including the right and power to approve or disapprove any act, use, or proposed action or any other matter or thing, may be assigned by it to any other entity or to the Association. Any such assignment or transfer shall be made by appropriate instrument in writing in which the assignee or transferee shall join for the purpose of evidencing its acceptance of such powers and rights, and such assignee or transferee shall thereupon have the same rights and powers as herein given and reserved to the Developer. Any rights and powers reserved or granted to the Developer, its successors and assigns, shall terminate, if not sooner assigned to the Association, at the conclusion of the Development and Sales Period as defined in Article III of the Master Deed. The immediately preceding sentence dealing with the termination of certain rights and powers granted or reserved to the Developer is intended to apply. insofar as the Developer is concerned, only to the Developer's rights to approve and control the administration of the Condominium and shall not, under any circumstances, be construed to apply to or cause the termination of any real property rights granted or reserved to the Developer, or its successors and assigns, in the Master Deed or elsewhere (including, but not limited to, access easements, utility easements and all other easements created and reserved in such documents which shall not be terminable in any manner hereunder and which shall be governed only in accordance with the terms of their creation or reservation and not hereby).

#### ARTICLE XXII

#### SEVERABILITY/CONSTRUCTION

Section 1. <u>Severability</u>. In the event that any of the terms, provisions or covenants of these Bylaws or the Condominium Documents are held to be partially or wholly invalid or unenforceable for any reason whatsoever, such holding shall not affect, alter, modify or impair in any manner whatsoever any of the other terms, provisions or covenants of said documents or the remaining portions of any terms, provisions or covenants held to be partially invalid or unenforceable.

#### Section 2. Rules of Construction.

- (a) In the event of a conflict between the Act, the Master Deed, Articles of Incorporation, Bylaws and Rules and Regulations, the Act shall control.
- (b) In the event of a conflict between the Master Deed, the Bylaws, Articles of Incorporation or Rules and Regulations, the Master Deed shall control.
- (c) In the event of a conflict between the Articles of Incorporation, the Bylaws or Rules and Regulations, the Bylaws shall control.

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(d) In the event of a conflict between the Bylaws and the Rules and Regulations, the Bylaws shall control.

312080v4 Huron Pointe: Bylaws

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# WAYNE COUNTY CONDOMINIUM SUBDIVISION PLAN NO. 674 EXHIBIT "B" TO THE MASTER DEED OF

ATTENTION: COUNTY RECISTER OF DEEDS

THE CONCOMMUNICATIONS OF THAN NAMES MASTER ASSENCE IN CONSCUTIVE SEQUENCE.
THE CONCOMMUNICATION OF THE SCHOOLS OF THE PROPERTY SHOWN IN THE TITLE
ON THE SCHOOL AND IN THE SUPPLICES CONTENATE ON SHEET 1.

HURON POINTE CONDOMINIUM BROWNSTOWN TOWNSHIP

WAYNE COUNTY, MICHIGAN

## DEVELOPER

JIBRALTAR RD

HURON POINTE HOMES, L.L.C. 26561 W. Twelve Mile Road Suite 207 Southfield, MI. 48034

SURVEYOR

CLIVE CANTOR, P.S. HENNESSEY ENGINEERS, INC. 2674 WEST JEFFERSON AVE. SUITE 200 TRENTON, MI. 48183



LEGAL DESCRIPTION

A PART OF THE SOUTHWEST 1/4 OF SECTION 11, 1.55., R.10E., BROWNSTOWN TOWNSHIP., WAYNE COUNTY, MICHGAN, DESCRIBED AS BEGINNING AT A POINT ON THE SOUTH LINE OF SAID SECTION 11 4.50 BEING AT A POINT ON THE SOUTH LINE OF SAID SECTION 11 A.50 DEING THE CENTERLINE OF HURON RIVER DRIVE (120 FT. WD. AS NOW ESTABLISHED) AND BEING NA6-40'28"E 1372.33 FRET FROM THE SOUTHWEST CORNIER OF SAID SECTION 11 AND PROCEEDING THENCE NOTOZ'49"W 200.16 FEET; THENCE SE6'40'28"W 60.05 TO A POINT ON THE EAST LINE OF RIVER VALLEY CONDOMINUMS AS REC'E IN L.29824, P.2909. W.C.R.; THENCE ALONG SAID EAST LINE NOTOZ'49'W 2377.54 FEET TO A POINT ON THE EAST-WEST 1/4 LINE OF SECTION 11 AND THE SOUTH LINE OF CAMBRIDGE MEADOWS SUBDIVISION NO. 2 AS REC'D IN L. 118, OF PLATS ON P. 717-74. W.S.R.; THENCE ALONG SAID EAST WEST 1/4 LINE OF SECTION 11 (1875) THE SOUTH LINE 268.02 FEET TO THENCE SOUTH TIME 268.03 FTENCE SOUTH LINE 268.02 FEET TO THE POINT OF BEGINNING. CONTAINING 18.99 ACRES.

SUITE 200 TRENTON, MI. 48183

PLAT ENGINEER DAHLEL P. LANE 2007 HENNESSEY ENGINEERS, INC. 2674 WEST JEFFERSON AVE.

ii Mi

ENGINEER

3. SURVEY PLAN

9, COORDINATE SHEET

SHEET 1

PROPOSED DATED [ULY 30, 2002

PREVAMENT THE HONNESSTY ENGINEERS INC SURVEYS INFRESON AVE. SURVEYS THENTON, M. 4918 TOOVER SHEET HURON POINTE

Description: Wayne, MI Document-Book. Page 36790.30 Page: 58 of 66 Order: sa Comment:

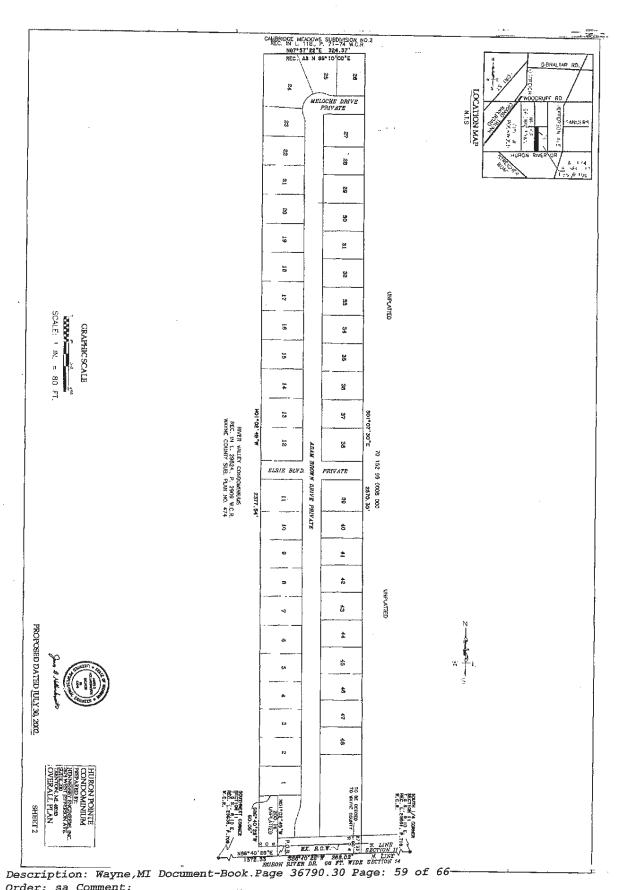
INDEX

OVERALL PLAN 1. COVER SHEET

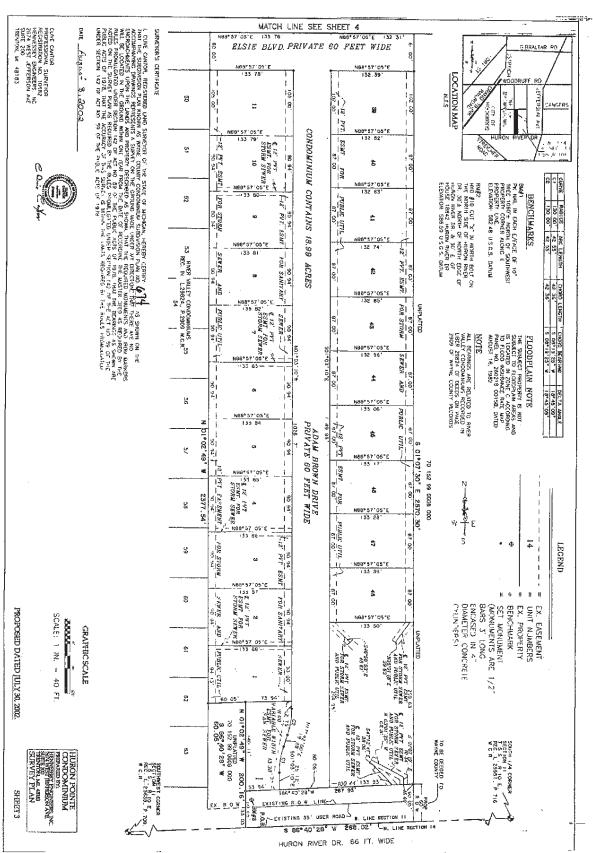
4. SURVEY PLAN

5. SITE PLAN 6. SITE PLAN

7. UTILITY PLAN 8. UTILITY PLAN



Order: sa Comment:

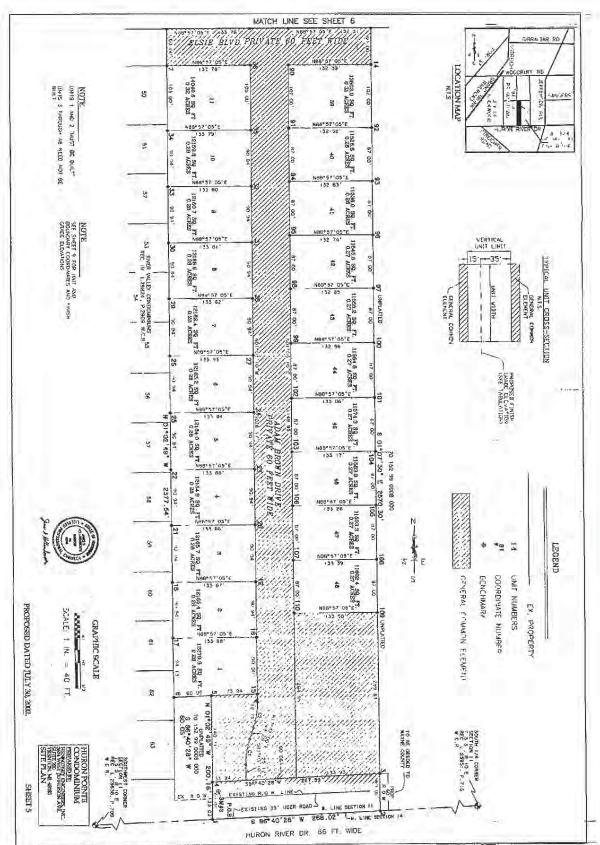


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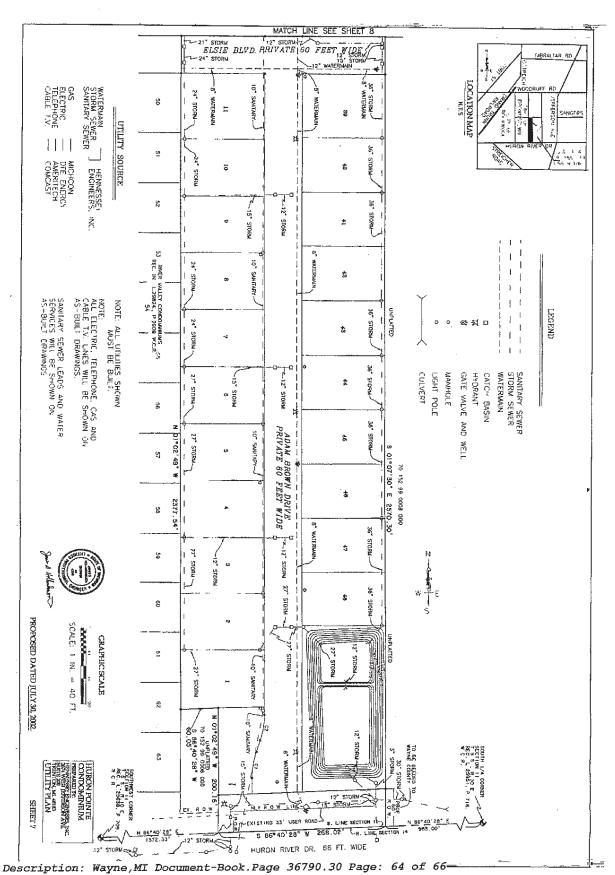
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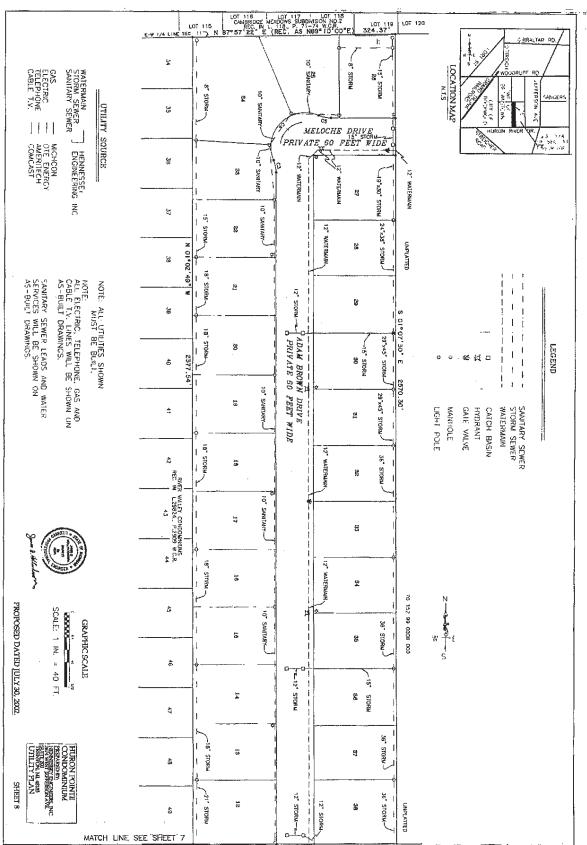
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