DOC# 2016-0386709

Aug 01, 2016 08:59 AM
OFFICIAL RECORDS
Ernest J. Dronenburg, Jr.,
SAN DIEGO COUNTY RECORDER
FEES: \$222.00

PAGES: 70

Recording Requested By: //CKI OWEN

When Recorded, Return To:

David A. Kline, Esq. EPSTEN GRINNELL & HOWELL, APC 10200 Willow Creek Road, Suite 100 San Diego, CA 92131

For Recorder's Use

2016 AMENDED AND RESTATED DECLARATION OF RESTRICTIONS

FOR

EASTVIEW PATIO HOMES

A Residential Condominium Community

NOTICE (Gov. Code §12956.1)

If this document contains any restriction based on race, color, religion, sex, gender, gender identity, gender expression, sexual orientation, familial status, marital status, disability, genetic information, national origin, source of income as defined in subdivision (p) of section 12955, or ancestry, that restriction violates state and federal fair housing laws and is void, and may be removed pursuant to section 12956.2 of the Government Code. Lawful restrictions under state and federal law on the age of occupants in senior housing or housing for older persons shall not be construed as restrictions based on familial status.

TABLE OF CONTENTS

	<u>Pag</u>	<u>e</u>
RECITAL	L S	1
ARTICLE 1 -	- DEFINITIONS	2
1.1	In General	2
1.2	"Annual Budget Report"	3
1.3	"Annual Policy Statement"	3
1.4	"Applicable Law"	
1.5	"Architectural Committee"	3
1.6	"Architectural Rules"	3
1.7	"Articles"	3
1.8	"Assessment" or "Assessments"	3
1.9	"Association"	3
1.10	"Board"	3
1.11	"Budgeted Gross Expenses"	4
1.12	"Bylaws" or "Restated Bylaws"	4
1.13	"Capital Expenditure" or "Capital Improvement"	4
1.14	"Club"	4
1.15	"Common Area"	4
1.16	"Common Expenses"	4
1.17	"Community"	4
1.18	"Community Center"	4
1.19	"Condominium"	4
1.20	"Condominium Plan"	5
1.21	"Director" or "Directors"	
1.22	"Duplex Phase"	6
1.23	"Electronic Transmission"	6
1.24	"Eligible Lender"	6
1.25	"Exclusive Use Common Area"	
1.26	"Governing Documents"	6
1.27	"Improvement"	6
1.28	"Lender"	
1.29	"Member"	7

	1.30	"Mortgage"	7
	1.31	"Notice and Hearing"	7
	1.32	"Officers"	7
	1.33	"Owner"	7
	1.34	"Phase Lot"	8
	1.35	"Recreation Area"	8
	1.36	"Restated Declaration"	8
	1.37	"Rules"	8
	1.38	"Unit" or "Living Unit"	8
	1.39	"Voting Power"	8
ARTIC	LE 2 -	THE COMMUNITY	8
	2.1	Community Subject to Restated Declaration	8
	2.2	Description of Land and Improvements; Ownership of Common Area	9
	2.3	The Association Easement in Common Area	9
	2.4	Owners' Nonexclusive Rights Over Common Area	9
	2.5	Equitable Servitudes	9
	2.6	Prohibition Against Partition	9
	2.7	Presumption Regarding Boundaries of Units	9
	2.8	Prohibition Against Severance of Elements	10
ARTIC	CLE 3 -	THE ASSOCIATION	10
	3.1	Organization of the Association	10
	3.2	Board of Directors	10
	3.3	Membership	10
	3.4	Membership in Club	
	3.5	Membership in the Community Center	11
	3.6	Membership Class; Voting Rights	11
	3.7	General Powers and Authority	11
	3.8	Duties of The Association	13
ARTIC	CLE 4 -	ASSESSMENTS AND COLLECTION PROCEDURES	. 13
	4.1	Covenant to Pay	
	4.2	Purpose of Assessments	
	4.3	Regular Assessments	.14
	4.4	Special Assessments	.14

	4.5	Limitations on Regular and Special Assessments	. 15
	4.6	Allocation of Regular and Special Assessments	. 15
	4.7	Owner Notice of Regular and Special Assessments	. 15
	4.8	Individual Assessments	. 15
	4.9	Monetary Penalty Assessments	. 15
	4.10	Costs, Late Charges and Interest	. 16
	4.11	Priority of Payments	. 16
	4.12	No Offsets	. 16
	4.13	Enforcement of Assessments and Late Charges	. 16
	4.14	Assignment of Rent	. 18
	4.15	Priority of Assessment Lien	. 18
	4.16	Statement of Delinquent Assessment	. 19
ARTIC		COVENANT FOR MAINTENANCE ASSESSMENTS TO COMMUNITY	
	5.1	Covenant to Pay	
	5.2	Regular Assessments	. 20
	5.3	Special Assessments	
	5.4	Declarant to Pay Assessments	. 20
	5.5	Commencement of Assessments	
	5.6	Delinquent Assessments	. 21
	5.7	Collection of Delinquent Assessments	. 21
	5.8	Foreclosure	. 22
	5.9	Subordination of Lien	. 22
ARTIC	CLE 6 -	USE RESTRICTIONS AND COVENANTS	. 22
	6.1	General	. 22
	6.2	Alter Common Area	. 22
	6.3	Altering a Unit	. 22
	6.4	Antennas	. 22
	6.5	Assignment of Right to Use Common Area	. 23
	6.6	Common Area Use	. 23
	6.7	Complying with Restrictions on Use	. 24
	6.8	Damage Liability	. 24
	6.9	Emissions	. 25
	6 10	Flammable Substances	25

6.1	1 Garage Conversion	25
6.1	2 Garage Doors	25
6.1	3 Harassment	25
6.1	4 Hazardous Materials	25
6.1	5 Increase Rate of Insurance	26
6.1	6 Installation of Electric Vehicle Charging Stations	26
6.1	7 Leasing Units	26
6.1	8 Mechanic's Liens	28
6.1	9 Obstruct Common Area	28
6.2	20 Offensive Activity	28
6.2	21 Outside Drying and Laundering	29
6.2	2 Owner Responsibility	29
6.2	23 Patios and Balconies	29
6.2	Pets	29
6.2	25 Power Equipment	30
6.2	6 Protection Systems	30
6.2	Residential Use of Unit	30
6.2	.8 Signs	30
6.2	9 Subdividing or Combining Units	30
6.3	0 Trash	30
6.3	1 Vacating Unit; Costs	30
6.3	2 Vehicle Maintenance	31
6.3	3 Vehicle Use and Parking	31
6.3	4 Water Discharge	32
6.3	5 Window Covers	32
6.3	6 Wiring Access	32
ARTICLE	7 - REPAIR AND MAINTENANCE	33
7.1	General; Standards of Maintenance	33
7.2	Division of Responsibility	33
7.3	Owner Improvements	33
7.4	Access over Common Area	33
7.5	Failure to Maintain	34
7.6	Damage Caused by Owner	34
7.7		

	7.8	Owner Notification to The Association	35
ARTI	CLE 8 -	- ARCHITECTURAL REVIEW COMMITTEE	35
	8.1	Appointment of Architectural Review Committee	35
	8.2	Architectural Approval Required	35
	8.3	Decisions of the Architectural Review Committee	36
	8.4	Right of Entry	36
	8.5	Curing Architectural Violations	36
	8.6	Inspection of Architectural Improvements	36
	8.7	No Waiver	37
	8.8	No Compensation	38
	8.9	No Second-Hand Material	38
	8.10	Painting Required	38
	8.11	Criteria for Consideration by Architectural Review Committee	38
	8.12	Variances	38
	8.13	Structures May Not Be Moved	38
	8.14	Completion of Work	39
	8.15	Landscaping Required	39
ARTI	CLE 9 -	· INSURANCE	39
	9.1	Fire and Casualty Insurance	39
	9.2	General Liability Insurance	39
	9.3	Directors and Officers Liability Insurance	40
	9.4	Fidelity Coverage	40
	9.5	Other Association Insurance	40
	9.6	Review of Insurance; Notice of Cancellation or Modification	40
	9.7	Waiver of Subrogation	40
	9.8	Qualifications of Insurance Carriers	40
	9.9	Failure to Acquire Insurance	41
	9.10	Trustee for Policies	41
	9.11	Insurance Premiums	41
	9.12	Insurance Policy Deductibles	41
	9.13	Insurance Disclosures	42
	9.14	Individual Property Insurance	42
	9.15	Individual Liability Insurance	42

2506313v6

ARTICLE 10	- DAMAGE OR DESTRUCTION	42
10.1	Duty to Restore	42
10.2	Cost of Repair	43
10.3	Repair Plans	43
10.4	Replacement of Less Than Entire Community	43
10.5	Insurance Proceeds	4 3
10.6	Separation of Insureds	44
10.7	Disbursements to Owners and Lenders	44
10.8	Certificates By Board	44
10.9	Certificates by Attorneys or Title Insurance Companies	44
10.10	Casualty Destruction of Unit	44
ARTICLE 11	- EMINENT DOMAIN	44
11.1	Representation by The Association	44
11.2	Common Area Taking	45
11.3	Condominium Unit Taking	45
11.4	Substantial Taking	45
ARTICLE 12	- RIGHTS OF LENDERS	45
12.1	General	45
12.2	No Right of First Refusal	45
12.3	Unpaid Dues or Charges	45
12.4	Action Requiring Lender Approval	46
12.5	Payment of Taxes and Insurance	
12.6	Priority of Distribution of Proceeds or Awards	47
12.7	Notification of Lender	47
12.8	Termination of Professional Management	47
12.9	Inspection of Documents, Books and Records	47
12.10	Non-Curable Breach	47
12.11	Loan to Facilitate	47
12.12	Lenders Furnishing Information	48
12.13	Financial Statement	48
12.14	Termination without Substantial Destruction	48
ARTICLE 13	- ENFORCEMENT	48
13.1	Right to Enforce; Remedies	48

•	13.2	Board Discretion Whether to Enforce	. 48
•	13.3	Nuisance	48
•	13.4	Failure to Enforce	.48
•	13.5	Nonwaiver of Remedies	48
•	13.6	Violation of Applicable Law	. 48
•	13.7	Compliance with Applicable Law	49
•		Attorneys' Fees	
ARTIC	LE 14	- AMENDMENTS	49
•	14.1	Owner Approval of Amendments	49
•	14.2	Approval of Specified Amendments	50
•	14.3	Eligible Lender Approval Response	. 50
•	14.4	Amendment of Restated Declaration or Bylaws by Board Vote	51
•	14.5	Statute of Limitations to Challenge Amendments	51
ARTICI	LE 15	- GENERAL PROVISIONS	52
1	15.1	Term	52
1	15.2	Severability; Invalidity	52
1	15.3	Binding	52
1	15.4	Interpretation	52
1	15.5	Limitation of Liability	52
1	15.6	Fair Housing	52
1	15.7	Number and Headings	52
1	15.8	Variances	52
1	15.9	Governing Document Priorities	53
1	15.10	Conflict with Statutes	53
1	15.11	References to Code Sections	53
EXHIBI	T "A"		56
LEGAL	DESC	CRIPTION OF COMMUNITY	56
EXHIBI	T "B"	- MAINTENANCE LIST	58

2016 AMENDED AND RESTATED

DECLARATION OF RESTRICTIONS

FOR

EASTVIEW PATIO HOMES

THIS 2016 AMENDED AND RESTATED DECLARATION OF RESTRICTIONS is made on the day and year hereinafter written, by Eastview RB Patio Home Association, a California nonprofit mutual benefit corporation ("the Association"), with reference to the following Recitals.

RECITALS

- A. The Association is a corporation whose Members are the Owners of all the Condominium Units within that certain real property in the City of San Diego, County of San Diego, State of California, more particularly described in Exhibit "A" attached hereto and made a part hereof ("Community").
- B. The Community was developed as a Condominium Project, as defined in section 4125 of the California Civil Code, and consists of 82 Condominium Units and related Common Areas. The development and sale of the Condominium Units occurred in 8 phases, as follows: Phase 1 consisted of 9 Condominium Units, Phase 2 consisted of 13 Condominium Units, Phase 3 consisted of 16 Condominium Units, Phase 4 consisted of 10 Condominium Units, Phase 5 consisted of 4 Condominium Units, Phase 6 consisted of 12 Condominium Units, Phase 7 consisted of 15 Condominium Units, and Phase 8 consisted of 3 Condominium Units.
- C. Ownership of the Units is currently subject to the covenants, conditions, restrictions, rights, reservations, easements, equitable servitudes, liens and charges set forth in the Declaration of Restrictions Eastview Patio Homes recorded January 17, 1979, as File/Page No. 79-027374;
 - 1. The first Amendment to Declaration of Restrictions Eastview Patio Homes recorded February 11, 1983, as File/Page No. 83-045714; and
 - 2. The second Amendment to Declaration of Restrictions for Eastview Patio Homes recorded February 26, 1985, as File/Page No. 85-063141;

all in the Official Records of the County Recorder of San Diego County, and are hereinafter referred to together as "Original Declaration," unless the context clearly indicates otherwise.

- D. The Association now desires to amend and restate the Original Declaration and replace it in its entirety with this Restated Declaration. The Association further desires that, upon recordation of this Restated Declaration, the Community shall be subject to the covenants, conditions, restrictions, rights, reservations, easements, equitable servitudes, liens and charges contained herein, and that this Restated Declaration take the place of and relate back in time to the recording of the Original Declaration.
- E. The Original Declaration, in Article XIX, Section 2, provides that it may be amended by the affirmative vote or written consent of seventy-five percent of the Voting Power of the Association.
- F. The undersigned President and Secretary of the Association certify that, to the best of their knowledge, the affirmative vote or written consent of at least the required percentage of the Voting Power has been obtained.
- G. Under California Civil Code section 4270, an amendment is effective after (1) approval of the percentage of Owners required by the Governing Documents has been given, (2) that fact has been certified in a writing executed and acknowledged by the Association President if no Officer has been designated in the Original Declaration for such purpose, and (3) the writing has been recorded in the County in which the Community is located.

NOW, THEREFORE, the Association hereby declares that all of the Community is and shall continue to be held, conveyed, hypothecated, encumbered, leased, rented, used, occupied, and improved subject to the declarations, limitations, covenants, conditions, restrictions, reservations, rights, and easements set forth in this Restated Declaration, and as may be amended from time to time, all of which are declared and agreed to be in furtherance of a plan established for the purpose of enhancing and perfecting the value, desirability, and attractiveness of the Community. All provisions of this Restated Declaration shall constitute covenants running with the land and enforceable equitable servitudes upon the Community, and shall be binding on and for the benefit of all of the Community and all parties having or acquiring any right, title, or interest in all or any part of the Community, including the heirs, executors, administrators, and assigns of these parties and all subsequent owners and lessees of all or any part of a Condominium.

DECLARATION

ARTICLE 1 - DEFINITIONS

1.1 *In General*. Unless otherwise defined herein, capitalized terms or words used in this Restated Declaration shall have the definitions in this Article, or in the Davis-Stirling Common Interest Development Act (California Civil Code section 4000 et seq., hereafter "Act") or in the California Nonprofit Corporation Law (California Corporations Code section 5002 et seq.). Words not defined in this Restated

Declaration, the Act or in the Corporations Code shall be understood in their ordinary and popular sense, as determined by the context in which they are used, unless the context indicates that the term or word is a defined term which was inadvertently not capitalized.

- 1.2 "Annual Budget Report" [Civ. Code § 5300] means the report to be distributed annually which contains the operating budget and other financial information as more fully described in Applicable Law.
- 1.3 "Annual Policy Statement" [Civ. Code § 5310] means the information about Association policies to be distributed annually as more fully described in Applicable Law.
- 1.4 "Applicable Law" means statutes, public laws, ordinances, regulations and rulings of administrative agencies, court rulings having value as precedent and any other requirements having the force of law that are in effect at the time a provision of the Governing Documents is applied, and pertaining to the subject matter of the Governing Documents provision in question. Statutes and ordinances specifically referenced in the Governing Documents are "Applicable Law" on the date of the Governing Document, and are not intended to apply to the Community if they cease to be applicable by operation of law, or if they are replaced or superseded by one or more statutes or ordinances.
- 1.5 "Architectural Committee" means the committee, if any, appointed by the Board to assist the Board in reviewing architectural submittals from the Owners.
- 1.6 "Architectural Rules" means the Rules regulating modifications and alterations to the Units and Common Area adopted by the Board.
- 1.7 "Articles" [Corp. Code § 5035] means the Articles of Incorporation of Eastview RB Patio Home Association, filed in the Office of the Secretary of State of the State of California on December 26, 1978, as File No. C0800192, and any amendments thereto now existing or hereafter adopted, unless referred to as Articles of the Community Center or Articles of the Club.
- 1.8 "Assessment" or "Assessments" means one or all of the Regular, Special, Individual, and Monetary Penalty Assessments described herein.
- 1.9 "Association" [Civ. Code § 4080] means Eastview RB Patio Home Association, a California nonprofit mutual benefit corporation created for the purpose of managing a common interest development.
- 1.10 "Board". [Corp. Code § 5038] means the Board of Directors of the Association, unless the context implies that "Board" refers to the Board of Directors of the Community Center or the Club. One or more members of the Board of Directors may be referred to as a "Director" or "Directors."

- 1.11 "Budgeted Gross Expenses" means all expenses identified on the annual operating budget for the fiscal year, including all operating expenses and amounts to be deposited into the reserve accounts, but excluding any amounts budgeted to be expended from the reserve accounts for that fiscal year.
- 1.12 "Bylaws" or "Restated Bylaws" [Corp. Code § 5037] means the Bylaws of the Association and any duly adopted amendments thereto, which are incorporated herein by reference, unless the context implies that "Bylaws" refers to the Bylaws of the Community Center or the Club.
- 1.13 "Capital Expenditure" or "Capital Improvement" means the use of Association funds to construct or build an addition to the Community, where such use of funds is optional under the Governing Documents, rather than mandatory, and is not otherwise required by Applicable Law. For purposes of the Governing Documents, the maintenance, repair or replacement of Improvements within the Community which the Association is obligated to maintain, using materials of similar kind, or using materials which are needed due to changes in building or fire codes or due to discontinued fabrication or unavailability, or using materials that have substantially similar cost over the useful life of the material shall not be considered a Capital Expenditure or Capital Improvement, notwithstanding that such expenditure or Improvement may be considered a Capital Expenditure or Capital Improvement for tax purposes.
- 1.14 "Club" shall mean and refer to Rancho Bernardo Swim and Tennis Club, a California corporation not for profit, its successors and assigns.
- 1.15 "Common Area" [Civ. Code § 4095] means the entire Community except all Units as defined in this Restated Declaration and as shown on the Condominium Plan.
- 1.16 "Common Expenses" means and includes the actual and estimated expenses of operating the Community, and any reasonable reserve for such purposes as found and determined by the Board and all sums designated Common Expenses by or pursuant to the Governing Documents.
- 1.17 "Community" means the common interest development which is a condominium project as described herein and on the Condominium Plan, including all Improvements thereon.
- 1.18 "Community Center" means and refers to Eastview RB Community Center, a California corporation not for profit, its successors and assigns.
- 1.19 "Condominium" [Civ. Code § 4125] means an estate in real property consisting of a separate interest in a Unit, the boundaries of which are shown and described on the Condominium Plan, a fractional undivided interest as a tenant-in-common in the Common Area of the Phase Lot where the Unit is located, a nonexclusive easement over the Common Area of other Phase Lots, a membership in the Association, the Community Center and the Club, and the exclusive right to use any

Exclusive Use Common Area appurtenant to the Unit as shown on the Condominium Plan, deed of conveyance or as described herein.

- 1.20 "Condominium Plan" [Civ. Code § 4120] means those certain condominium plans as follows:
 - 1.20.1 The Condominium Plan for Phase 1, recorded January 17, 1979, as File/Page No. 79-027373;
 - 1.20.2 The Amended Condominium Plan for Phase 1 recorded September 7, 1979, as File/Page No. 79-376079;
 - 1.20.3 The Condominium Plan for Phase 2 recorded January 18, 1979, as File/Page No. 79-029797;
 - 1.20.4 The Amended Condominium Plan for Phase 2 recorded September 11, 1979, as File/Page No. 79-380039;
 - 1.20.5 The Condominium Plan for Phase 3 recorded June 8, 1979, as File/Page No. 79-237838.
 - 1.20.6 The Condominium Plan for Phase 4 recorded April 7, 1981, as File/Page No. 81-105695.
 - 1.20.7 The First Superseding Condominium Plan for Phase 4 recorded July 29, 1981, as File/Page No. 81-238520;
 - 1.20.8 The Condominium Plan for Phase 5 recorded January 2, 1982, as File/Page No. 82-018356.
 - 1.20.9 The Condominium Plan for Phase 6 recorded December 18, 1981, as File/Page No. 81-396112.
 - 1.20.10 The Condominium Plan for Phase 7 recorded February 22, 1985, as File/Page No. 85-059107.
 - 1.20.11 The First Superseding Condominium Plan for Phase 7 recorded September 4, 1985, as File/Page No. 85-323715;
 - 1.20.12 The Second Superseding Condominium Plan for Phase 7 recorded February 20,1986, as File/Page No. 86-067525;
 - 1.20.13 The Re-Recorded Second Superseding Condominium Plan for Phase 7 recorded November 6, 1989, as File/Page No. 89-604675;
 - 1.20.14 The Condominium Plan for Phase 8 recorded September 4, 1985, as File/Page No. 85-323717; and

1.20.15 The First Superseding Condominium Plan for Phase 8 recorded March 25, 1986, as File/Page No. 86-113305.

All of the above documents are of Official Records of the County Recorder of San Diego County. Condominium Plan shall include any amendments to the above documents.

- 1.21 "Director" or "Directors" [Corp. Code § 5047] means one or more members of the Board of Directors.
- 1.22 "Duplex Phase" shall mean and refer to those groups of Condominiums (i) covered by separate Final Subdivision Public Reports issued by the California Department of Real Estate, and (ii) located upon land within the Real Property and affected by separate Declarations of Restrictions or Declarations of Annexation, which require owners of condominiums to be members of EASTVIEW RB DUPLEX ASSOCIATION, the Community Center and the Club. Such owners will not be members of EASTVIEW RB PATIO HOMES ASSOCIATION.
- 1.23 "Electronic Transmission" [Corp. Code §§ 20 & 21] means a communication delivered by facsimile, electronic mail or other means of electronic communication as more fully described in California Corporations Code sections 20 and 21.
- 1.24 "Eligible Lender" means a holder, insurer or guarantor of a First Mortgage that provides a written request to the Association stating the name and address of such holder, insurer or guarantor and the Unit number, and requesting notice to which such Eligible Lender is due under the Governing Documents.
- 1.25 "Exclusive Use Common Area" [Civ. Code § 4145] means those portions of the Common Area designated herein for the exclusive use of the Owners of one Unit and which is appurtenant to a Unit as shown on the Condominium Plan or deed of conveyance and pursuant to the provisions herein. "Exclusive Use Common Areas" and "Restricted Common Areas" shall consist of yards and entry areas which are designed to serve a Unit but located outside the boundaries of the Unit.
- 1.26 "Governing Documents" [Civ. Code § 4150] means this Restated Declaration and any other documents such as the Articles, Bylaws, Condominium Plan, Rules, or Architectural Rules which govern the operation of the Association.
- 1.27 "Improvement" means any structure or appurtenances thereto of every type and kind, including but not limited to, buildings, walkways, sprinkler pipes, swimming pools, roads, driveways, parking areas, fences, screening walls, block walls, retaining walls, awnings, stairs, decks, landscaping, hedges, windbreaks, planted trees and shrubs, poles, and signs.
- 1.28 "Lender" means a person to whom a Mortgage is made and includes the beneficiary of a deed of trust and any guarantor or insurer of a mortgage. "Institutional Lender" means a mortgagee that is a financial intermediary or depository, such as a bank, savings and loan, or mortgage company, that is chartered under federal or state

law and that lends money on the security of real property or invests in such loans, or any insurance company or governmental agency or instrumentality, including the Federal National Mortgage Association (FNMA), the Federal Home Loan Mortgage Corporation (FHLMC), and the Government National Mortgage Association (GNMA) that guarantee mortgage loans. "First Lender" means a mortgagee that has priority over all other mortgages or holders of mortgages encumbering the same Condominium or other portions of the Community. The term "Beneficiary" shall be synonymous with the term "Lender."

- 1.29 "Member" [Corp. Code § 5056] means every person or entity entitled to membership in the Association as provided in this Restated Declaration and the Bylaws.
- 1.30 "Mortgage" means a mortgage or deed of trust encumbering a Condominium or any other portion of the Community. "First Mortgage" means a mortgage that has priority over all other mortgages encumbering the same Condominium or other portions of the Community.
- 1.31 "Notice and Hearing" [Civ. Code § 5855; Corp. Code § 7341] means notice to an Owner and an opportunity for the Owner to be heard, prior to the imposition of any fine, penalty or other disciplinary measure, in the manner set forth in the Bylaws or other Governing Documents and in compliance with any Applicable Law.
- 1.32 "Officers" means the Officers of the Association appointed by the Board of Directors pursuant to the Bylaws.

1.33 *"Owner"* means:

- 1.33.1 Any natural person, firm, corporation, partnership, trust or other entity which owns a fee simple interest in any Unit, as evidenced by a deed recorded in the San Diego County Recorder's Office, including the Association, and any contract sellers under recorded contracts of sale.
- 1.33.2 "Owner" shall not include any persons or entities that hold an interest in a Condominium merely as security for performance of an obligation.
- 1.33.3 For purposes of exercising membership rights, including the right to serve as a Director, and incurring membership obligations when an Owner is a corporation, firm, limited liability company or other legal entity, any Director, Officer, employee or agent designated in writing by the Owner may exercise the membership rights attributable to the Owner. When an Owner is a trust, the trustee may exercise the membership rights attributable to the trust unless otherwise designated in writing by the trustee.

- 1.33.4 A person or entity is not an Owner due to: (1) community property or other marital rights where the person asserting such rights is not shown on the recorded title as an Owner; (2) rights of adverse possession not adjudicated and shown on the recorded title as an Owner; or (3) other equitable rights where the person asserting such rights is not shown on the recorded title as an Owner.
- 1.34 "Phase Lot" means the Phase 1 Lot, the Phase 2 Lot, the Phase 3 Lot, the Phase 4 Lot, the Phase 5 Lot, the Phase 6 Lot, the Phase 7 Lot, and/or the Phase 8 Lot as shown and described in Exhibit "A" attached hereto and incorporated herein by reference.
- 1.35 "Recreation Area" means all real property owned by the Community Center for the common use and enjoyment of the Owners.
- 1.36 "Restated Declaration" [Civ. Code § 4135] means this Amended and Restated Declaration of Restrictions and any amendments thereto.
- 1.37 "Rules" [Civ. Code § 4340] means any Rules, including the Architectural Rules, for the Association regulating the use of the Units, Exclusive Use Common Areas, Common Areas, the Community and any facilities located thereon adopted by the Board pursuant to Subsection 3.7.2 and Section Error! Reference source not found, herein.
- 1.38 "Unit" or "Living Unit" [Civ. Code § 4185] means that portion of a Condominium that consists of a separate interest. "Unit" or "Living Unit" does not include the other elements of the Community. Each Unit shall be a separate freehold estate, as separately shown, numbered, and designated on the Condominium Plan. Each Unit consists of a living unit space or spaces bounded by the exterior surfaces of the perimeter walls, the exterior surfaces of the foundations and of the roof, windows and doors thereof, and includes both the building so described and the airspace so encompassed. The following are also a part of the Living Unit: bearing walls, columns, floors, roofs, foundations, central heating and other services, pipes, ducts, flues, chutes, conduits, wires and other utility installations, wherever located upon or within a residential building structure, except any such pipes, wires and other utility installations which serve another Living Unit, the same pipes, wires and other such utility installations being Common Area.
- 1.39 "Voting Power" [Corp. Code § 5078] means the total number of votes eligible to be cast in the Association based on one vote per Unit, less the votes of any Unit where voting rights have been suspended.

ARTICLE 2 - THE COMMUNITY

2.1 Community Subject to Restated Declaration. The entire Community shall be subject to this Restated Declaration.

- 2.2 Description of Land and Improvements; Ownership of Common Area. The Community shall consist of the Phase 1 Lot, the Phase 2 Lot, the Phase 3 Lot, the Phase 4 Lot, the Phase 5 Lot, the Phase 6 Lot, the Phase 7 Lot, and the Phase 8 Lot. The Phase 1 Lot Common Area is owned by Owners of Units in the Phase 1 Lot in undivided interests as set forth in the Condominium Plan. The Phase 2 Lot Common Area is owned by Owners of Units in the Phase 2 Lot in undivided interests as set forth in the Condominium Plan. The Phase 3 Lot Common Area is owned by Owners of Units in the Phase 3 Lot in undivided interests as set forth in the Condominium Plan. The Phase 4 Lot Common Area is owned by Owners of Units in the Phase 4 Lot in undivided interests as set forth in the Condominium Plan. The Phase 5 Lot Common Area is owned by Owners of Units in the Phase 5 Lot in undivided interests as set forth in the Condominium Plan. The Phase 6 Lot Common Area is owned by Owners of Units in the Phase 6 Lot in undivided interests as set forth in the Condominium Plan. The Phase 7 Lot Common Area is owned by Owners of Units in the Phase 7 Lot in undivided interests as set forth in the Condominium Plan. The Phase 8 Lot Common Area is owned by Owners of Units in the Phase 8 Lot in undivided interests as set forth in the Condominium Plan. The Owners of Units in any Phase Lot shall have a nonexclusive easement over the Common Area of such Phase Lot, and over the Common Area of all other Phase Lots. Such nonexclusive easements shall be subordinate to any separate ownership interests and any exclusive easements in such other Phase Lot.
- 2.3 The Association Easement in Common Area. The Association shall have an easement in, to, and throughout the Common Area and the Improvements thereon to perform its duties and exercise its powers.
- 2.4 Owners' Nonexclusive Rights Over Common Area. Subject to the provisions of this Restated Declaration, each Owner has nonexclusive rights of ingress, egress, and support through the Common Area. These rights shall be appurtenant to any deed of conveyance. However, these rights shall not interfere with, and shall be subordinate to, any exclusive right to use a portion of the Common Area.
- 2.5 **Equitable Servitudes**. [Civ. Code § 5975] The covenants and restrictions set forth in this Restated Declaration shall be enforceable equitable servitudes and shall inure to the benefit of and bind all Owners. These servitudes may be enforced by any Owner or by the Association or by both.
- 2.6 **Prohibition Against Partition**. [Civ. Code § 4610] There shall be no judicial partition of the Community or any part of it, nor shall the Association or any person acquiring an interest in the Community or any part of it seek any judicial partition, except upon showing that such partition is consistent with the requirements of any Applicable Law.
- 2.7 Presumption Regarding Boundaries of Units. [Civ. Code § 4220] In interpreting deeds, this Restated Declaration and the Condominium Plan, the existing physical boundaries of a Unit, including any Unit reconstructed in substantial accordance with the Condominium Plan and the original construction plans for the Community, shall be conclusively presumed to be its boundaries, rather than the

description expressed in the deed, Condominium Plan, or this Restated Declaration. This presumption applies regardless of settling or lateral movement of the building and regardless of minor variances between boundaries shown on the Condominium Plan or described in the deed and those of the building as constructed or reconstructed. In the event a structure is partially or totally destroyed and then repaired or rebuilt, the Owners agree that minor encroachments over adjoining Condominiums or Common Area which are similar to any encroachments which existed prior to the partial or total destruction shall be permitted and that there shall be appropriate rights for the maintenance of said encroachments so long as they shall exist.

2.8 **Prohibition Against Severance of Elements**. [Civ. Code § 4650] Any conveyance, judicial sale, or other voluntary or involuntary transfer of a Unit shall include all interests and appurtenances as shown in the original deed of conveyance. Any conveyance, judicial sale, or other voluntary or involuntary transfer of the Owner's entire estate shall also include the Owner's membership interest in the Association. Any transfer that attempts to sever those component interests shall be void.

ARTICLE 3 - THE ASSOCIATION

- 3.1 *Organization of the Association*. The Association is incorporated as a nonprofit corporation organized under the California Nonprofit Mutual Benefit Corporation Law. The Association is created for the purpose of managing the Community and is charged with the duties and granted the powers prescribed by Applicable Law and set forth in the Governing Documents.
- 3.2 **Board of Directors**. The affairs of the Association shall be managed and its duties and obligations performed by an elected Board of Directors, as provided in the Bylaws.
- 3.3 **Membership**. Every Owner, upon becoming an Owner, shall automatically become a Member of the Association. Ownership of a Condominium is the sole qualification for membership. Each Member shall have the rights, duties, privileges, and obligations as set forth in the Governing Documents. Membership shall automatically cease when the Owner no longer holds an ownership interest in a Condominium. All memberships shall be appurtenant to the Condominium conveyed, and cannot be transferred, assigned, conveyed, hypothecated, pledged, or alienated except as part of a transfer of the Owner's entire ownership interest, and then only to the transferee. Any transfer of the Owner's title to his or her Condominium shall automatically transfer the appurtenant membership to the transferee.
- 3.4 **Membership in Club**. The Owners of all Condominiums shall be members of RANCHO BERNARDO SWIM AND TENNIS CLUB, a California corporation not for profit, which membership shall be appurtenant to each such Condominium, and the transfer of title to such Condominium shall automatically transfer the regular membership appurtenant to such Condominium to the transferee or transferees. Each such Owner and/or Owners by acceptance of a deed to a Condominium, whether or not it shall be expressed in such deed, are deemed to

covenant and agree and are obligated to promptly, fully and faithfully comply with and conform to the Bylaws of the Club and the rules and regulations from time to time prescribed thereunder by the Board of Directors of the Club or its officers, and to promptly pay in full all dues, fees or assessments levied by said Club on its members, whether such dues, fees or assessments were levied prior to or subsequent to the date of acquisition of title, except that the purchaser of any such Condominium at a trustee's sale on foreclosure or a lender who acquires title by deed in lieu of foreclosure, shall not be liable for any dues, fees or assessments levied prior to such sale or acquisition of title.

- 3.5 **Membership in the Community Center.** The Owners of all Condominiums shall be members of the Community Center. Membership shall be appurtenant to and may not be separated from ownership of any Condominium. Each Owner is obligated promptly, fully and faithfully to comply with and conform to the Articles and Bylaws of the Community Center, and the rules and regulations adopted thereunder from time to time by the Board and officers of the Community Center. Membership in the Community Center shall not be transferred, pledged or alienated in any way, except upon the sale of the Condominium to which it is appurtenant, and then only to the purchaser. The transfer of title to a Condominium or the sale of a Condominium and transfer of possession thereof to the purchaser shall automatically transfer the membership appurtenant to such Condominium to the transferee.
- 3.6 **Membership Class; Voting Rights**. The Association shall have one class of membership and the rights, duties, obligations and privileges of the Members shall be as set forth in the Governing Documents. On matters presented to the membership for a vote, each Unit shall be assigned one vote, subject to the provisions of the Bylaws.
- 3.7 General Powers and Authority. [Civ. Code § 4800] The Association shall have all the powers of a nonprofit corporation organized under the California Nonprofit Mutual Benefit Corporation Law, subject to any limitations set forth in the Governing Documents. It may perform all acts that may be necessary for or incidental to the performance of the obligations and duties imposed upon it. Its powers shall include, but are not limited to:
 - 3.7.1 The power to establish, fix, levy, collect, and enforce the payment of Assessments against the Owners in accordance with the procedures set forth herein.
 - 3.7.2 [Civ. Code § 4360] The power to adopt reasonable Rules governing the use of the Units, the Common Area, any common facilities and the Association-owned property, and the conduct at Board and Members' meetings, in accordance with the following:
 - (a) The Rules may include, but are not limited to:

- (i) Reasonable restrictions on use of the Common Area, Units and Exclusive Use Common Areas by the Owners and their families, guests, employees, tenants and invitees.
- (ii) Reasonable restrictions on the conduct of Owners and their families, guests, employees, tenants and invitees as to activities on the Common Area, Units and Exclusive Use Common Areas.
- (iii) The establishment of Notice and Hearing procedures and a schedule of monetary penalties and other disciplinary measures which may be imposed for violations of any provisions of the Governing Documents.
- (iv) Campaign, election and voting information.
- (b) [Civ. Code § 4340 et seq.] The Board must comply with any Applicable Law when adopting any Rules.
- (c) A copy of any modifications of the Rules shall be given to each Owner within fifteen days of adoption by the Board.
- (d) If any provision of the Rules conflicts with any provision of this Restated Declaration, the Articles, or the Bylaws, the Restated Declaration, Articles, or Bylaws shall control to the extent of the inconsistency.
- (e) The Rules shall have the same force and effect as if they were set forth in and were part of this Restated Declaration and shall be binding on the Owners and their successors in interest whether or not actually received by them.
- 3.7.3 [Civ. Code § 5980] The right to institute, defend, settle, or intervene in litigation, arbitration, mediation, or administrative proceedings in its own name as the real party in interest and without joining with it the Owners, as provided in any Applicable Law.
- 3.7.4 [Civ. Code §§ 5850 & 5855; Corp. Code § 7341] Subject to Notice and Hearing requirements, the right to discipline a Member for violation of any of the provisions of the Governing Documents by (1) suspending the Member's membership rights, including the Member's voting rights, the right to run as a candidate for election to the Board of Directors, and the rights and privileges to use the Common Area recreational facilities,

AMENDED AND RESTATED DECLARATION - EASTVIEW RB PATIO HOMES

- (2) imposing monetary fines, and (3) recording a notice of noncompliance in the Office of the County Recorder of San Diego County encumbering the Unit of the Owner, if allowed by Applicable Law.
- 3.7.5 The right for its agents and employees to enter any Unit when necessary in connection with any maintenance, landscaping, or construction work for which the Association is or may be responsible or to reduce the likelihood of or prevent damage to the Common Areas or another Unit. This entry shall be made only upon reasonable notice to the Owner (except in the case of an emergency) and with as little inconvenience to the Owner as is practicable. Any entry by the Association to investigate a reported or suspected water intrusion shall be deemed an emergency. Such persons shall not be deemed guilty of trespass by reason of such entry.
- 3.7.6 The right for its agents and employees to enter any Unit when necessary in connection with any inspection, maintenance, or repair of the fire alarm and any fire sprinkler system. This entry shall be made only upon reasonable notice to the Owner (except in the case of an emergency) and with as little inconvenience to the Owner as is practicable.
- 3.8 **Duties of The Association**. In addition to the duties of the Association, its agents and employees set forth elsewhere in the Governing Documents, the Association shall be responsible for the following:
 - 3.8.1 The Association, acting through the Board, shall operate, maintain, repair, and replace those Improvements assigned to the Association by Section 7.2 and Exhibit "B," or contract for the performance of that work, subject to the provisions of the Governing Documents.
 - 3.8.2 The Association shall use the operating fund described in ARTICLE 4 herein to, among other things, acquire and pay for goods and services for the Community.

ARTICLE 4 - ASSESSMENTS AND COLLECTION PROCEDURES

4.1 Covenant to Pay. [Civ. Code § 5650] Each Owner by acceptance of the deed to the Owner's Condominium is deemed to covenant and agree to pay to the Association all Assessments described in this Article, and all other charges duly levied by the Association pursuant to the provisions of this Restated Declaration. An Assessment and any late charges, reasonable costs of collection, and interest, as assessed in accordance with the provisions of this Article, shall also be a personal debt of each Owner of the Condominium at the time the Assessment or other sums are

levied. Co-owners of a Unit shall be jointly and severally liable for all charges levied by the Association on that Unit. No Owner may waive or otherwise escape liability for these Assessments by non-use of the Common Area or abandonment of the Owner's Condominium.

- 4.2 **Purpose of Assessments**. [Civ. Code § 5600] Except as provided herein, the Association shall levy Assessments sufficient to perform its obligations. The Assessments levied by the Association shall be used exclusively to promote the recreation and welfare of the Owners, for the operation, replacement, improvement, and maintenance of the Community, and to discharge any other obligations of the Association under this Restated Declaration. All Assessment payments shall be put into general operating and reserve funds to be used for the foregoing purposes.
 - 4.3 Regular Assessments. [Civ. Code §§ 5300 & 5600 et seq.]
 - 4.3.1 Concurrently with preparation of the financial documents and budget for each fiscal year, the Board shall estimate the net charges to be paid during that next fiscal year, including a reasonable provision for contingencies, replacements and reserves, with adjustments made for any expected income and surplus from the prior year's fund. The resulting amount shall constitute the Regular Assessments for the budgeted year.
 - In the event the Board shall determine that the estimate of total charges for the current year is, or will become, inadequate to meet all Common Expenses for any reason, it shall then immediately determine the approximate amount of such inadequacy and issue a supplemental estimate of the Common Expenses and determine the revised amount of Regular Assessments against each Member, and the date or dates when due.
 - 4.3.3 Failure of the Board to estimate the net charges within the time period stated herein shall not void any Assessment imposed by the Board. Regular Assessments for fractions of any month shall be prorated.
 - 4.3.4 Each Owner is obligated to pay Assessments to the Association in equal monthly installments on or before the first day of each month unless the Board adopts an alternative method for payment.
- 4.4 **Special Assessments**. If the Board determines that the amount to be collected from Regular Assessments will be inadequate to defray the Common Expenses for the year due to the cost of any construction, unexpected repairs or replacements of Capital Improvements upon the Common Area, or any other reason, it shall make a Special Assessment for the additional amount needed, subject to any

2506313v6

limitations imposed by Applicable Law or the Governing Documents. Special Assessments shall be levied and collected in the same manner as Regular Assessments. The Board may levy a Special Assessment in one lump sum or in installments over a period of time the Board determines appropriate.

- 4.5 Limitations on Regular and Special Assessments. [Civ. Code § 5605] Except in emergency situations, the Board may not, without the approval of Members constituting a majority of the votes when a quorum of the Owners is established, impose a Regular Assessment per Unit that is more than twenty percent greater than the Regular Assessment for the preceding fiscal year, or levy Special Assessments that in the aggregate exceed five percent of the Budgeted Gross Expenses of the Association for that fiscal year. For purposes of this Section only, a "quorum" means more than fifty percent of the Owners of the Association. These limitations shall not apply to Assessment increases that are necessary for emergency situations. An emergency situation is an extraordinary expense defined by Applicable Law.
- 4.6 **Allocation of Regular and Special Assessments**. Regular and Special Assessments shall be divided equally among the Units.
- 4.7 Owner Notice of Regular and Special Assessments. [Civ. Code § 5615] The Association shall provide notice by first-class mail to the Owners of any increase in the Regular Assessments or the imposition of a Special Assessment not less than thirty nor more than sixty days prior to the increase in the Regular Assessment or Special Assessment becoming due.
- Individual Assessments. [Civ. Code § 5275] Subject to the limitations 4.8 of the Governing Documents and in addition to Regular and Special Assessments, the Board may levy Individual Assessments against Owners and Condominiums whenever the Association (1) performs any service or accomplishes any item of repair or maintenance which is the duty of any Owner to accomplish, but which has not been accomplished by such Owner, (2) incurs any costs to remedy the effects of the Owner's noncompliance with the Governing Document, or (3) incurs any costs which by Applicable Law or as required by the Governing Documents must be reimbursed by an Owner. Such Individual Assessment shall include the cost thereof, together with any financing costs and administrative costs incurred by the Association. Prior to levying an Individual Assessment, the Board shall provide the Owner with a Notice and Hearing. The Notice and Hearing regarding the levy of an Individual Assessment may be combined with the Notice and Hearing regarding any underlying violation. Duly levied Individual Assessments shall be subject to the provisions in the Governing Documents regarding costs, late charges and interest for delinquent payment, and may become a lien on the Condominium, in the same manner as Regular and Special Assessments.
- 4.9 Monetary Penalty Assessments. [Civ. Code §§ 5650 & 5725] The Board of Directors may levy, subject to the limitations of the Governing Documents, Monetary Penalty Assessments (fines) against an Owner and his or her Condominium. In the event the Board of Directors imposes a Monetary Penalty Assessment, that Monetary Penalty Assessment shall be subject to costs, late charges and interest as

described in this Article for delinquent payment, and may become a lien on the Condominium, collectible by the Association through judicial foreclosure as allowed in this Article. In no event may the Association collect a Monetary Penalty Assessment through nonjudicial foreclosure.

- 4.10 Costs, Late Charges and Interest. [Civ. Code § 5650] Late charges may be levied by the Association against an Owner for the delinquent payment of Assessments, including Monetary Penalty Assessments. An Assessment, including any installment payment, is delinquent fifteen days after its due date. If an Assessment is delinquent, the Association may recover all of the following from the Owner:
 - 4.10.1 Reasonable costs incurred in collecting the delinquent Assessment, including actual attorneys' fees.
 - 4.10.2 A late charge not exceeding ten percent of the delinquent Assessment or ten dollars, whichever is greater, or the maximum amount allowed by Applicable Law.
 - 4.10.3 Interest on the foregoing sums, at an annual percentage rate of twelve percent commencing thirty days after the Assessment becomes due.

No late charge may be imposed more than once for the delinquency of the same payment. However, the imposition of a late charge on any delinquent payment shall not eliminate or supersede charges imposed on prior delinquent payments. The amounts delinquent, including the entire unpaid balance and any related costs described herein, may be collected by the Association as provided in this Article.

- 4.11 *Priority of Payments*. [Civ. Code § 5655] The Board, in its sole discretion, may enact policies, not in violation of Applicable Law, regarding how payments received from Owners will be applied to any outstanding balances due the Association from that Owner.
- 4.12 **No Offsets**. All Assessments shall be payable in the amounts specified by the Association, and no offsets against such amount shall be permitted for any reasons, including, without limitation, a claim that the Association is not properly exercising its duties of maintenance, operation or enforcement.
- 4.13 Enforcement of Assessments and Late Charges. [Civ. Code §§ 5650 et seq., 5700 & 2924b] A delinquent Assessment, and any related late charges, reasonable costs of collection (including actual attorneys' fees), and interest assessed in accordance with this Article, shall become a lien upon the Condominium when a Notice of Assessment Lien is duly recorded as provided in Applicable Law.
 - 4.13.1 Unless otherwise provided by statute, the Notice of Assessment Lien shall describe the amount of the delinquent Assessment or installment, the related charges authorized by this Restated Declaration, the legal description of the Unit, the name of the

purported Owner, and, if the lien is to be enforced by power of sale under nonjudicial foreclosure proceedings, the name and address of the trustee authorized by the Association to enforce the lien by sale. The Notice may be signed by any Officer or Director of the Association, or any employee or agent of the Association authorized to do so by the Board. The Notice shall be mailed by certified mail to every person whose name is shown as an Owner of the Unit in the Association's records, and the notice shall be mailed no later than 10 calendar days after recordation.

- 4.13.2 Unless otherwise allowed by Applicable Law, the Notice of Assessment Lien may not be recorded until after the Association has mailed, via certified mail, a written demand for payment to the delinquent Owner. The written demand shall comply with the requirements of any Applicable Law.
- 4.13.3 If not paid in full within thirty days after recordation of the Notice of Assessment Lien, any lien described herein may be enforced in any manner permitted by Applicable Law, including judicial foreclosure or nonjudicial foreclosure. Any nonjudicial foreclosure shall be conducted by the trustee named in the Notice or by a trustee substituted pursuant to Applicable Law.
- 4.13.4 If all sums specified in the Notice of Assessment Lien are paid before the completion of any judicial or nonjudicial foreclosure, the Association shall (1) record a notice of satisfaction and release of lien, and (2) upon receipt of a written request by the Owner, shall also record a notice of rescission of any recorded notice of default and demand for sale.
- 4.13.5 The Notice of Assessment Lien is not required to be amended by the Association or Trustee to reflect any partial payments made on the account of the delinquent Owner after its recordation, and any such partial payments received shall not be construed to invalidate the Notice of Assessment Lien. The Notice of Assessment Lien may be foreclosed upon as set forth herein even though the delinquent Owner has made one or more partial payments.
- 4.13.6 Notwithstanding any other provision herein, a Monetary Penalty Assessment may not become a lien on a Unit enforceable by the sale of the Unit through nonjudicial foreclosure. Any Notice of Assessment Lien recorded to enforce a Monetary Penalty Assessment must specifically state that such lien may not be enforceable by sale of the Unit through nonjudicial foreclosure.

- 4.14 Assignment of Rent. [Civ. Code § 2938] This assignment is for the purpose of collecting all Assessments, late charges, interest, fines, monetary penalties, and costs of collection, including attorneys' fees due to the Association pursuant to this Restated Declaration which are in default. This assignment applies to any lease or rental agreement now existing or hereinafter made.
 - 4.14.1 Each Owner does hereby presently assign to the Association, absolutely and regardless of possession of the property, all rents and other monies now due or hereafter to become due under any lease or rental agreement or otherwise for the use or occupation of any or all parts of any Unit owned by the Owner.
 - 4.14.2 The Association hereby confers on each Owner the authority to collect and retain the rents and other monies derived from any such lease or rental agreement as they become due and payable, provided that the Association, at its sole discretion, may revoke such authority at any time, upon written notice to the Owner of a default in the payment of any Assessments due. Upon revocation of such authority, the Association may collect and retain such rental monies, whether past due and unpaid or current.
 - 4.14.3 The Association's rights under this Section are in addition to and not in place of, the rights described above to file a lien and foreclose upon a lien. The Association's rights shall be subordinate to the rights of any First Lender.
 - 4.14.4 The Association shall only exercise its rights to collect rental monies in compliance with California Civil Code section 2938, as amended from time to time, or any successor statute. Further, the Association shall only exercise this right after filing the lien described above and after providing the Owner with Notice and a Hearing pursuant to any Applicable Laws and the Bylaws.
 - 4.14.5 By recordation of this Restated Declaration, each Owner expressly consents to and is bound by this assignment of rents to the Association.
- 4.15 **Priority of Assessment Lien**. [Civ. Code § 5680] As set forth hereinbelow, the Assessment lien referred to in this Article shall be superior to all other liens, except (1) all taxes, bonds and governmental Assessments which, by Applicable Law, would be superior thereto, and (2) the lien or charge of any First Mortgage of record. Notwithstanding any other provision to the contrary, the following provisions shall govern the priority and obligation for payment of the Assessment lien:

- 4.15.1 Only the judicial or nonjudicial foreclosure of the First Mortgage shall operate to transfer title free of the Assessment lien or obligation for any Assessment lien, and then only as to payments which became due prior to the date of sale, and excluding those Assessment liens recorded prior to the recording of the First Mortgage.
- 4.15.2 Neither the transfer of a Condominium pursuant to a foreclosure of any Mortgage, nor an election by the Association to proceed against any new Owner for payment, shall serve to cancel the personal obligation of the prior Owner for payment of the delinquent Assessments and charges which accrued during such Owner's period of ownership.
- 4.15.3 No sale or transfer of any Condominium shall relieve such Condominium or its new Owner from liability for any future Assessments which accrue during such Owner's period of ownership.
- 4.15.4 The personal obligation of any Owner for payment of delinquent Assessments and charges may be satisfied, and therefore discharged, only by payment of the entire amount of the delinquent Assessments and charges, whether or not such Owner remains in possession of his or her Unit.
- 4.15.5 To the extent permitted by Applicable Law, each Owner hereby waives the benefit of any homestead or exemption laws of the State of California now in effect, or in effect from time to time hereafter, to the extent of any liens created pursuant to the Governing Documents, whether such liens are now in existence or are created at any time in the future.
- 4.16 **Statement of Delinquent Assessment**. [Civ. Code § 4525] The Association shall provide any Owner, upon written request, with a statement specifying the amounts of any delinquent Assessments and related late charges, interest, and costs levied against the Owner's Condominium.

ARTICLE 5 - COVENANT FOR MAINTENANCE ASSESSMENTS TO COMMUNITY CENTER

5.1 Covenant to Pay. The Declarant, for each Condominium owned within the Condominium Property, hereby covenants, and each Owner of any Condominium by acceptance of a deed therefor, whether or not it shall be so expressed in such deed, is deemed to covenant and agrees to pay to the Community Center in accordance with its Bylaws: (i) regular assessments, and (ii) special assessments, such assessment to be established and collected as thereafter set forth and as provided in the Bylaws of the Community Center. The regular assessments and any special assessments, together

with interest, costs and reasonable attorneys' fees, shall be a charge on the land and shall be a continuing lien upon the Condominium against which each such assessment is made. Each such assessment, together with interest, costs and reasonable attorneys' fees shall also be the personal obligation of the person or persons who were the Owner(s) of such property at the time when the assessment fell due. The personal obligation for delinquent assessments shall not pass to an Owner's bona fide and for value successors in title unless expressly assumed by them.

- 5.2 Regular Assessments. The Board of Directors of the Community Center shall fix and determine from time to time regular assessments to be paid by each Owner for the purpose of operating, maintaining and repairing the Recreation Area, paying the necessary expenditures of the Community Center as provided in its Bylaws and this Declaration, and establishing an operating reserve fund and reserve for replacement; provided, however, that the Board of Directors of the Community Center may not, without the vote or written assent of a majority of the voting power of each class of Members, increase the regular assessments during any fiscal year of the Community Center more than twenty percent (20%) above the regular assessment established for the immediately preceding fiscal year. Such assessments shall be assessed against and paid by each Owner monthly, or upon such other periodic basis as the Board of Directors of the Community Center may determine. Regular and special assessments shall be levied upon each Condominium at a uniform rate.
- 5.3 **Special Assessments**. In addition to the regular assessments authorized above, the Board of Directors of the Community Center may levy special assessments for the purpose of defraying, in whole or in part, the cost of any capital improvement to the Recreation Area or such other purpose as may be determined by the Board of Directors of the Community Center; provided, however, unless a special assessment results in an expenditure made in extreme emergency as determined by a member of the Community Center's Board, no special assessment shall exceed in the aggregate during any fiscal year of the Community Center an amount equal to five percent (5%) of the budgeted gross expenses of the Community Center for that fiscal year, without the vote or written assent of a majority of the voting power of each class of Members of the Community Center. All such special assessments shall be levied upon each Condominium in the same proportion as regular assessments are levied.

The Board of Directors of the Community Center may also levy special assessments against individual Owners to reimburse the Community Center for costs and expenses incurred in enforcing compliance by such Owner of his Condominium with the provisions of this Declaration, the Articles of Incorporation and Bylaws of the Community Center and the rules and regulations adopted by the Board of Directors of the Community Center. The provisions of the preceding paragraph of this Section 5.3 shall not apply to such special assessments.

5.4 **Declarant to Pay Assessments**. The Declarant shall pay all assessments levied by the Community Center against any Condominium owned by it at the same time, in the same manner and in the same amounts as any other Owner.

- 5.5 **Commencement of Assessments**. The regular assessments shall commence as to all Condominiums within the first Patio Home phase on the first day of the calendar month following the close of the first sale of a Condominium by Declarant. Regular assessments shall commence as to all Condominiums within each subsequent Patio Home phase on the first day of the calendar month following the close of the first sale of a Condominium by Declarant in each respective Condominium phase. Assessments may be collected on a monthly basis or otherwise as determined by the Board of Directors of the Community Center. The Community Center shall, upon demand and for a reasonable charge, furnish a certificate signed by an officer of the Community Center setting forth whether the assessments on a specified Condominium have been paid.
- 5.6 **Delinquent Assessments**. Any assessment not paid within ten (10) days after the date due shall bear interest from the date due at the rate provided for in the Community Center's Bylaws, and the Community Center shall have the right to accelerate maturity of future assessments after forty-five (45) days; provided, however, the maturity of not more than twelve (12) months' assessments may be so accelerated. Any assessments so accelerated shall become delinquent ten (10) days after notice of acceleration has been deposited in the United States mail, postage prepaid and addressed to the Owner at his last known address. Such accelerated assessments shall bear interest at the rate referred to above. The Community Center may bring an action at law against the Owner personally obligated to pay the same and, in addition thereto or in lieu thereof, foreclose the lien against the property as set forth in the Bylaws of the Community Center. No Owner may waive or otherwise escape liability for the assessments provided for herein by nonuse of the Recreation Area or abandonment of his Condominium or any part thereof.
- 5.7 Collection of Delinquent Assessments. At any time after any assessments levied by the Community Center affecting any Condominium have become delinquent, the Board of Directors of the Community Center may file for recording in the Office of the San Diego County Recorder a notice of delinquency as to such Condominium, which notice shall state all amounts which have become delinquent with respect to such Condominium and the costs (including attorneys' fees) and interest which have accrued thereon, the amount of any assessments relating to such Condominium which are due and payable although not delinquent, a description of the Condominium with respect to which the delinquent assessments are owed, and the name of the record or reputed record Owner of such Condominium. Such notice shall be signed by the President or other officer of the Board of Directors of the Community Center, or by a majority of the Members of the Board of Directors of the Community Center, or by the Community Center's attorney. In the event the delinquent assessments and all other assessments which have become due and payable with respect to the same Condominium, together with all costs (including attorneys' fees) and interest which have accrued on such amounts, are fully paid or otherwise satisfied prior to the completion of any sale held to foreclose the lien provided for in this Article, the Board of Directors of the Community Center shall record a further notice, similarly signed, stating the satisfaction and releasing of such lien. Immediately upon recording of any notice of delinquency pursuant to the foregoing provisions of this Section, the

amounts delinquent, as set forth in such notice, together with the costs (including attorneys' fees), penalties and interest accruing thereon, shall be and become a lien upon the Condominium described therein, which lien shall also secure all other payments and/or assessments which shall become due and payable with respect to said Condominium following such recording, and all costs (including attorneys' fees), penalties and interest accruing thereon. Said lien shall continue until all amounts secured thereby are fully paid or otherwise satisfied.

- 5.8 Foreclosure. Each assessment lien may be foreclosed as and in the same manner as the foreclosure of a mortgage upon real property under the laws of the State of California, or may be enforced by sale pursuant to Section 2924 et seq. of the California Civil Code, and to that end a power of sale is hereby conferred upon the Community Center.
- 5.9 **Subordination of Lien**. The lien of the assessments provided for herein shall be subordinate to the lien of any Mortgage made in good faith and for value upon any Condominium unless such Mortgage was recorded after recordation of the notice(s) of delinquency for such liens. Sale or transfer of any Condominium shall not affect the assessment lien. However, the sale or transfer of any Condominium pursuant to judicial or nonjudicial foreclosure of a prior Mortgage made in good faith and for value, shall extinguish the lien of such assessments as to payments which became due prior to such sale or transfer. No sale or transfer shall relieve such Condominium from lien rights for any assessments thereafter becoming due.

ARTICLE 6 - USE RESTRICTIONS AND COVENANTS

- 6.1 General. [Civ. Code § 5975] The use and enjoyment of the Community by Owners and their tenants, guests, invitees or any other person deriving rights from such Owner, shall be subject to the covenants and restrictions contained in the Governing Documents. Each such person shall comply with the provisions in the Governing Documents and be subject to any enforcement actions in the event of violations. As more fully set forth in this Restated Declaration, both the Association, through the Board of Directors, and each Owner shall be entitled to enforce the Governing Documents.
- 6.2 Alter Common Area. No one may alter, attach, construct, or remove anything on or from the Common Area, except upon the written consent of the Board.
- 6.3 Altering a Unit. [Civ. Code § 4760] No Unit may be modified, altered or otherwise changed except as provided in the Governing Documents.
- 6.4 Antennas. [Federal Telecommunications Act] Exterior antennas and satellite dishes, not exceeding one meter (39.37") in diameter, are permitted, but only in strict compliance with Applicable Laws and not on any portion of the Common Area. Except as permitted by Applicable Law, there shall be no outside television or radio antennae, satellite dishes, masts, poles or flag poles constructed, installed or maintained in the Community for any purpose whatsoever without the prior written

consent of the Board and ARC. The Board may adopt Rules restricting the construction, installation, maintenance or replacement of any such equipment as long as such restrictions do not conflict with Applicable Law.

- 6.5 Assignment of Right to Use Common Area. Notwithstanding the easement rights or other rights contained herein, an Owner who has sold his or her Condominium to a contract purchaser or who has leased or rented the Condominium shall be deemed to have assigned his or her rights to use and enjoy the Common Area to the contract purchaser or tenant who resides in the Owner's Condominium, subject to any Rules. If the Owner is deemed to have assigned such rights, the Owner and the Owner's family, guests, employees, and invitees shall not be entitled to use and enjoy the Common Area for so long as the assignment remains effective.
- 6.6 **Common Area Use**. The Owners' rights of use and enjoyment of the Common Area shall be subject to the restrictions set forth in the Governing Documents, and the right of the Association, subject to the limitations of any Applicable Laws or the Governing Documents, to:
 - 6.6.1 Adopt and enforce reasonable Rules for the use of the Common Area.
 - 6.6.2 Reasonably limit the number of persons using all or any portion of the Common Area.
 - 6.6.3 Charge a fee or deposit for any private parties, special or extraordinary use of any Common Area recreational facilities and Improvements.
 - 6.6.4 Set fees and deposits for supplying and replacing access devices to Common Areas, including charges calculated to limit distribution and deter loss of access devices.
 - 6.6.5 Establish speed limits and other traffic regulations within the Community.
 - 6.6.6 Establish fire lanes within the Common Area.
 - 6.6.7 Assign, rent, lease or otherwise control the use of any unassigned parking spaces within the Common Area.
 - 6.6.8 Require the use of parking passes or decals.
 - Remove any vehicle within the Community parked in violation of this Restated Declaration or the Rules of the Board in accordance with the provisions of Applicable Law.
 - 6.6.10 Suspend the voting rights of any Owner, and the rights of any Owner, and the persons deriving rights from any Owner, to use

and enjoy the Common Area recreational facilities for any period during which the Owner is delinquent in the payment of any Assessment or as otherwise provided in the Governing Documents.

- 6.6.11 Cause the construction of additional Improvements in the Common Area, or cause the alteration or removal of existing Improvements on the Common Area, subject to any applicable limitations on the Board's powers.
- Dedicate, grant, or join in the grant or conveyance of permits, easements, licenses or rights-of-way in, on and over the Common Area as may be determined by the Board to be in the best interests of the Association; provided that no such permit, easement, license or right-of-way may be granted if it would unreasonably interfere with any exclusive easement, or with any Owner's use, occupancy, or enjoyment of the Owner's Unit without the approval of the affected Owner.
- 6.6.13 Reasonably restrict access to roofs, maintenance facilities or areas, landscaped areas, and similar areas of the Community.
- 6.6.14 Approve any proposed alteration of or modification to the Common Area, subject to any applicable limitations of the Board's powers.

[Civ. Code § 4600] Notwithstanding any nonexclusive easement rights to the Common Area granted herein or by any deed or other conveyance, the right to allow one or more Owners to exclusively use portions of the Common Area, provided that such portions of the Common Area are nominal in area and adjacent to the Owner's Unit, and, provided further, that such use does not unreasonably interfere with any other Owner's use or enjoyment of the Community unless that Owner consents to the use.

- 6.7 **Complying with Restrictions on Use.** In exercising the right to occupy or use a Unit or the Common Area and its Improvements, the Owner and the Owner's family, guests, employees, tenants, and invitees must comply with the Governing Documents.
- damage to the Common Area or to Association-owned property if the damage is sustained because of the negligence, willful misconduct, or unauthorized or improper installation, repair or maintenance of any Improvement by the Owner or the Owner's family, guests, tenants, contract purchasers, or invitees. The Association may repair the damage and assess the cost of the work to the Owner as an Individual Assessment. In the case of joint ownership of a Condominium, the liability of the co-owners shall be joint and several, unless the co-owners and the Association have agreed in writing to an alternative allocation of liability.

- 6.9 *Emissions*. No one may discharge or cause the emission of any dust, sweepings, dirt, cinders, odors, gases, mold spores, or other substances into the atmosphere other than those caused by normal residential use.
- 6.10 *Flammable Substances*. No one may store gasoline, kerosene, cleaning solvents, or other flammable liquids or substances, or any toxic or hazardous materials on the Common Area or in any Unit, provided, however, that amounts of these liquids, substances or materials which are reasonable for household use may be placed in appropriate containers and properly stored.
- 6.11 *Garage Conversion*. No one may convert or use any garage for purposes other than parking of the number of vehicles such garage was designed to contain and storage of reasonable amounts of household goods that do not interfere with the ability to park the number of vehicles such garage was designed to accommodate or create a fire or safety hazard.
- 6.12 *Garage Doors*. No garage door shall be permitted to remain open except for a temporary purpose nor shall animals be kept stored, housed or allowed to remain in any garage. The Board may adopt Rules governing the opening of garage doors.
- 6.13 *Harassment*. No one may engage in any type of harassment, illegal, noxious or offensive activity toward any Owners, residents, Association representatives, management representatives, Board members and/or vendors working in the Community. No person shall attempt to engage Association or management representatives or vendors on any private business of such person, or to otherwise direct, supervise or in any manner attempt to assert control over such Association or management representative or vendor during the hours that such Association or management representative or vendor is working on behalf of the Association.
- 6.14 Hazardous Materials. No one may store any of the following within a Unit or the Common Area: any substance, material or waste which is or becomes: (1) regulated by any local or regional governmental authority of the State of California or the United States Government as a hazardous waste; (2) is defined as a "solid waste," "sludge," "hazardous waste," "extremely hazardous waste," "restricted hazardous waste," "non-RCRA hazardous waste," "RCRA hazardous waste," or "recyclable material," under any federal, state or local statute, regulation, or ordinance, including, without limitation, sections 25115, 25117, 25117.9, 25120.2, 25120.5 or 25122.7, 25140, 25141 of the California Health and Safety Code; (3) defined as a "Hazardous Substance" under section 25316 of the California Health and Safety Code; (4) defined as a "Hazardous Material," "Hazardous Substance" or "Hazardous Waste" under section 25501 of the California Health and Safety Code; (5) defined as a "Hazardous Substance" under section 25281 of the California Health and Safety Code; (6) asbestos; (7) petroleum products, including, without limitation, petroleum, gasoline, used oil, crude oil, waste oil, and any fraction thereof, natural gas, natural gas liquefied, methane gas, or synthetic fuels; (8) materials defined as hazardous or extremely hazardous pursuant to the California Code of Regulations; (9) pesticides, herbicides and fungicides; (10) polychlorinated biphenyls; (11) defined as a "Hazardous Substance" pursuant to

Section 311 of the Federal Water Pollution Control Act (33 U.S.C. Section 1251 et seq.); (12) defined as a "Hazardous Waste" pursuant to Section 1004 of the Federal Resource Conservation and Recovery Act, 42 U.S.C. Section 6901 et seq.; (13) defined as a "Hazardous Substance" or "Mixed Waste" pursuant to Section 101 of the Comprehensive Environmental Response Compensation and Liability Act, 42 U.S.C. Section 9601 et seq., and regulations promulgated thereunder; (14) defined as a "Hazardous Substance" pursuant to Section 401.15 of the Clean Water Act, 40 C.F.R. 116; (15) defined as an "Extremely Hazardous Substance" pursuant to Section 302 of the Superfund Amendments and Reauthorizations Act of 1986, 42 U.S.C. Section 11002 et seq.; or (16) defined as "medical waste" pursuant to section 25023.2 of the California Health and Safety Code, Chapter 6.1 (Medical Waste Management Act).

- 6.15 *Increase Rate of Insurance*. No one may perform any act or keep anything on or in any Unit or in the Common Area that will increase the rate of insurance on the Common Area without the Board's prior written consent. Further, no Owner shall permit anything to be done or kept in his or her Unit or in the Common Area that would result in the cancellation of insurance on any Unit or on any part of the Common Area or that would violate any law.
- 6.16 Installation of Electric Vehicle Charging Stations. [Civ. Code § 4745] No electronic vehicle charging station shall be installed by any person in any part of the Community without the prior written approval of the Board. All electric vehicle charging stations shall be installed, maintained, repaired, replaced and removed in strict accordance with all Association Rules and Applicable Law. Owners who install an electric vehicle charging station shall be solely responsible for all costs associated with the installation, existence, use, maintenance, repair, replacement and removal of the station, as well as any damage caused to any other property as a result of the installation, use, existence, maintenance, repair, replacement or removal of that station. The applicable Owners shall maintain an umbrella liability coverage policy in the amount of \$1 million covering the obligations of the Owner for the station unless the station is an existing National Electrical Manufacturers Association standard alternating current power plug. The Association shall be named as an additional insured under this policy with a right to notice of cancellation.
- 6.17 *Leasing Units*. Owners may not lease or rent a Unit in violation of the following:
 - 6.17.1 All leases and rental agreements must be in writing.
 - 6.17.2 All leases and rental agreements must be for the entire Unit and not merely parts thereof, unless the Owner remains in occupancy. A carport, garage or parking space may not be leased or rented separate and apart from the Unit to which it is appurtenant.

- 6.17.3 No lease or rental shall be for a period of less than thirty days or for hotel, transient, fractionalized ownership interest or timeshare purposes.
- Owners who lease or rent their Unit shall promptly notify the Association in writing of the names of all tenants and members of a tenant's family occupying such Unit, provide the make, model and license number of all residents' vehicles, a telephone number for the tenant, the number and type of pets kept by the tenants, keep all information current, and provide the Association with a complete copy of the lease or rental agreement and any other information reasonably needed and requested by the Association.
- 6.17.5 All Owners leasing or renting their Unit shall promptly notify the Association of the address and telephone number where such Owner can be reached.
- 6.17.6 Each Owner-lessor shall provide any tenant or lessee with a current copy of all Governing Documents and shall be responsible for compliance by the tenant or lessee with all of the provisions of the Governing Documents during the tenant's/lessee's occupancy and use of the Unit.
- 6.17.7 All leases and rental agreements shall be subject in all respects to the Governing Documents, and shall provide that failure to comply with the requirements of the Governing Documents shall constitute a default under the lease which may be cured by eviction of the tenant either by the Owner or the Association.
- 6.17.8 All leases and rental agreements shall provide that any failure of a lessee or tenant to comply with the terms of any Governing Document relating to residential leases, property use restrictions, or the use and enjoyment of any portion of the Common Area shall constitute a default under the lease or rental agreement and shall entitle the Owner to terminate the tenancy on 30 days' written notice.
- 6.17.9 If any tenant or lessee fails to honor the provisions of any Governing Document, the Association shall be entitled to take such corrective action as it deems necessary or appropriate under the circumstances to preserve the quiet enjoyment of other Owners and residents of the Community. Without limitation, the Association's actions in response to a tenant's violation of the Governing Documents may include the imposition of fines and penalties against the Owner-lessor of the Unit.

- 6.17.10 In the event a tenant or lessee of a Unit fails to comply with the provisions of the Governing Documents then, in addition to all other remedies which it may have, the Association may notify the Owner of such violation(s) and demand that it be remedied through the Owner's efforts within thirty days of such notice. If such violation(s) is not remedied within that thirty day period, then the Owner shall immediately, at his or her own cost and expense, institute and diligently prosecute an eviction action (unlawful detainer) against his tenant or lessee on account of such violation(s). Such eviction action shall not be compromised or settled without the prior written consent of the Association. In the event the Owner fails to commence the foregoing obligation within fifteen days of being required to do so, or commences the action but fails to diligently prosecute the action, then the Board shall have the right, but not the duty, to notify the Owner that the Association will prosecute such action as attorney-in-fact for the Owner and at the Owner's sole cost and expense, including all legal fees incurred. Upon notification to Owner of the Association's intent to prosecute the action, the right to possession of Owner's Unit shall pass to the Association until such time as the tenant or lessee has vacated the Unit. The Owner shall cooperate with the Association in the prosecution of the eviction action. All costs and attorneys' fees not collected from the tenant or lessee shall be paid by the Owner and failure to pay may be the basis for imposing an Individual Assessment for the fees and costs.
- 6.18 **Mechanic's Liens**. [Civ. Code § 4615] No labor performed or services or materials furnished with the consent of, or at the request of, an Owner, the Owner's agents or contractors shall be the basis for the filing of a lien against any other Unit or Common Area or any other Owner in the Community unless that other Owner has expressly consented to or requested the performance of the labor or furnishings of the materials or services. However, express consent shall be deemed to have been given by the Owner of any Condominium in the case of emergency repairs thereto. Labor performed or services or materials furnished for the Common Areas, if duly authorized by the Association, shall be deemed to be performed or furnished with the express consent of each Owner. The Owner of any Condominium may remove his or her Condominium from a lien against two or more Condominiums or any part thereof by payment to the holder of the lien of the fraction of the total sum secured by the lien which is attributable to the Owner's Condominium.
- 6.19 **Obstruct Common Area**. No one may permit anything to obstruct the Common Area or store anything on the Common Area without the prior written consent of the Board, except as otherwise provided in the Governing Documents.
- 6.20 Offensive Activity. [Civ. Code § 3479] No one may engage in any illegal, noxious or offensive activity in any part of the Community, or do any act which

unreasonably threatens the health, safety and welfare of other residents of the Community.

- 6.21 *Outside Drying and Laundering*. No exterior clothesline shall be erected or maintained and there shall be no exterior drying or laundering of clothes.
- 6.22 **Owner Responsibility**. Owners shall be responsible for their family members, guests, tenants, contract purchasers, and invitees while in the Community and may be held responsible for any violations of the Governing Documents committed by such persons.
- 6.23 *Patios and Balconies*. No fixture, personal property or other object may be kept upon any patio or balcony which interferes with the enjoyment of adjacent Units, patios or balconies or which may be in violation of the Rules. Only usual and customary patio furniture, potted plants with saucers, and decorations may be kept on the patios and balconies. No clothing or linens of any kind may be hung from patios or balconies.
- 6.24 *Pets*. [Civ. Code § 4715] Pets or other animals may not be kept in violation of the following:
 - Owners or residents of the Community may keep up to two (2) usual and ordinary domestic pets in the Units subject to the provisions of the Rules; provided, however, that no Owner or other occupant of a Unit may keep any pet which interferes with, or has a reasonable likelihood of interfering with, the rights of any Owner or other occupant of a Unit to the peaceful and quiet enjoyment of the Unit. In the event the Board determines that any pet or other animal creates an unreasonable annoyance or nuisance to any Owner or other occupant of a Unit, the keeping thereof shall be discontinued within a reasonable time after such determination.
 - 6.24.2 No pets or other animals shall be permitted in the Common Area except as specifically permitted by the Rules, and then only when on a leash held by a person capable of controlling the animal.
 - 6.24.3 No Owners may keep animals for commercial purposes.
 - 6.24.4 The Association, its Board, Officers, employees and agents shall have no liability to any Owner, their family members, guests, invitees, tenants and contract purchasers, or any other person in the Community, for any damage or injury to persons or property caused by any pet, absent any willful or wanton negligence on the part of the Association, or its Board, Officers, employees and agents.

- 6.25 **Power Equipment**. No one may set up a hobby shop for commercial purposes, except upon the written consent of the Board. Use of power equipment may be subject to reasonable Rules as to the time and duration of use and the level of noise.
- 6.26 **Protection Systems**. No one may disconnect, damage, tamper with or otherwise modify any protection system, including, but not limited to fire sprinklers, fire alarms and fuse boxes.
- 6.27 Residential Use of Unit. Units shall be used for residential purposes only. No Unit may be used for time share purposes, or any other similar transitory use through fractionalized ownership or any other similar arrangement. Units are intended to be used as a primary residence. A Unit may be used for in-home professional or administrative occupations or similar home office use so long as only minimal external evidence is observable, and if: (1) such occupations are merely incidental to the use of the Unit as a residence, (2) employees or business invitees do not regularly visit or conduct business in the Community, and (3) the occupation is conducted in conformity with any Applicable Law and the Rules.
- 6.28 **Signs**. [Civ. Code §§ 712, 713 & 4710] No signs may be erected or displayed on or from any Unit except as allowed by Applicable Law and the Rules. No signs may be erected or displayed on the Common Area except with the prior written approval of the Board.
- 6.29 **Subdividing or Combining Units**. No Unit may be subdivided or combined with another Unit without obtaining the prior written approval of the Association.
- 6.30 *Trash*. Rubbish, trash, and garbage may not be allowed to accumulate within the Unit or Common Area.
- Vacating Unit; Costs. [Civ. Code § 4775] The Association shall have the power to temporarily remove any Unit resident for such periods and at such times as may be necessary in connection with any maintenance or repair work performed by the The Owner shall provide the Association access as needed for Association. maintenance or repair work by the Association. The costs of any temporary relocation, including loss of rental income, during such maintenance or repair work shall be paid by the Unit Owner affected unless another Owner is responsible for the damages pursuant to the Governing Documents. If another Owner is responsible for the damages, the responsible Owner shall pay the relocation costs. Except in case of emergency, the Association shall give notice of the need to temporarily vacate a Unit to the Owners and occupants not less than fifteen days or more than thirty days prior to the date of the temporary relocation. The notice shall state the reason for the relocation, the date and time of the beginning of work, the anticipated date and time of termination of work and that the occupants will be responsible for all necessary accommodations during the relocation.

- 6.32 **Vehicle Maintenance**. Except for minor maintenance and repair, no one may perform any vehicle overhaul, repair, or non-emergency maintenance within the Community.
- 6.33 **Vehicle Use and Parking**. Parking in the Community is limited and all Owners and residents are encouraged to park vehicles within their garage and parking in the Community is subject to the following:
 - 6.33.1 The following vehicles are Authorized Vehicles: standard passenger vehicles, including automobiles, passenger vans designed to accommodate ten or fewer people, motorcycles and pick-up trucks having a manufacturer's rating or payload capacity of one ton or less. The Association has the power to identify additional vehicles as Authorized Vehicles in the Rules to adapt this restriction to all types of vehicles produced by manufacturers.
 - 6.33.2 Authorized Vehicles may be parked in any portion of the Community intended for parking of motorized vehicles, subject to the Rules.
 - 6.33.3 No Owner may park any vehicle in a manner so that the Association determines that the vehicle unreasonably extends beyond the boundaries of a parking space or into streets or sidewalks within the Community.
 - 6.33.4 The following vehicles are Restricted Vehicles:
 - (a) Recreational vehicles (e.g., motorhomes, travel trailers, camper vans, jet skis and boats),
 - (b) Commercial-type vehicles (e.g., stake bed trucks, tank trucks, dump trucks, step vans, concrete trucks and limousines). Commercial vehicles shall not include sedans or standard size pickup trucks which are used both for business and personal use, provided that any signs or markings of a commercial nature on such vehicles shall be unobtrusive and inoffensive as determined by the Board of Directors,
 - (c) Buses or vans designed to accommodate more than ten people,
 - (d) Vehicles having more than two axles,
 - (e) Trailers,
 - (f) Inoperable vehicles or parts of vehicles,

- (g) Unregistered vehicles,
- (h) Aircraft,
- (i) Noisy or smoky vehicles, or
- (j) Any vehicle or vehicular equipment deemed a nuisance by the Board.
- 6.33.5 Restricted Vehicles may not be parked, stored or kept on any private street within the Community unless they are parked for brief periods defined in the Rules or they are parked within an Owner's fully enclosed garage with the door closed.
- 6.33.6 If a vehicle qualifies as both an Authorized Vehicle and a Restricted Vehicle, then the vehicle is presumed to be a Restricted Vehicle, unless the vehicle is expressly classified as an Authorized Vehicle in writing by the Board. The Association has the power to identify additional vehicles as Restricted Vehicles in the Rules to adapt this restriction to all types of vehicles produced by manufacturers.
- 6.33.7 The Board, in its discretion, may adopt reasonable Rules in compliance with this Section governing the operation, maintenance, storage and parking of any vehicle, including trucks, campers, trailers, boats or commercial vehicles in the Community, including the streets, garages, driveways, and Common Area.
- 6.34 *Water Discharge*. No one may discharge anything other than water and residue allowed by applicable water quality ordinances into the streets, gutters and drains of the Association or into the Common Area.
- 6.35 **Window Covers**. Only curtains, drapes, shutters or blinds may be installed as interior window covers. No window in any Unit shall be covered with aluminum foil, papers, sheets, paint or similar material.
- 6.36 *Wiring Access*. [Civ. Code §§ 4145 & 4790] All internal and external telephone, cable television and internet access wiring designed to serve a single Unit, but located outside the boundaries of the Unit, is allocated exclusively to that Unit. The Owner of the Unit shall be entitled to reasonable access to the Common Area for the purpose of maintaining this wiring, subject to the consent of the Association and to any other conditions reasonably imposed by the Association. The Association's consent shall not be unreasonably withheld.

ARTICLE 7 - REPAIR AND MAINTENANCE

- 7.1 General; Standards of Maintenance. [Civ. Code § 4775] The Association and all Owners are required to fulfill the maintenance requirements imposed by the Governing Documents. For purposes of this Article "maintenance" shall include, without limitation, painting, weatherproofing and cleaning to keep Improvements in a clean, safe, properly ventilated, watertight, dry and sanitary condition necessary to preserve the attractive appearance of each Condominium and the Community and protect the values thereof, and to ensure that there is no threat to the health, safety or welfare of any resident. The Board shall have the power to determine the standards of such maintenance. The replacement of exterior items by Owners shall be subject to the architectural review requirements of the Governing Documents.
- Attached hereto as Exhibit "B," and Division of Responsibility. incorporated herein by reference, is a listing of the allocation of responsibility for various components in the Community. Generally, each Owner shall be responsible for the maintenance, repair and replacement of his or her Unit, Exclusive Use Common Areas appurtenant to the Unit, and those items located anywhere within the Community which are used exclusively by that Owner, and the Association shall be responsible for the maintenance, repair and replacement of any other area of the Common Area. In the event of any inconsistency between the above general provisions and the specific provisions of Exhibit "B," the provisions of Exhibit "B" shall prevail. In the event of any inconsistency among the provisions of Exhibit "B," the most specific provision shall Provided any item is not listed in Exhibit "B," the responsibility for its prevail. maintenance shall be determined in accordance with the above general provisions or as otherwise provided by statute or Applicable Law. Except as otherwise provided in the Governing Documents, the costs of maintenance, repair and replacement shall be borne by the party responsible for the maintenance, repair and replacement.
- 7.3 Owner Improvements. Each Owner shall be responsible for the maintenance, repair, and replacement of any Improvements installed or planted by the Owner, any resident in the Owner's Unit, or the Owner's predecessor in interest, within the Unit, the Exclusive Use Common Areas, or upon the Common Area. The Owner is also responsible for damages to the Common Area caused by such installation, maintenance, use, or repair. Installation of any Improvement within the Common Area is subject to the architectural review provisions. Any unauthorized Improvement in the Common Area shall be considered a trespass on the Common Area and shall give the Board the right to remove the unauthorized Improvement summarily and without compensation to the party who installed it.
- 7.4 Access over Common Area. The Owner of the Unit shall be entitled to reasonable access over and through the Common Area, subject to the consent of the Association and to any other conditions reasonably imposed by the Association, for the purposes of performing any maintenance, repairs or replacement as required by the Governing Documents. The Association's consent shall not be unreasonably withheld.

- 7.5 Failure to Maintain. If an Owner fails to maintain the areas described herein pursuant to the standards set by the Board, the Board may notify the Owner of the work required and request that the same be done within a reasonable time from the giving of such notice. If the Owner fails to complete maintenance within said time period, the Board may, following a Notice and Hearing, cause such work to be done and the cost thereof shall immediately be paid by such Owner to the Association and until paid shall bear interest at the rate of twelve percent per annum (but no greater than the maximum rate authorized by Applicable Law). The Association shall have an easement over the Units and Exclusive Use Common Area for the purpose of performing the work described herein.
- 7.6 **Damage Caused by Owner**. [Civ. Code § 5725] Should any damage to the Common Area or any Unit result from the willful or negligent act or neglect of any Owner, or such Owner's tenants, guests, invitees, pets or other person or entity deriving any interest through such Owner, the cost of all repairs shall be borne solely by the responsible Owner.

The Association shall be responsible for performing the repair of any damage to the Common Area or Improvements over which the Association has control at the responsible Owner's expense. The responsible Owner shall perform the repair of any damage to his or her Unit for which such Owner has control. The Owner of any other Unit which sustained damage shall perform the repair of any such damage, and may charge the cost of repairs and any relocation costs to the responsible Owner.

If the responsible Owner disputes or refuses to pay any repair costs incurred by the Association or the Owner of any other Unit which sustained damage, the Association, after Notice and Hearing, may charge the cost of those repairs to such Owner as an Individual Assessment, with the full authority to lien on such amount in the event of non-payment. If the damage is such as may be covered by any insurance carried by the Association, the Board may, in its sole discretion, elect to submit the claim for the cost of repairs to its insurance carrier. Provided the submitted claim is covered by the Association's insurance, the responsible Owner shall pay the cost of any deductible applicable to the covered claim. If the submitted claim is not covered by the Association's insurance, or the Board elects not to submit the claim, the responsible Owner shall be responsible for the total cost of repair.

All repairs performed to correct any damage shall be sufficient to return the damaged property only to its condition prior to the damage, with upgrades as may be required to conform to any applicable building codes in effect at the time the damage is repaired.

7.7 Limitation of Liability. The Association shall not be liable to any Owner or his or her tenants, guests or others, for damage to or loss of any property, or the cost of repair or replacement of any damaged property or portions of such Owners' Unit or Exclusive Use Common Area, unless such damage is caused by the gross negligence of the Association, its Board, Officers, agents or employees.

2506313v6

7.8 Owner Notification to The Association. If, at any time, an Owner discovers or otherwise becomes aware of any condition within the Common Area or in any Unit, including, but not limited to, water entry, water damage or mold, that may constitute a risk to the health, safety or welfare of the Owners, their family members, tenants, and any other persons entering the Community, the Owner shall notify the Association representatives of the condition as soon as possible.

ARTICLE 8 - ARCHITECTURAL REVIEW COMMITTEE

- Appointment of Architectural Review Committee. There shall be an 8.1 initial ARC consisting of three (3) persons, each appointed by Declarant. Members of the Board of Directors of the Association or the Community Center may be appointed as ARC members. Upon appointment or replacement of an ARC member, a Notice thereof shall be filed in the Official Records of San Diego County. Until one (2) year following the date of original issuance by the California Department of Real Estate of the Final Subdivision Public Report covering the Project, each ARC member shall be subject to removal at the direction of the Declarant at any time and from time to time, and all vacancies on the ARC shall be filled by appointment of the Declarant. Commencing one (1) year following the date of issuance of such Public Report and ending on the fifth (5th) anniversary of the date of issuance of such Public Report, or on the date ninety percent (90%) of the aggregate number of (i) the Condominiums in the Project, plus (ii) the additional Condominiums which may be annexed to the Project, have been sold (close of escrow) by Declarant to retail purchasers thereof, whichever shall first occur, the Declarant shall have the power to appoint two (2) of the members of the ARC and the Board of Directors of the Community Center shall have the power to appoint one (1) member thereof. Thereafter the Board of Directors of the Community Center shall have the power to appoint all of the members of the ARC. Members of the ARC appointed by the Board of Directors of the Community Center shall be members of the Association or the Community Center. Members of the ARC appointed by Declarant need not be members of the Association or the Community Center. A majority of the ARC may designate a representative to act for it. Any member of the ARC may at any time resign therefrom by recording a resignation with the Office of the San Diego County Recorder.
- 8.2 Architectural Approval Required No building or other structure or improvement including, but not limited to, landscaping shall be erected, placed or altered upon any Yard, Exclusive Use Area, nonexclusive Common Area or the exterior of any Living Unit until the location and the complete plans and specifications thereof (including the color scheme of each building, fence and/or wall to be erected) have been approved in writing by the ARC. The ARC shall provide guidelines for the submission of plans and specifications which may be amended by the ARC from time to time. Failure to comply with the requirements for ARC approval shall be deemed sufficient basis for the ARC to refuse to review the submission. No improvement shall be made which interferes with the easements described in herein. In the event the ARC fails to approve or disapprove the location, plans and specifications or other request made of it within ninety (90) days after the submission thereof to it, then such approval will not be required, provided any improvement so made conforms to all other conditions and restrictions herein contained and is in harmony with similar improvements erected within

the Project. No alteration shall be made in the exterior color design or openings of any building or other construction unless written approval of said alteration shall have been obtained from the ARC. The grade, level or drainage characteristics of any Yard or Exclusive Use Area or portion thereof, shall not be altered without the prior written consent of the ARC. When the ARC issues an approval as provided for herein, a copy of the plans and specifications shall be returned to the ARC for permanent record. The ARC shall have architectural control over non-exclusive portions of the Common Area. The non-exclusive portions of the Common Area shall be managed and controlled by the Association but no improvements shall be built thereon or no changes made thereto without the prior written consent of the Board of Directors of the Association and the ARC.

- 8.3 **Decisions of the Architectural Review Committee** All question of interpretation or construction of any of the terms or conditions herein shall be resolved by the ARC, and its decision shall be final, binding and conclusive on all of the parties affected.
- 8.4 Right of Entry. In the event violation of these restrictions exists, or in the event of the failure of any individual Owner to comply with a written directive or order from the ARC, then in such event, the ARC shall have the right and authority to perform the subject matter of such directive or order, including, if necessary, the right to enter upon the Yard, Entryway or Living Unit, and the cost of such performance shall be charged to the Owner of the Condominium in question, which cost shall be due within five (5) days after receipt of written demand therefor, and may be recovered by the ARC in an action at law against such individual Owner.
- 8.5 Curing Architectural Violations. When plans and specifications for the construction of improvements are submitted to the ARC pursuant to these restrictions, said submission shall, at the request of the ARC, be accompanied by a deposit of \$200.00 to guarantee that the construction site during the course of construction will be maintained reasonably free of debris at the end of each working day and that the construction will be completed and the Yard drainage swales and structures will correctly drain surplus water to the street or other approved locations, all as shown on the plans and specifications submitted to the ARC for approval. In the event of a violation of this restriction, the ARC may give written notice thereof to the builder and Owner of the Condominium in question that if such violation is not cured or work commenced to cure the same within forty-eight (48) hours after the mailing of said notice, the ARC may correct or cause to be corrected said violation and use said deposit, or as much thereof, as may be necessary to cover the cost of such correction work. In the event that the cost of curing said violation shall exceed the amount of said deposit, said excess cost shall be paid by the Owner of the Condominium in question to the ARC. Said deposit, or any part thereof remaining in the hands of the ARC at the completion of the construction work, shall be returned by the ARC to the person who made the deposit.
- 8.6 *Inspection of Architectural Improvements*. Inspection of work and correction of defects therein shall proceed as follows:

- Upon the completion of any work for which approved plans are required under this Article, the Owner shall give written notice of completion to the ARC.
- Within ninety (90) days thereafter, the ARC or its duly authorized representative, may inspect such improvement. If the ARC finds that such work was not done in substantial compliance with the approved plans, it shall notify the Owner in writing of such noncompliance within such ninety (90) day period, specifying the particulars of noncompliance, and shall require the Owner to remedy the same.
- 8.6.3 If, upon the expiration of thirty (30) days from the date of such notification, the Owner shall have failed to remedy such noncompliance, the ARC shall notify the Board of Directors of the Community Center in writing of such failure. After affording such Owner notice and hearing, the Board of Directors of the Community Center shall determine whether there is a noncompliance and, if so, the nature thereof and the estimated cost of correcting or removing the same. If a noncompliance exists, the Owner shall remedy or remove the same within a period of not more than thirty (30) days from the date of announcement of the Board of Directors of the Community Center ruling. If the Owner does not comply with the Board of Directors of the Community Center ruling within such period, the Board of Directors of the Community Center, at its option, may either remove the noncomplying improvement or remedy the noncompliance, and the Owner shall reimburse the Community Center, upon demand, for all expenses incurred in connection therewith. If such expenses are not promptly repaid by the Owner to the Community Center, the Board thereof shall levy a special assessment against such Owner for reimbursement.
- 8.6.4 If for any reason the ARC fails to notify the Owner of any noncompliance within ninety (90) days after receipt of said written notice of completion from the Owner, the improvement shall be deemed to be in accordance with said approved plans.
- 8.7 **No Waiver**. The approval of the ARC to any proposals or plans and specifications or drawings for any work done or proposed or in connection with any other matter requiring the approval and consent of the ARC, shall not be deemed to constitute a waiver of any right to withhold approval or consent as to any similar proposals, plans and specifications, drawings or matter whatever subsequently or additionally submitted for approval or consent.

- 8.8 **No Compensation**. The members of the ARC shall receive no compensation for services rendered, other than reimbursement by the Community Center for expenses incurred by them in the performance of their duties hereunder.
- 8.9 **No Second-Hand Material**. No second-hand material shall be used in the construction of any building or other structure without the prior written approval of the ARC.
- 8.10 *Painting Required*. All buildings and fences on any Yard which are of frame construction shall be painted or stained with at least two (2) coats upon completion, unless otherwise approved in writing by the ARC.
- 8.11 Criteria for Consideration by Architectural Review Committee. Neither Declarant nor the ARC, nor any member thereof, nor their duly authorized ARC representatives shall be liable to the Community Center, the Association or to any Owner, for any loss, damage or injury arising out of or in any way connected with the performance of the ARC's duties hereunder, unless due to the willful misconduct or bad faith of the ARC. The ARC shall review and approve or disapprove all plans submitted to it for any proposed improvement, alteration or addition, solely on the basis of aesthetic considerations and the overall benefit or detriment which would result to the immediate vicinity and the Project generally. The ARC shall take into consideration the aesthetic aspects of the architectural designs, placement of buildings, topography, landscaping, color schemes, exterior finishes and materials and similar features, but shall not be responsible for reviewing, nor shall its approval of any plan or design be deemed approval of, any plan or design from the standpoint of structural safety or conformance with building or other codes.
- Variances The ARC may authorize variances from compliance with any of the architectural provisions of this Declaration, including without limitation, restrictions upon height, size, floor area or placement of structures, or similar restrictions, when circumstances such as topography, natural obstructions, hardship, aesthetic or environmental consideration may require. Such variances must be evidenced in writing, must be signed by at least two (2) members of the ARC, and shall become effective upon recordation in the Office of the County Recorder of San Diego County. If such variances are granted, no violation of the covenants, conditions and restrictions contained in this Declaration shall be deemed to have occurred with respect to the matter for which the variance was granted. The granting of such a variance shall not operate to waive any of the terms and provisions of this Declaration for any purpose except as to the particular property and particular provision hereof covered by the variance, nor shall it affect in any way the Owner's obligation to comply with all governmental laws and regulations affecting his use of the premises, including but not limited to, zoning ordinances and lot setback lines or requirements imposed by the County of San Diego, City of San Diego, or any other governmental authority.
- 8.13 **Structures May Not Be Moved**. No structure of any kind shall be moved from any other place onto any Yard, Entryway or Living Unit without the prior written permission of the ARC.

- 8.14 *Completion of Work*. The work of constructing and erecting any building or other structure shall be prosecuted diligently from the commencement thereof and the same shall be completed within a reasonable time, not to exceed seven (7) months, in accordance with the requirements herein contained; provided, however, that the time for completion shall be extended by the period of delays in construction caused by strikes, inclement weather or other causes beyond the control of the Owner. No outbuilding shall be completed prior to the completion of the dwelling, except that temporary storage and convenience facilities may be erected for workmen engaged in construction, but such temporary facilities shall be removed as soon as the construction is completed.
- 8.15 Landscaping Required. Each Owner shall, within three (3) months after acquiring title to his Condominium, prepare and submit to the ARC a landscaping plan for his Yard and Entryway. If such plan is disapproved, a revised plan(s) shall be submitted twenty-one (21) days after such disapproval, until a plan has been approved by the ARC. Each Owner shall cause to be installed the improvements shown on his approved landscape plan within six (6) months after acquiring title to his Condominium.

ARTICLE 9 - INSURANCE

- 9.1 Fire and Casualty Insurance. At a minimum, the Association shall obtain and maintain a policy or policies of fire and casualty insurance with an extended coverage endorsement for the full insurable replacement cost of the Improvements in the Common Area and for which the Association is responsible pursuant to the Governing Documents. The Association may obtain, but is not required to obtain, insurance that will insure components that this Section does not require. Association shall have no obligation to insure the Unit, dwelling or any Improvements or fixtures such as cabinets, built-in appliances or floor or wall coverings, fences, walls or landscaping within the Unit. The amount of any deductible shall be determined by the Board. This insurance shall be maintained for the benefit of the Association, the Owners, and their Lenders, as their interests may appear as named insured, subject, however, to any loss payment requirements set forth in this Restated Declaration. If required by any First Lender who notifies the Association of its requirement, and if economically feasible and available, such policies shall contain an inflation guard endorsement and a construction code endorsement.
- 9.2 **General Liability Insurance**. [Civ. Code § 5805] The Association shall obtain and maintain a policy or policies insuring the Association, its Officers, Directors, agents and employees, and the Owners against any liability for bodily injury, death, and property damage arising from the activities of the Association and its Members, with respect to the Common Area and any Units owned by the Association. Limits of liability under the insurance shall not be less than Two Million Dollars covering all claims for wrongful death, bodily injury, and property damage arising out of a single occurrence. If the minimum amount necessary to comply with Civil Code section 5805 or any successor statute is a larger amount, the statute shall control.

- 9.3 **Directors and Officers Liability Insurance**. [Civ. Code § 5800] The Association shall obtain and maintain one or more policies of insurance which include coverage for individual liability of Officers and Directors of the Association for negligent acts or omissions of those persons acting in their capacity as Officers and Directors or at the direction of Officers and Directors. Limits of liability under this insurance shall be determined by the Board at its sole discretion. If the minimum amount necessary to comply with Civil Code section 5800 or any successor statute is a larger amount, the statute shall control.
- 9.4 *Fidelity Coverage*. The Association shall purchase and maintain fidelity coverage for any person or entity handling funds of the Association, whether or not such persons or entities are compensated for their services. If an agent handles Association funds, such agent shall be covered by the Association's coverage, unless such agent provides similar coverage. The Association's coverage may be in the form of a separate bond, a separate policy (e.g., crime policy), or may be added by endorsement to the general policies carried by the Association. The Board shall have the discretion to determine the amount of coverage. The fidelity coverage must contain a provision that it may not be cancelled or substantially modified without at least ten days' prior written notice to the Association.
- 9.5 Other Association Insurance. The Association shall purchase and maintain workers' compensation insurance to the extent necessary to comply with any Applicable Laws. The Association also may purchase and maintain a blanket policy of flood insurance, and demolition insurance in an amount that is sufficient to cover any demolition that occurs following the total or partial destruction of the Community and a decision not to rebuild. The Association may purchase such other insurance the Board considers necessary or advisable, including earthquake insurance coverage.
- 9.6 Review of Insurance; Notice of Cancellation or Modification. The limits and coverage of insurance carried by the Association shall be reviewed at least annually by the Board and increased or decreased in its discretion. Such policies shall include a provision for at least ten days' prior written notice to the Association, and, if available, to each First Lender which is listed as a scheduled holder of a First Mortgage in the insurance policy, of any cancellation or substantial modification by any party.
- 9.7 Waiver of Subrogation. The Association and the Owners covenant and agree that all casualty insurance carried by the Association or the Owners shall contain provisions whereby the insurer waives rights of subrogation as to the Association, Directors, Officers and Owners and their respective family members.
- 9.8 Qualifications of Insurance Carriers. The Association shall use generally acceptable insurance carriers from which to purchase and maintain the coverage required herein, preferably from carriers that are admitted to sell insurance in the State of California to the extent such insurance is available at a reasonable premium cost.

9.9 Failure to Acquire Insurance. The Association, and its Directors and Officers, shall have no liability to any Owner or Lender if, after a good faith effort, it is unable to obtain any insurance required hereunder, because the insurance is no longer available or, if available, can be obtained only at a cost that the Board in its sole discretion determines is unreasonable under the circumstances, or the Members fail to approve any Assessment increase needed to fund the insurance premiums. In such event, the Board immediately shall notify each Member and any Lender entitled to notice that the specific insurance will not be obtained or renewed.

The Association, and its Directors and Officers, shall also have no liability to any Owner or Lender if it does not obtain any of the insurance referenced hereunder which is not required but may be obtained at the discretion of the Association. The Board may, in good faith in its sole discretion, determine that obtaining any of the discretionary insurance is unreasonable or unnecessary under the circumstances. In making a determination as to whether to acquire any such discretionary insurance, the Board may base its decision upon, among other things, a vote of the Owners.

- 9.10 *Trustee for Policies*. The Association, acting through its Board, is appointed and shall be deemed trustee of the interests of all named insureds under all insurance policies purchased and maintained by the Association. All insurance proceeds under any of those policies shall be paid to the Board as trustee. The Board shall use the proceeds for the repair or replacement of the property for which the insurance was carried. The Board also is authorized to negotiate loss settlements with the appropriate insurance carriers, to compromise and settle any claim or enforce any claim by any lawful action, and to execute loss claim forms and release forms in connection with such settlements.
- 9.11 *Insurance Premiums*. Insurance premiums for any insurance coverage obtained by the Association shall be a Common Expense.
- 9.12 *Insurance Policy Deductibles*. [Civ. Code § 5300] The Board of Directors shall have the power, in its sole discretion, to determine the amount of any deductible applicable to any insurance policy carried by the Association. In the event of a covered claim under the Association's property policy, the responsibility for payment of any deductible shall be as follows:
 - 9.12.1 Owners shall be responsible for the deductible, if the covered loss occurs only to the Owners' real or personal property, or other property the Owner is responsible for repairing or replacing ("Owner Property").
 - 9.12.2 Association shall be responsible for the deductible if the covered loss occurs only to any real or personal property owned by Association, or other property the Association is responsible for repairing or replacing ("Association Property").

- 9.12.3 If the covered loss occurs to any Owner Property and any Association Property, or to more than one Owner's Property, the responsibility for the payment of any deductible shall be apportioned among the affected parties on the basis of the ratio of each party's insured loss to the total insured loss under that policy.
- 9.12.4 The foregoing notwithstanding, if the Board determines the damage or loss is caused by the negligence or misconduct of any Owner, or resident, guest, tenant or invitee of an Owner or is the Owner's responsibility pursuant to Section 7.6 herein, such Owner shall be liable for the full amount of the deductible.
- 9.13 *Insurance Disclosures*. [Civ. Code §§ 5300 & 5810] The Association shall disclose such information regarding insurance coverage as and when required by any Applicable Law. Failure to disclose such information shall not impose any liability upon the Association or Board other than that provided for in such Applicable Law.
- 9.14 *Individual Property Insurance*. All Owners shall obtain and maintain insurance, at their sole expense, to protect against any damage to, or loss of the Owner's real or personal property, and the cost of repair or replacement of damaged items, including, but not limited to, any Improvements made by an Owner, any personal property, decorations, floor and wall coverings, appliances, cabinets, fixtures or other items therein, or any exterior items for which the Owner is responsible for maintenance, repair and replacement by the terms of this Restated Declaration, such as landscaping. Owner and his or her tenants, guests, invitees, agents and employees shall hold the Association, its Officers, Directors, agents and employees harmless for any claim for property damage or personal injury alleged to arise from the failure of the Association, its Officers, Directors, agents or employees to verify and ensure that every Owner has complied with this requirement to obtain and maintain insurance.
- 9.15 *Individual Liability Insurance*. An Owner may carry personal liability and property damage liability insurance with respect to his or her ownership of a Unit that he or she desires.

ARTICLE 10 - DAMAGE OR DESTRUCTION

- 10.1 **Duty to Restore**. [Civ. Code § 4775] Any portion of the Common Area that is damaged or destroyed must be repaired or replaced promptly by the Association unless:
 - 10.1.1 The Community is terminated.
 - 10.1.2 Repair or replacement would be illegal under an Applicable Law.

- 10.1.3 Eighty percent of Owners, including each Owner of a Unit or Exclusive Use Common Area that will not be rebuilt, vote not to rebuild.
- 10.2 *Cost of Repair*. Any cost of repair or replacement of the Common Area in excess of any insurance proceeds and reserves shall be a Common Expense, levied against Condominiums in the same proportion as Regular Assessments are levied
- 10.3 **Repair Plans**. The Common Area must be repaired and restored in accordance with either (1) the original plans and specifications, updated as required to reflect applicable building codes, or (2) other plans and specifications which have been approved in writing by the Board, a majority of Owners, and at least fifty-one percent of Eligible Lenders holding Mortgages on Units subject to the repair.
 - 10.4 Replacement of Less Than Entire Community.
 - 10.4.1 Any insurance proceeds attributable to the damaged Common Area shall be used to restore the damaged area to a condition compatible with the remainder of the Community.
 - 10.4.2 Except to the extent that other persons or entities will be distributees:
 - (a) Any insurance proceeds attributable to a Unit and Exclusive Use Common Area that are not rebuilt must be distributed to the Owner of that Unit and the Owner of the Unit to which the Exclusive Use Common Area is appurtenant, or to Lenders, as their interests may appear.
 - (b) The remainder of any proceeds must be distributed equally to the Owners of each Unit which will remain or to Lenders, as their interests may appear.
 - 10.4.3 If the Owners vote not to rebuild a Unit, the common interest portions of the Unit shall be reallocated among all other Units, and the Association shall prepare, execute and record an amendment to this Restated Declaration reflecting the reallocations.
- 10.5 *Insurance Proceeds*. An insurance trustee appointed by the Board or insurance company, or if there is no trustee, then the Board, acting by the President, shall hold any insurance proceeds in trust for the Association, Owners and Lenders. Subject to the provisions of this Restated Declaration, the proceeds shall be disbursed first for the repair or restoration of the damaged Common Area. The Association, Owners and Lenders are not entitled to receive payment of any portion of the excess proceeds unless there is a surplus after the Common Area has been completely repaired or restored, or unless the Community is terminated.

- 10.6 **Separation of Insureds**. Any liability policy obtained by the Association shall provide for a separation of insureds such that the insurance will apply as if each insured were the only insured.
- 10.7 Disbursements to Owners and Lenders. If the Community is terminated, any insurance proceeds distributed to Owners and Lenders of Units shall be distributed in proportion to the amount of the insured loss on each Owner's Unit as determined by an independent insurance adjuster. That determination shall be performed by an independent insurance adjuster who shall be selected by the Board and who shall either be a member of, and apply the standards of, a nationally recognized insurance adjusting organization or shall have at least fifteen years of experience in adjusting residential insurance claims.
- 10.8 Certificates By Board. The trustee, if any, may rely on the following certifications in writing made by the Board:
 - 10.8.1 Whether or not damaged or destroyed property is to be repaired or restored.
 - 10.8.2 The amount or amounts to be paid for repairs or restoration and the names and addresses of the parties to whom such amounts are to be paid.
- 10.9 Certificates by Attorneys or Title Insurance Companies. If payments are to be made to Owners or Lenders, then the Board and the trustee, if any, shall obtain and may rely on a title insurance company's or attorney's title certificate or a title insurance policy based on a search of the Official Records of the County Recorder, stating the names of the Owners and the Lenders.
- 10.10 Casualty Destruction of Unit. In the event of damage or destruction to any Unit, and unless the Owners vote not to rebuild the Common Area surrounding the Unit, the Owner thereof shall reconstruct the Unit as soon as reasonably practicable and substantially in accord with the original plans and specifications therefor; provided, however, that any such Owner may, with the written consent of the Board pursuant to the architectural review requirements of the Governing Documents, reconstruct or repair the same pursuant to new or changed plans and specifications.

ARTICLE 11 - EMINENT DOMAIN

11.1 Representation by The Association. The Association shall represent the Owners in the event of any threatened condemnation, condemnation proceedings or in negotiations, settlements and agreements with the condemning authority for acquisition of the Common Area, or any part thereof. In furtherance of this purpose, each Owner, by acceptance of a deed to his or her Condominium, irrevocably appoints the Association as their attorney-in-fact to represent the Owners in any condemnation proceeding.

- 11.2 **Common Area Taking**. In the event of a taking or acquisition of part or all of the Common Area by a condemning authority, the award or proceeds of settlement, less any fees or costs incurred in collection thereof, shall be payable to the Association, or any trustee appointed by the Association, for the use and benefit of the Owners and their Lenders according to the relative values of the Condominiums affected by the condemnation as determined by an independent appraiser where Condominiums are not valued separately by the condemning authority or by the court.
- 11.3 Condominium Unit Taking. In the event of an award for the taking of any Condominium in the Community by eminent domain, the respective Owner(s) and Lender(s) of such Condominium shall be entitled to receive the award for such taking, less any fees and costs incurred in collecting such amount and only up to the fair market value of the Condominium, and after acceptance thereof the Owner and the Lender shall be divested of all interest in the Community if such Owner shall vacate his Condominium as a result of such taking. The remaining Owners shall decide by majority vote whether to rebuild or repair the Community, or take other action. The remaining portion of the Community shall be resurveyed, if necessary, and this Restated Declaration shall be amended to reflect such taking and to readjust proportionately the percentages of undivided interest of the remaining Owners in the Community based on the number of Units remaining in the Community.
- 11.4 **Substantial Taking**. [Civ. Code § 4610] If there is a substantial taking of the Community (more than fifty percent), the Owners may terminate the legal status of the Community and, if necessary, bring a partition action under any Applicable Law, on the election to terminate by fifty-one percent of the Voting Power. The proceeds from the partition sale, less any costs or fees incurred in collection thereof, shall be distributed to the Owners and their respective Lenders in proportion to the fair market values of the Condominiums.

ARTICLE 12 - RIGHTS OF LENDERS

- 12.1 *General*. No breach of any of the covenants, conditions and restrictions herein contained, nor the enforcement of any lien provisions herein, shall render invalid the lien of any First Mortgage on any Unit made in good faith and for value, but all of said covenants, conditions and restrictions shall be binding upon and effective against any Owner whose title is derived through foreclosure or trustee's sale, or otherwise.
- 12.2 **No Right of First Refusal**. This Restated Declaration neither contains nor shall be amended to contain any provision creating a "right of first refusal" to the Association before a Unit can be sold. Should any such rights nevertheless be created in the future, such rights shall not impair the rights of any First Lender to: (1) foreclose or take title to a Unit pursuant to the remedies provided in the mortgage, (2) accept a deed (or assignment) in lieu of foreclosure in the event of a default by a mortgagor, or (3) sell or lease a Unit acquired by the Lender.
- 12.3 Unpaid Dues or Charges. Where the Lender of a First Mortgage of record or other purchaser of a Unit obtains title to the same pursuant to the remedies in

the Mortgage or as a result of foreclosure, such acquirer of title, his successors and assigns, shall not be liable for the share of the Common Expenses or Assessments made by the Association chargeable to such Unit which became due prior to the acquisition of title to such Unit by such acquirer. Such unpaid share of Common Expenses or Assessments shall be deemed to be Common Expenses collectible from all of the Units including such acquirer, his successors and assigns.

- 12.4 Action Requiring Lender Approval. Except as provided by statute in case of condemnation or substantial loss to the Condominiums and Common Area, approval by at least fifty-one percent of the Eligible Lenders (based upon one vote for each Mortgage owned), is needed to:
 - 12.4.1 Abandon or terminate the Community as a condominium Community (except for abandonment or termination provided by Applicable Law in the case of substantial destruction by fire or other casualty or in the case of a taking by condemnation or eminent domain).
 - 12.4.2 Change the pro rata interest or obligations of any individual Condominium for the purpose of (1) levying Assessments or charges or allocating distributions of hazard insurance proceeds or condemnation awards, or (2) determining the pro rata share of ownership of each Condominium in the Common Area, provided that no Owner's undivided interest in the Common Area may be changed without the consent of that Owner.
 - 12.4.3 Partition or subdivide any Condominium.
 - 12.4.4 Abandon, partition, subdivide, encumber, sell or transfer the Common Area, or any property owned, directly or indirectly, by the Association. (The granting of easements for public utilities or other public purposes consistent with the intended use of the Common Area by the Association is not a transfer in the meaning of this clause.)
 - 12.4.5 Use hazard insurance proceeds for losses to any of the Community (whether to Condominiums or to Common Area) for other than the repair, replacement or reconstruction of such property.
- 12.5 **Payment of Taxes and Insurance**. First Lenders may, jointly or singly, pay taxes or other charges which are in default and which may or have become a charge against the Common Area property and may pay overdue premiums on hazard insurance policies, or secure new hazard insurance coverage on the lapse of a policy, for such Common Area property. First Lenders making such payments shall be owed immediate reimbursement from the Association.

- 12.6 *Priority of Distribution of Proceeds or Awards*. Any other provision herein contained to the contrary notwithstanding, no provision of the Governing Documents shall give an Owner, or any other party, priority over any rights of the First Lender pursuant to its Mortgage in the case of a distribution to such Owner of insurance proceeds or condemnation awards for losses to or a taking of the Common Area.
- 12.7 **Notification of Lender**. Upon written request to the Association, identifying the name and address of the holder, insurer or guarantor and the Unit number or address, any Eligible Lender will be entitled to timely written notice of:
 - 12.7.1 Any condemnation loss or any casualty loss which affects a material portion of the Community or the Unit insured or guaranteed by such Eligible Lender;
 - 12.7.2 Any default in the performance by an Owner of any obligation under the Governing Documents not cured within sixty days;
 - 12.7.3 Any lapse, cancellation or material modification of any insurance policy or fidelity bond maintained by the Association; and
 - 12.7.4 Any proposed action which would require the consent of a specified percentage of Eligible Lenders as required by the Governing Documents.
- 12.8 Termination of Professional Management. Provided professional management has previously been required by any Eligible Lender, any decision to establish self-management by the Association shall require the consent of at least sixty-seven percent of the Voting Power and at least fifty-one percent of Eligible Lenders; provided that so long as any Mortgage which is a lien on a Unit is insured or guaranteed by the Federal Housing Administration, any termination and failure to replace professional management shall require the prior written approval of the Federal Housing Administration.
- 12.9 *Inspection of Documents, Books and Records*. The Association shall make available to Eligible Lenders, current copies of the Governing Documents and the accounting books, records and financial statements of the Association. "Available" means available for inspection, upon request, during normal business hours or under other reasonable circumstances.
- 12.10 **Non-Curable Breach**. Any Lender who acquires title to a Unit by foreclosure or by deed in lieu of foreclosure or assignment in lieu of foreclosure shall not be obligated to cure any breach of this Restated Declaration that is non-curable or of a type that is not practical or feasible to cure.
- 12.11 Loan to Facilitate. Any First Mortgage given to secure a loan to facilitate the resale of a Unit after acquisition by foreclosure or by a deed in lieu of foreclosure or by an assignment in lieu of foreclosure shall be deemed to be a loan made in good faith and for value and entitled to all of the rights and protections of this Article.

- 12.12 *Lenders Furnishing Information*. Any Lender shall be entitled and authorized to furnish information to the Board concerning the status of any Mortgage.
- 12.13 *Financial Statement*. Any First Lender shall be entitled, on written request therefor, to have the Association provide a review of the financial statement for the immediately preceding fiscal year, which statement shall be furnished within a reasonable time following such request.
- 12.14 **Termination without Substantial Destruction**. Except as provided by statute or by other provision of the Governing Documents in case of substantial destruction or condemnation of the Community, the consent of at least sixty-seven percent of the Voting Power of the Association and the approval of fifty-one percent of Eligible Lenders shall be required to terminate the Community; provided that if termination is for reasons other than substantial destruction or condemnation, the agreement of sixty-seven percent of Eligible Lenders is required.

ARTICLE 13 - ENFORCEMENT

- 13.1 Right to Enforce; Remedies. [Civ. Code §§ 5850 et seq., 5900 et seq., 5925 et seq. & 5975; Corp. Code § 7231] The Association or any Owner shall have the right to enforce, by any proceeding at law or in equity, all restrictions, conditions, covenants, reservations, liens and charges now or hereafter imposed by the Governing Documents. Each remedy provided in this Article, this Restated Declaration and under Applicable Law shall be considered cumulative and not exclusive.
- 13.2 **Board Discretion Whether to Enforce**. [Corp. Code § 7231] In deciding whether to take any action to enforce the restrictions, conditions, covenants, reservations, liens and changes in the Governing Documents, the Board may exercise its discretion using the business judgment rule of Corporations Code section 7231.
- 13.3 *Nuisance*. [Civ. Code § 3479] The result of every act or omission, whereby any provision, condition, restriction, covenant, easement, or reservation contained in the Governing Documents is violated in whole or in part, is declared to be and constitute a nuisance, and every remedy allowed by Applicable Law or equity against a nuisance, either public or private, shall be applicable against every act or omission or incident resulting in a nuisance and may be exercised by any Owner and the Association.
- 13.4 *Failure to Enforce*. Failure by the Association or any Owner to enforce any provisions of the Governing Documents shall in no event be deemed a waiver of the right to do so thereafter.
- 13.5 **Nonwaiver of Remedies**. Each remedy provided for in this Restated Declaration is separate, distinct, and nonexclusive. Failure to exercise a particular remedy shall not be construed as a waiver of the remedy.
- 13.6 Violation of Applicable Law. Any violation of any Applicable Law pertaining to the ownership, occupancy or use of any Condominium within the

Community is declared to be a violation of the Governing Documents and subject to any or all of the enforcement procedures herein set forth.

- 13.7 Compliance with Applicable Law. [Civ. Code §§ 5850 et seq., 5900 et seq., 5925 et seq. & 5975; Corp. Code § 7231] All activities to enforce the provisions of the Governing Documents shall be conducted in accordance with all Applicable Laws. This Section shall apply to both the Association and to all Owners.
- 13.8 Attorneys' Fees. [Civ. Code § 5975] In the event an attorney is engaged by the Board to enforce the Governing Documents, the Association shall be entitled to recover from the adverse party to the controversy its actual attorneys' fees and costs so incurred, whether or not such controversy proceeds to litigation. In the event litigation is commenced to enforce the Governing Documents, the prevailing party shall be entitled to its attorneys' fees and costs. Said costs and attorneys' fees shall constitute a lien on the Unit which is enforceable as an Assessment pursuant to the Governing Documents. This Section shall also apply to actual attorneys' fees incurred to collect any post-judgment costs.

ARTICLE 14 - AMENDMENTS

14.1 Owner Approval of Amendments. [Civ. Code §§ 4260, 4270, 4275 & 5100 et seq.] Subject to this Article, this Restated Declaration may be amended by the following procedure or as otherwise specified in Section 14.4 herein.

First, the vote will be conducted by a secret ballot in accordance with the requirements of Applicable Law. Second, the total number of ballots returned must come from at least a quorum of the Voting Power. For purposes of this Article, a quorum shall be more than fifty percent of the Voting Power. Third, the vote must remain open for at least thirty days after the date the ballots are mailed, but the initial deadline may be extended periodically after that date, if a quorum of ballots has not been received by the initial deadline, and may be extended automatically for additional periods of time until a quorum of ballots has been returned. Fourth, the amendment must be approved by the affirmative vote of at least sixty-seven percent (67%) of the ballots cast. A blank ballot or other action indicating an intention to abstain will be deemed to have a neutral effect, so it will be counted toward the quorum only, but it will not be counted as a ballot cast for purposes of computing the sixty-seven percent approval.

An amendment becomes effective after (1) the approval of the required percentage of Owners has been given, (2) that fact has been certified in the form of a written document executed and acknowledged by an Officer designated by the Association for that purpose or, if no such designation is made, by the President of the Association and (3) the document has been recorded in San Diego County.

An amendment may change this Restated Declaration in any manner, including adding or deleting restrictions or increasing or decreasing the burdens on the

Units as long as the amendment is approved as specified in this Article or pursuant to the Civil Code.

- 14.2 Approval of Specified Amendments. In addition to the approval required by Section 14.1 above, the approval of fifty-one percent of Eligible Lenders shall be required to add or amend (1) any provision of this Restated Declaration which is for the express benefit of holders or insurers of First Mortgages, or (2) any material provisions of this Restated Declaration which establish, provide for, govern or regulate:
 - 14.2.1 Voting rights.
 - 14.2.2 Increases in Assessments that raise the previously assessed amount by more than twenty-five percent, Assessment liens or the priority of Assessment liens.
 - 14.2.3 Reductions in reserves for maintenance, repair and replacement of the Common Area.
 - 14.2.4 Responsibility for maintenance and repairs.
 - 14.2.5 Reallocation of interests in the Common Area or Exclusive Use Common Area, or rights to their use.
 - 14.2.6 Redefinition of any Unit boundaries.
 - 14.2.7 Convertibility of Units into Common Area or vice versa.
 - 14.2.8 Expansion or contraction of the Community, or the addition to, annexation to, or withdrawal of property from the Community.
 - 14.2.9 Hazard or fidelity insurance requirements.
 - 14.2.10 Imposition of any restrictions on the leasing of Units.
 - 14.2.11 Imposition of any restrictions on an Owner's right to sell or transfer his or her Unit.
- 14.3 Eligible Lender Approval Response. An Eligible Lender who receives a written request to approve additions or amendments by certified or registered mail, return receipt requested, addressed to the address provided by such Eligible Lender, who does not deliver or post to the requesting party a negative response within sixty days after the notice of the proposed addition or amendment, shall be deemed to have approved such request. No Lender may charge a fee in connection with reviewing a request for a response. Any response from a Lender which only requests a fee for review shall not be deemed a "negative response" for the purposes of determining Lender consent within the meaning of this Section.

- 14.4 Amendment of Restated Declaration or Bylaws by Board Vote. The Board of Directors shall have the power to amend this Restated Declaration or the Bylaws, as the case may be, but only as this Section permits. By a majority vote of the full Board, the Board shall have the power to prepare and adopt, or in the case of the Restated Declaration, to record an amendment for the following purposes:
 - 14.4.1 To correct any printing or grammatical error or omission in this Restated Declaration or the Bylaws.
 - 14.4.2 To make any change in the Restated Declaration or Bylaws required by a change in any Applicable Law, including court decisions, which obligate the Association, the Board or the Owners to conform their conduct to the terms of the Applicable Law.
 - 14.4.3 To make any change in the Restated Declaration or Bylaws needed to comply with any requirements of an Institutional Lender.

If the Board approves an amendment using the procedure in this Section, the amendment shall not be recorded or filed until the following procedure is implemented. The Board shall first send notice of such action to the Owners, which notice shall include the text of the proposed amendment and an opinion from legal counsel that the proposed change in the Governing Documents falls within one of the purposes listed above.

An amendment shall be considered ratified, unless within thirty days after the date such notice is sent to the Owners, the Owners entitled to cast twenty percent of the votes in the Association sign a written petition to reconsider the Board's action and file it with the Board. If such a petition is filed, the Board shall call a special meeting of the Members to reconsider the Board's action. At the meeting, unless a majority of the Voting Power of the Association rejects the proposed amendment, the amendment shall be considered ratified, whether or not a quorum is present at the special meeting.

This Section shall not restrict the powers of the Owners to amend this Restated Declaration or the Bylaws by any other method, but is intended to authorize a simple process for amendment where the property rights of Owners are not materially or adversely affected.

14.5 Statute of Limitations to Challenge Amendments. No action to challenge the terms or validity of any amendment to this Restated Declaration or to the Bylaws may be made more than one year after the recording date in the case of an amendment to the Restated Declaration, or more than one year after the official tally of the vote in the case of an amendment to the Bylaws.

ARTICLE 15 - GENERAL PROVISIONS

- 15.1 **Term**. The provisions of this Restated Declaration shall continue in effect for a term of fifty years from the date of recordation. Thereafter, it shall be automatically extended for successive periods of ten years, until the membership of the Association decides to terminate it. This Section shall not preclude amending this Restated Declaration during the term of its existence.
- 15.2 **Severability**; **Invalidity**. The provisions of this Restated Declaration shall be deemed independent and severable, and the invalidity or partial invalidity or unenforceability of any one provision shall not affect the validity or enforceability of any other provision. If for any reason this Restated Declaration is declared completely invalid in its entirety, the Original Declaration shall be deemed to have survived and thereafter become effective without any further action.
- 15.3 **Binding**. This Restated Declaration, as well as any amendment thereto and any valid action or directive made pursuant to it, shall be binding on the Owners and their heirs, grantees, tenants, successors, and assigns.
- 15.4 *Interpretation*. [Civ. Code § 4215] The provisions of this Restated Declaration shall be liberally construed and interpreted to effectuate its purpose of creating a uniform plan for the development and operation of a condominium Community. All questions of interpretation of construction of any of the terms or conditions herein shall be resolved by the Board, and its decision shall be final, binding and conclusive on all of the parties affected.
- 15.5 *Limitation of Liability*. The liability of any Owner for performance of any of the provisions of this Restated Declaration shall terminate upon sale, transfer, assignment, or other divestment of the Owner's entire interest in his or her Unit but only with respect to obligations arising from and after the date of the divestment.
- 15.6 *Fair Housing*. [Gov. Code § 12956.1] Neither the Association nor any Owner shall, either directly or indirectly, forbid the conveyance, encumbrance, renting, leasing, or occupancy of the Owner's Unit to any person on the basis of race, color, religion, sex, gender, gender identity, gender expression, sexual orientation, familial status, marital status, disability, genetic information, national origin, source of income as defined in subdivision (p) of section 12955, or ancestry or any other classification prohibited by Applicable Law.
- 15.7 **Number and Headings**. As used in this Restated Declaration, the singular shall include the plural, unless the context requires the contrary. The headings are not a part of this Restated Declaration, and shall not affect the interpretation of any provision.
- 15.8 *Variances*. The Board may authorize variances from compliance with any of the architectural or use provisions of this Restated Declaration as follows:

- Variances may be granted, without limitation, to restrictions 15.8.1 upon use, restrictions on repair and maintenance, and architectural restrictions, when circumstances such as topography, location, engineering, economy, hardship, aesthetic or environmental considerations warrant.
- Variances shall be in writing and shall become effective upon 15.8.2 final approval by the Board.
- When a variance is granted, no violation of the Restated 15.8.3 Declaration shall be deemed to have occurred with respect to the matter for which the variance was granted. The granting of a variance shall not operate to waive any of the terms and provisions of this Restated Declaration for any purpose except as to the particular Unit and particular provision covered by the variance, nor shall it affect in any way the Owner's obligation to comply with all Applicable Laws affecting the use of the premises, including, but not limited to, zoning ordinances and lot setback lines or requirements imposed by the County of San Diego or any other governmental authority.
- The Association may charge a reasonable fee to cover any 15.8.4 costs associated with the variance approval process, or for issuance of a variance.
- The Board may enact additional Rules regarding the variance 15.8.5 approval process, the circumstances under which a variance may be granted, and the execution of indemnity or other agreements by the Owner as a condition to issuance of a variance.
- 15.9 Governing Document Priorities. [Civ. Code § 4205] In the event of a conflict among the Governing Documents, or any provision thereof, the following documents shall take precedence in the order given: (1) the Condominium Plan, (2) this Restated Declaration, (3) the Articles, (4) the Bylaws, and (5) the Rules.
- 15.10 Conflict with Statutes. Provided any federal, state or local statute, law or ordinance is inconsistent with any provision or provisions of the Governing Documents, and compliance with that statute, law or ordinance is mandatory, neither the Association, the Board nor any member thereof shall have any liability for complying with the federal, state or local statute, law or ordinance and not with the inconsistent provision or provisions of the Governing Documents.
- 15.11 References to Code Sections. Statutes or administrative regulations that are shown in brackets at the beginning of a section or paragraph in this Restated Declaration are intended to show that the respective section or paragraph is based on the particular statute or administrative regulation referred to in the brackets. Unless

otherwise noted, all references are to statutes and administrative regulations of the State of California. Any issues not addressed expressly by the Governing Documents shall be controlled by relevant provisions of the Davis-Stirling Common Interest Development Act (Civil Code section 4000 et seq.) and the California Corporations Code and by judicial interpretations of these statutes, whether the Association is incorporated or not. In the event any of the statutes or laws referenced herein are amended, modified, or otherwise changed, the references herein shall be deemed to refer to the statutes or laws as amended, modified or otherwise changed. If a statute or law is deleted, any reference herein shall be deemed to refer to any successor statute or law.

IN WITNESS WHEREOF, the undersigned has executed this Amended and Restated Declaration of Restrictions this 30 day of 10 Ly 20 L/2

ASSOCIATION:

Eastview RB Patio Home Association a California nonprofit mutual benefit corporation

Bv:

President

Bv:

Secretary

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State	of California					<u>.</u>		
Coun	tv of			On this	00	Day		20 , ,
	JAIEGO				30	of	JULY	16
						<u> </u>		·
On	JULY 30, 20	حاد	Before me,	GRE	66 N	1166	ER, NOT	RY PLB41C
	Date						itle of Officer	
Perso	onally appeared		VICKI	H . C	D W F	NA	ND	
			KAREN			MER		
						of Signer		
Who	proved to me on tl	ne bas	sis of satisfactory	evidence	to be t	he perso	n(s) whose nar	ne(s)
	subscribed to the							
the s	ame in his/hêr/thei	r auth	orized capacity(i	es) on the	instrun	nent the	person(s) or the	e entity
upon	behalf of which th	e pers	son(s) acted, exe	cuted the i	nstrum	ent.	. ,	
•							OF PERJURY	under
				-			California that th	1
- 1 mark	GREGG	MILLEF						
	GREGG MILLER foregoing paragraph is true and correct. Commission # 1994934 WITNESS my hand and official seal.							
¥(2)	Notary Publ	ic - Cali	fornia 🕏	Signature				
N N	San Die	go Coun	ty ====================================			Signati	ure of Notary P	ublic
4	My Comm. Expires Nov 18, 2016 Signature of Notary Public							
							as late	>
	Place Notary	<u>Seal A</u>	Above				Non-	
		ulent r	nal, completing this eattachment of thi					ment of
	ription of Attached or Type of			Docume	ant Date	. T		
Docur	* ·	AMI	ENDED DE CI	DOCUIN		5 .		
	er of Pages:		3/7/2012	Signer(r		
	10			Than N	•			
	62			Above:				
Capa Signe	city(ies) Claimed b			Signer's	· /			
Name	: Vick	, -	. DWEN	Name:		MA	en B s	SOMMER
	rporate Officer-	· · ·			orate (Officer-		
	le(s):			Title				
Pa	rtner 🔃 Limite	d 🔲	General	Parti	ner	Limit	ed General	
	lividual		Attorney in Fact	<u> </u>	ridual		· · · · · · · · · · · · · · · · · · ·	y in Fact
Tru	ustee		Guardian or	Trus	tee		Guardia	
Y	her: Perso	~, <u> </u>	Conservator	Othe	· -		Conser	
Signe	r ic			Signer i	-		STYIEN	-/
_	esenting: ヒベミ		ew RB	Represe				
-	PATIO	1+0	DMES	·	_	P	2710 Ita	DME5

©2014 National Notary Association www.NationalNotary.org 1-800-US-NOTARY (1-800-876-6827) Item #5907

EXHIBIT "A"

LEGAL DESCRIPTION OF COMMUNITY

PHASE 1:

Lot 6 of EASTVIEW UNIT NO. 1, according to Map thereof No. 8707 filed with the County Recorder of San Diego County, California, on November 7, 1977, and shown as Units 13 through 21, inclusive, on the Amended Condominium Plan recorded in the Official Records of the San Diego County Recorder's Office on September 7, 1979 as Document No. 1979-376079.

[Assessor's Parcel Numbers: 273-810-06-13 through 273-810-06-21]

PHASE 2:

Lot 10 of EASTVIEW UNIT NO. 1 in the City of San Diego, County of San Diego, State of California, according to Map thereof No. 8707 filed in the Office of the County Recorder of San Diego County, on November 7, 1977, and shown as Units 22 through 34, inclusive, on the Amended Condominium Plan recorded in the Official Records of the San Diego County Recorder's Office on September 11, 1979 as Document No. 1979-380039

[Assessor's Parcel Number: 273-810-10-22 through 273-810-10-34]

PHASE 3:

Lots 15, 16 and 17 of EASTVIEW UNIT NO. 3 in the City of San Diego, County of San Diego, State of California, according to Map thereof No. 8975 filed in the Office of the County Recorder of San Diego County, on September 12, 1978, and shown as Units 107 through 120, inclusive, on the Condominium Plan recorded in the Official Records of the San Diego County Recorder's Office on June 8, 1979 as Document No. 1979-237838.

[Assessor's Parcel Numbers: 273-860-04-01 through 273-860-04-16]

PHASE 4:

Lot 18 of EASTVIEW UNIT NO. 4 in the City of San Diego, County of San Diego, State of California, according to Map thereof No. 9419 filed in the Office of the County Recorder of San Diego County, on October 15, 1979, and shown as Units 123 through 132, inclusive, on the First Superseding Condominium Plan recorded in the Official Records of the San Diego County Recorder's Office on July 29, 1981 as Document No. 1981-238520.

[Assessor's Parcel Numbers: 273-861-06-01 through 273-861-06-10]

2506313v6

PHASE 5:

Lot 5 of EASTVIEW UNIT NO. 1 in the City of San Diego, County of San Diego, State of California, according to Map thereof No. 8707 filed in the Office of the County Recorder of San Diego County on November 7, 1977, and shown as Units 9 through 12, inclusive, on the Condominium Plan recorded in the Official Records of the San Diego County Recorder's Office on January 22, 1982 as Document No. 1982-018356.

[Assessor's Parcel Numbers: 273-810-05-09 through 273-810-05-12]

PHASE 6:

Lot 24 of EASTVIEW UNIT NO. 6 in the City of San Diego, County of San Diego, State of California, according to Map thereof No. 9447 filed in the Office of the County Recorder of San Diego County on November 2, 1979, and shown as Units 205 through 216, inclusive, on the Condominium Plan recorded in the Official Records of the San Diego County Recorder's Office on December 18, 1981 as Document No. 1981-396112. [Assessor's Parcel Numbers: 273-890-01-01 through 273-890-01-12]

PHASE 7:

Lots 25 and 26 of EASTVIEW UNIT NO. 6 in the City of San Diego, County of San Diego, State of California, according to Map thereof No. 9447 filed in the Office of the County Recorder of San Diego County on November 2, 1979, and shown as Units 217 through 231, inclusive, on the Second Superseding Condominium Plan recorded in the Official Records of the San Diego County Recorder's Office on February 20, 1986 as Document No. 1986-067525.

[Assessor's Parcel Numbers: 273-890-04-01 through 273-890-04-15]

PHASE 8:

Lot 3 of EASTVIEW UNIT NO. 1 in the City of San Diego, County of San Diego, State of California, according to Map thereof No. 8707 filed in the Office of the County Recorder of San Diego County on November 7, 1977, and shown as Units 232 through 234, inclusive, on the First Superseding Condominium Plan recorded in the Official Records of the San Diego County Recorder's Office on March 25, 1986 as Document No. 1986-113305.

[Assessor's Parcel Numbers: 273-810-03-01 through 273-810-03-03]

EXHIBIT "B" - MAINTENANCE LIST

The following is a listing of the items within the Community, the maintenance, repair and replacement duty for which Owners and the Association are responsible in accordance with Section 7.2 of the Restated Declaration. This does not eliminate the Owner's responsibility to request and receive architectural approval pursuant to the Governing Documents or supersede the Owner's obligations under Section 7.6 of the Restated Declaration or any other similar provision in the Governing Documents.

COMPONENT(S)	OWNER	ASSOC.
Air Conditioning System - Each Unit	Х	
Appliances - Built-in	X	
Appliances - Free Standing	Х	
Balcony – See "Patio"	X	
Bathtub Waste and Overflow	X	
Cabinets - in Units	X	
Carpeting - in Units	X	
Carport/Driveway/Parking Space - Concrete and Asphalt Surfaces		Х
Caulking – Exterior	X	
Caulking – Interior	X	
Ceilings	X	
Common Area Improvements		X
Crawl Spaces in Attic (including personal contents)	X	
Doorbell - Exterior Components/Button Switch	X	
Doorbell - Interior Components; Wiring	X	
Doors - Entry - Frame & Door	X	
Doors - Entry - Locks and Hardware	X	
Doors - Entry - Painting - Exterior Surface	X	
Doors - Entry - Painting - Interior Surface	X	
Doors - Entry - Weather Stripping/Waterproofing	X	
Doors – Interior	X	
Doors, Screen/Storm/Security	Χ	

Doors, Sliding Glass	X	
Doors, Sliding Glass - Frame and Tracks	X	
Doors, Sliding Glass – Screen	X	
Drainage Systems (e.g., ditches, catch basins)	X	
Drains - Bathtubs, Showers, Sinks	X	
Drains – Back Yards	X	
Drains – Front Yards		Х
Dryer Vents – Cleaning	X	
Dryer Vents – Repair	X	
Drywall - Damage Repairs (e.g., cracks, inside minor localized water damage, dents, holes, etc.)	X	
Drywall - Interior – Replace	X	
Electrical Panel/Circuit Breakers/Interior	X	
Electrical Switches, Sockets, Wall Plates - Interior	X	
Electrical Wiring – Interior	X	
Exhaust Fans	X	
Exterior Building Surfaces	X	
Exterior Faucets, Handles, Washers	X	
Fences – Common Area		X
Fences – Individual	X	
Fireplace - Chimney - Exterior and Spark Arrestor	X	
Fireplace - Chimney Flue	X	
Fireplace - Chimney - Interior - Cleaning	X	
Fireplace - Fire Brick (fire box) ^{1/}	X	
Fireplace - Mantelpiece, Trim and Facing	X	
Floor – Structural	X	
Floor Coverings - Carpet, Vinyl, Tile and Wood	X	
Front Entry Landings	X	

^{1/} Ceramic brick walls of fireplace.

	·	
Furnace - Unit Systems	X	
Garage Door Openers	X	
Garage Doors - Replacement	X	
Garbage Disposal	X	
Gas Lines - Below Ground	X	
Glass - Unit Windows/Doors	Χ	
Gutters & Downspouts	X	
Hose Bibs	X	
Insulation	X	
Landscaping - Common Area; Greenbelt		X
Landscaping - Patios/Backyards	X	
Lighting Fixtures - Inside Units	X	
Lighting Fixtures - Outside - Front	X	
Lighting Fixtures - Outside – Patio	X	
Linoleum & Vinyl Flooring - Inside Units	X	
Mailboxes	X	X
Painting – Interior	X	
Patio/Balcony Deck Membranes/Waterproofing	X	
Patio/Balcony Deck Railings - Painting (Inside/Outside Surfaces)	X	
Patio/Balcony Deck Railings - Replacement	X	
Patio/Balcony Painting	X	
Plumbing Fixtures - Interior (Toilets/Tubs/Sinks/Faucets, etc.)	X	
Plumbing Lines - Inside Unit, if not located behind or within walls, floors or ceilings	X	
Plumbing Lines - Located within floors, behind or within walls or ceilings, and in Common Area	X	
Pressure Regulators	X	
Railings and Planter Boxes - Units	X	
Roof Decking	X	

DRAFT DATE: July 29, 2016

Roof Flashing & Other Roofing Components	X	
Roof Shingles/Tiles	Х	
Roof Underlayment	X	
Roof Vents	Х	
Sewer Lines and Back- Ups - Common Use Portion of Line		X
Sewer Lines and Back-Ups - Single Use	X	
Slab	X	
Sliding Patio Door Flashing/Waterproofing	X	
Sliding Patio Door Frames & Tracks	X	
Sliding Patio Door Hardware	X	
Sliding Patio Doors	X	
Smoke Alarm	X	
Spraying for Household Pests (Ants, Fleas, etc.)	X	
Spraying for Landscaping Pests		X
Stucco Painting/Coloring	X	
Stucco Repair & Replacement	X	
Termite Treatment - Building	X	
Termite Inspection	X	
Toilet - Wax Ring	X	
Trim - Wood - Exterior - Maintenance & Replacement	Χ	
Trim - Wood - Exterior - Painting	X	
Walls - Bearing, Studs, Frames, Tiedowns, Other Structural Items	X	
Walls - Non-bearing	X	
Wallpaper/Paneling	Х	
Water Heater - Individual	X	
Water Softeners	Χ	
Window and Slider Screens	Χ	
Window Flashing/Waterproofing	X	
Window Frames	X	

Window Hardware	X
	V
Wiring - Cable TV	
Wiring - Electrical - From Breaker to Interior	X
Wiring - Electrical - From Outside to Breaker in Unit	X
Wiring - Telephone	X

DRAFT DATE: July 29, 2016