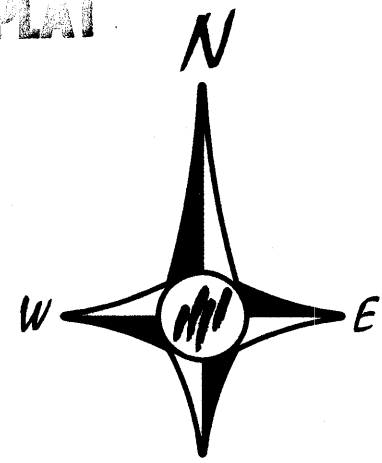
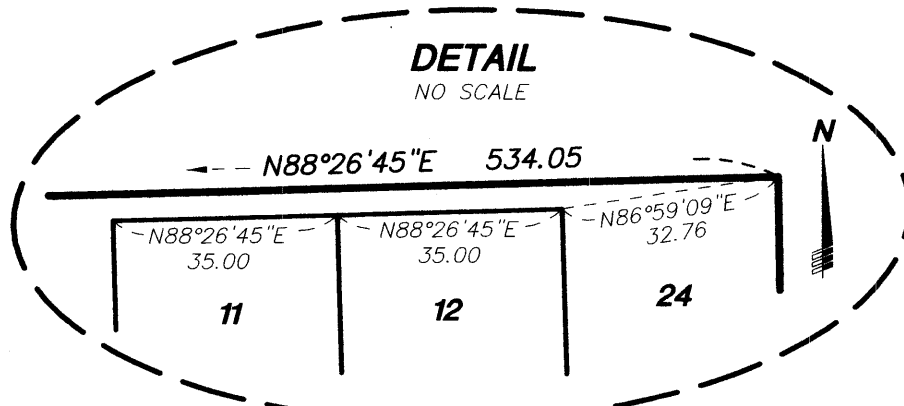


OFFICIAL PLAT



SCALE IN FEET
1 INCH = 60 FEET



FELLOWSHIP VILLAGE

CITY OF COON RAPIDS
ANOKA COUNTY
SEC. 13, T. 31, R. 24
Book 64 Abst Page 15

KNOW ALL PERSONS BY THESE PRESENTS: That Vanderbilt Homes, Inc., a Minnesota corporation, owner, and Community National Bank, a National Banking Association, mortgagee of the following described property situated in the County of Anoka, State of Minnesota, to wit:

The East 534 feet of the West 714 feet of the North 10 acres of the South 15 acres of the Southeast Quarter of the Southwest Quarter of Section 13, Township 31, Range 24, according to the United States Government Survey thereof and situate in Anoka County, Minnesota.

Have caused the same to be surveyed and platted as FELLOWSHIP VILLAGE, and do hereby donate and dedicate to the public for public use forever the easements as shown on this plat for drainage and utility purposes only.

In witness whereof said Vanderbilt Homes, Inc., a Minnesota corporation, has caused these presents to be signed by its proper officer this 27th day of December, 2002.

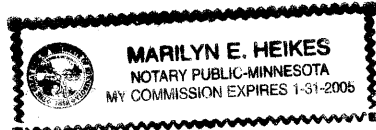
VANDERBILT HOMES, INC.

By Betty Hardle
Betty Hardle, as President

State of Minnesota
County of ANOKA

The foregoing instrument was acknowledged before me this 27th day of December, 2002, by Betty Hardle, as President of Vanderbilt Homes, Inc., a Minnesota corporation, on behalf of the corporation.

Notary Public, ANOKA County, Minnesota
My commission expires JAN 31, 2005

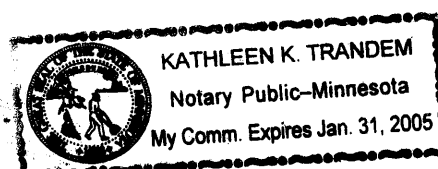


In witness whereof said Community National Bank, a National Banking Association, has caused these presents to be signed by its proper officer this 17th day of December, 2002.

COMMUNITY NATIONAL BANK

By Curtis A. Martinson as Ex. Vice Pres.

State of Minnesota
County of Anoka



The foregoing instrument was acknowledged before me this 17th day of December, 2002, by Curtis A. Martinson as Ex. Vice Pres. of Community National Bank, a National Banking Association, on behalf of the association.

Notary Public, Anoka County, Minnesota
My commission expires JAN 31, 2005

NORTH LINE OF THE NORTH 10 ACRES OF THE SOUTH 15 ACRES OF THE SE 1/4 OF THE SW 1/4 OF SEC. 13, T. 31, R. 24

I, Mark F. Maistrovich, hereby certify that I have surveyed and platted the property described on this plat as FELLOWSHIP VILLAGE; that this plat is a correct representation of the survey; that all distances are correctly shown on the plat in feet and hundredths of a foot; that all monuments have been correctly placed in the ground as shown or will be correctly placed in the ground as designated; that the outside boundary lines are correctly designated on the plat; and that there are no wet lands as defined in MS 505.02, Subd. 1, or public highways to be designated other than as shown.

Mark F. Maistrovich
Mark F. Maistrovich, Land Surveyor
Minnesota License Number 25287

State of Minnesota
County of Anoka

The foregoing Surveyors Certificate was acknowledged before me this 16th day of December, 2002, by Mark F. Maistrovich, Minnesota License No. 25287

Notary Public, Anoka County, Minnesota
My commission expires Jan 31, 2005

The annexed plat of FELLOWSHIP VILLAGE was approved by the planning and zoning commission of the City of Coon Rapids, Anoka County, Minnesota, at a regular meeting thereof held this 14th day of August, 2001.

Tom Superwood Vice Chairperson

COON RAPIDS, MINNESOTA

This plat of FELLOWSHIP VILLAGE was approved and accepted by the City Council of the City of Coon Rapids, Minnesota, at a regular meeting thereof held this 4th day of September, 2001. If applicable, the written comments and recommendations of the Commissioner of Transportation and County Highway Engineer have been received by the City or the prescribed period has elapsed without receipt of such comments and recommendations as provided by Minnesota Statutes, Section 505.03, Subdivision 2.

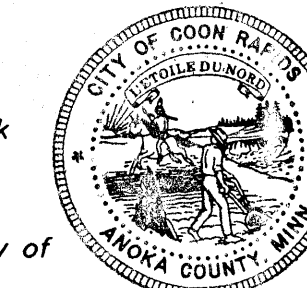
CITY COUNCIL OF THE CITY OF COON RAPIDS, MINNESOTA

John A. Anderson Mayor John A. Anderson Clerk

ANOKA COUNTY SURVEYOR

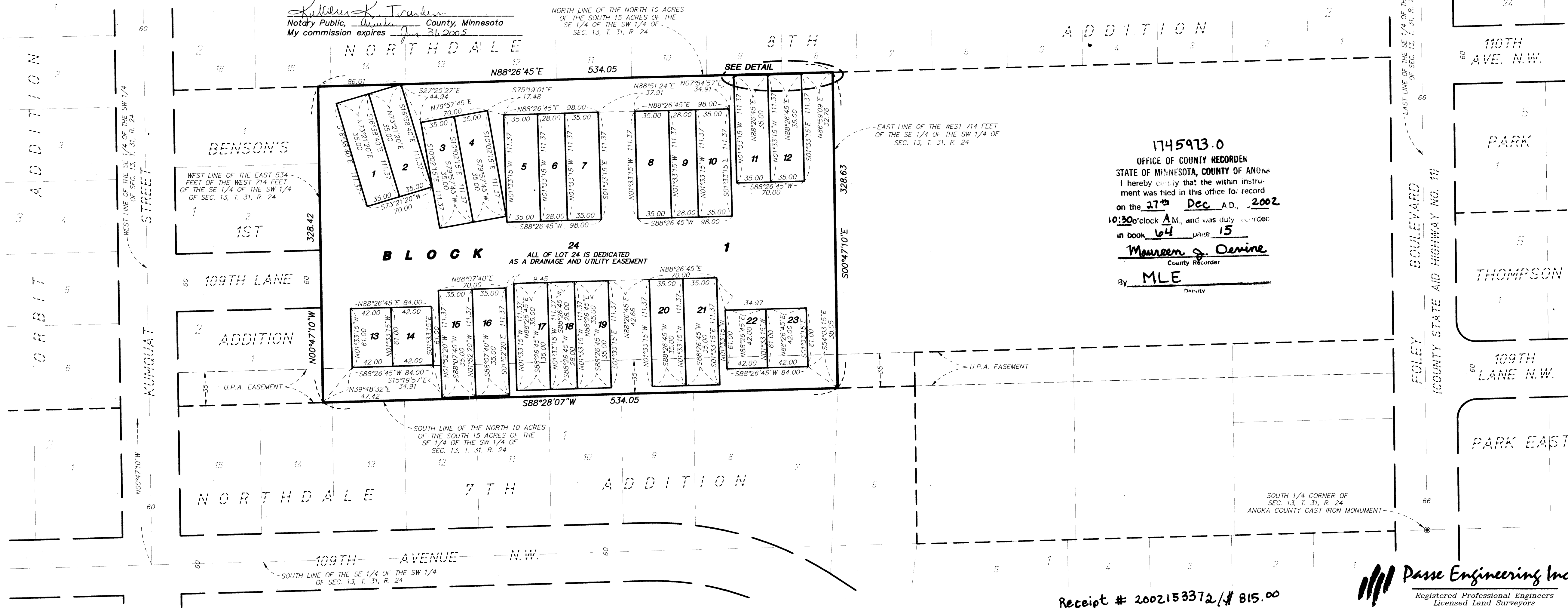
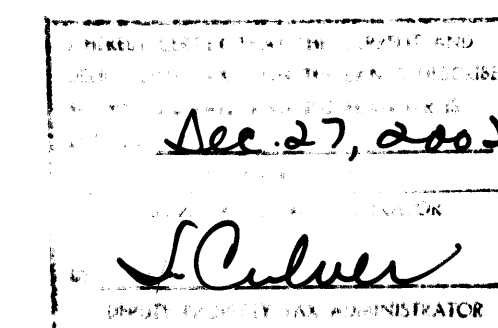
This plat was checked and approved on this 27th day of December, 2002

By Larry D. Holden Anoka County Surveyor
Larry D. Holden, Anoka County Surveyor



FOR THE PURPOSES OF THIS PLAT THE WEST LINE OF THE SOUTHEAST QUARTER OF THE SOUTHWEST QUARTER OF SECTION 13, TOWNSHIP 31, RANGE 23 IS ASSUMED TO HAVE A BEARING OF NORTH 00 DEGREES 47 MINUTES 10 SECONDS WEST.

ALL MONUMENTS REQUIRED BY MINNESOTA STATUTE AND NOT SHOWN ON THIS PLAT, WILL BE SET WITHIN ONE YEAR OF THE RECORDING DATE OF THIS PLAT AND SHALL BE EVIDENCED BY A 1/2 INCH BY 14 INCH IRON PIPE MARKED BY R.L.S. 25287.



1745973.0
OFFICE OF COUNTY RECORDER
STATE OF MINNESOTA, COUNTY OF ANOKA
I hereby certify that the within instrument was filed in this office for record on the 27th Dec A.D., 2002 at 10:30 o'clock A.M., and was duly recorded in book 64 page 15
Margaret G. Cavine
County Recorder
By MLE
Deputy

Receipt # 2002153372 / \$ 815.00

Pass Engineering Inc.
Registered Professional Engineers
Licensed Land Surveyors

1745973

THIS DOCUMENT NUMBER REPRESENTS A PLAT

ALL PLATS ARE MAINTAINED ON A SEPARATE MICROFICHE IN A SEPARATE SECTION RESERVED FOR PLATS. FULL SIZE COPIES OF PLATS ARE STILL AVAILABLE FOR VIEWING.

MUNICIPALITY: Coon Rapids CERTIFIED BY: R ON 12/27/02

MAP # 2815 PLAT BOOK: 64 OF Abst PAGE 15

DOC. DATE: 12-27-02 NO. OF PAGES: 1 TRACT BOOK: _____ PAGE _____

PLAT SHORT NAME: Fellowship Village
LONG NAME: Fellowship Village

A/T	PARENT PINS	KEY	RES?	GRANTORS (Fees, C/Ps, Mortgagees)	Marital Status
A	13.31.24.34.0100	1507916	N	VANDER BILT Homes Inc (fee)	
				Community NATIONAL BANK (mortgagee)	

FILED BY: Vanderbilt Homes PHONE: 763-780-4663

TAXPAYER NAME: Vanderbilt Homes

ADDRESS: 551 Coon Rapids Blvd NE

CITY: Coon Rapids STATE: MN ZIP: 55433

NEW PARCELS

LOT	BLOCK	LOT	BLOCK	LOT	BLOCK
1-24	1				
					(24)

DELO & CURRENT TAXES ARE PAID: INITIALS: MCE DATE: 12/27/02

DIV. NO.: _____ DIV. FEE: \$ 760 ←

ABSTRACT

Receipt #	1745973.0	815.00	<input type="checkbox"/> Incorrect/No Reference #
Date/Time	12/27, 10:30		<input type="checkbox"/> Non-standard Document
Document Order	1 of 1		<input type="checkbox"/> Certified Copy/
PINs	ME		
Recordability	ME		
Filing Fees	\$ 55		<input type="checkbox"/> Tax Lien/Release
Copy/Additional Fg Fees	\$ 760		<input type="checkbox"/> Transfer
Well Cert Fees	\$		<input checked="" type="checkbox"/> Division
<input type="checkbox"/> Incomplete Form			<input type="checkbox"/> Status
<input type="checkbox"/> Missing Attachment			<input type="checkbox"/> New legal Description
<input type="checkbox"/> No Legal Description			<input type="checkbox"/> GAC
<input type="checkbox"/> Non-existent Legal Description			<input type="checkbox"/> Deferred Specials
<input type="checkbox"/> Part(s) Illegible			<input type="checkbox"/> No Change

DOCUMENT NO. 1745973.0 ABSTRACT
ANOKA COUNTY MINNESOTA

I HEREBY CERTIFY THAT THE WITHIN INSTRUMENT WAS FILED IN THIS OFFICE
FOR RECORD ON DEC 27 2002 AND WAS DULY RECORDED.
AT 10:30 AM
FEES AND TAXES IN THE AMOUNT OF \$815.00 PAID.

RECEIPT NO. 2002153372

MAUREEN J. DEVINE
ANOKA COUNTY PROPERTY TAX ADMINISTRATOR/RECORDER/REGISTRAR OF TITLES
MLE

BY _____
DEPUTY PROPERTY TAX ADMINISTRATOR/RECORDER/REGISTRAR OF TITLES

DECLARATION FOR NEW CIC

THIS PAGE IS NOT PART OF THE ORIGINAL DOCUMENT PRESENTED FOR RECORDING

Added by Anoka County Recorder for posting only.

MUNICIPALITY Coon Rapids CHECKED BY: h ON 6-14-04

MAP # 3181 PLAT BOOK TYPE _____

DOC DATE: 4-26-04 NO OF PAGES _____ TRACT BOOK _____ PAGE _____

CIC SHORT NAME CIC NO 175 Fellowship Vill

LONG NAME BY DECLARATION

A/T	PARENT PINS	THRU
A	13-31-24-34-0102	-0125

A/T	PARENT PINS	THRU

DATE _____

DIV NO. _____

1931626

COMMON INTEREST COMMUNITY NUMBER 175
A Planned Community

FELLOWSHIP VILLAGE TOWNHOMES

DECLARATION

THIS DECLARATION, is made this date, April 26, 2004, by Vanderbilt Homes, Inc, a Minnesota corporation hereinafter referred to as "Declarant", pursuant to the provisions of the Minnesota Common interest ownership Act, Minnesota Statutes Sections 515B 1-101 to 515B 4-118, (hereinafter referred to as the "Act"), as amended

WHEREAS, Declarant is the owner of certain property in the City of Coon Rapids, County of Anoka, State of Minnesota, which is more particularly described as:

Lots 1 through 24, inclusive, Block 1
Fellowship Village,
Anoka County, Minnesota

(the "Property" or "Properties"), which Declarant intends to develop for residential uses, and

WHEREAS, Declarant desires that all of the Property shall be subject to certain uniform covenants, conditions and restrictions, and

NOW, THEREFORE, Declarant hereby declares that all of the Properties described above shall be held, sold, and conveyed subject to the Act and the following easements, restrictions, covenants, and conditions, which are for the purpose of protecting the value and desirability of, and which shall run with, the real property and be binding on all parties having any right, title or interest in the described Properties or any part hereof, their heirs, successors and assigns, and shall inure to the benefit of each owner thereof

This common interest community is a Planned Community and is not subject to a master association

ARTICLE I
DEFINITIONS

Section 1 "Association" shall mean and refer to the Fellowship Village Townhomes Association, corporation formed under Chapter 317A, Minnesota Statutes, its successors and assigns

Section 2 "Owner" shall mean and refer to the record owner, whether one or more persons or entities, of a fee simple title to any Lot that is a part of the Properties.

Such Owner shall include contract sellers, but excluding those having such interest merely as security for the performance of an obligation. Where any such Lot is being sold by the fee owner to a contract vendee who is entitled to possession of the Lot, the contract vendee shall be considered to be the owner of the Lot if

- a the rights of the contract vendor hereunder are delegated to the vendee under such contract for deed, and
- b the vendee shall furnish proof of such delegation to the Association

Section 3 **"Properties"** shall mean and refer to that certain real property hereinbefore described and such additions thereto as may hereafter be brought within the jurisdiction of the Association

Section 4 **"Lot"** shall mean and refer to any separately identified plot of land shown upon any recorded subdivision map or plat of the Properties which is intended to be sold to the ultimate buyer as a separate property. Where appropriate, reference to "Lot" shall include all structures located upon a Lot. The boundaries of each Lot and the unit identifier of each Lot shall be as shown on the Plat

Section 5 **"Declarant"** shall mean and refer to Vanderbilt Homes, Inc., a Minnesota corporation, its successors and assigns

Section 6 **"Common Elements"** shall mean and refer to the following described real property in Anoka County, Minnesota

Lot 24, Block 1
Fellowship Village
Anoka County, Minnesota

Section 7 **"Eligible Mortgagee"** shall mean any person owning a mortgage on any Lot, which mortgage is first in priority to any other mortgages that encumber such Lot, and which has requested the Association, in writing, to notify it regarding any proposed action which requires approval by a specified percentage of Eligible Mortgagees

Section 8 **"Act"** shall mean the Minnesota Common Interest Ownership Act, Minnesota Statutes Section 515B 1-101, et seq

Section 9 **"Plat"** shall mean the plat of Fellowship Village Townhomes recorded in the Office of the Recorder, Anoka County, Minnesota

Section 10 **Definitions Incorporated.** Except as otherwise specified in this Declaration, the terms used in this Declaration which are defined in the Act shall have the same meaning as they have in the Act

Section 11. Statutory Requirements. In accordance with the requirements of Section 515B 2-105 of the Act, the Declarant hereby states the following

- b The number of the common interest community created hereby is the number set forth on the first page of this Declaration
- c The name of the Association is Fellowship Village Townhomes Association. The Association has been incorporated pursuant to the provisions of Minnesota Statutes Chapter 317A
- d The common interest community created hereby is a Planned Community. It is not subject to a master association
- e The legal description of the Property included within the common interest community created hereby (including all appurtenant easements) is set forth on the attached Exhibit A

- f The description of the boundaries of each Lot created by this Declaration, including the unit identifier number for each Lot, is set forth on the Plat, which plat has been filed for record with the office of the Recorder of Anoka County and is hereby incorporated herein by reference
- g The allocated interests are assigned equally to each Lot, subject to the provisions of this Declaration. Each Lot shall have one vote in the affairs of the Association. Except as provided in Article III, Section 6 (relating to the Alternative Assessment program) or as permitted in the Act. Each Lot shall share the Common Expenses equally
- h The common interest community created hereby shall consist of 20 Lots, all of which shall be restricted to residential use
- i No additional units may be created by the subdivision or conversion of Lots
- j The use restrictions to which the Lots are subject are located in Articles VI and VII hereof. There is no restriction on the sale price of a unit. The amount to be received upon the condemnation, casualty loss or termination of the common interest community is set forth in Article XIV, Section 10, Article X, Section 5, and Article XIV, Section 11, respectively
- k Time shares are not permitted
- l Matters relating to Special Declarant Rights are contained in Article XII hereof
- m Matters relating to the use of the Common Elements are contained in Article VII hereof
- n Matters relating to the care and maintenance of the Common Elements are contained in Article IV hereof
- o Matters relating to assessments for Common Expenses are contained in Article III hereof
- p Matters relating to Limited Common Elements are contained in Article XIV, Section 9

ARTICLE II
MEMBERSHIP AND VOTING RIGHTS

Section 1 Every Owner shall be a member of the Association. Membership shall be appurtenant to and may not be separated from ownership of any Lot. When more than one person is an owner of a Lot, all such persons shall be members of the Association. Multiple ownership of a lot shall not increase the voting rights allocated to such Lot nor authorize the division of the voting rights.

Section 2 Voting rights and Common Expense obligations are allocated equally among the Lots. However, special allocations of Common Expenses shall be permitted as provided in this Declaration and except for the alternative assessment program as provided in this Declaration.

Section 3 The ownership of a Lot shall include the voting rights and Common Expense obligations described in Article II, Section 2. Said rights, obligations and interest and the title to the Lots, shall not be separated or conveyed separately. The allocation of the rights, obligations and interests described in this Section may not be changed except in accordance with the Declaration, the Bylaws and the Act.

Section 4 The Owner, or some natural person designated as proxy on behalf of the Owner, who need not be an owner, may cast the vote allocated to such Lot at meetings of the Association, provided, that if there are multiple Owners of a Lot, only the Owner or other person designated pursuant to the provisions of the Bylaws may cast such vote. The voting rights of Owners are more specifically described in the Bylaws.

ARTICLE III
COVENANT FOR COMMON EXPENSE AND
INSURANCE PREMIUM ASSESSMENTS

Section 1 Creation of the Lien and Personal Obligation of Assessments. The Declarant, for each Lot owned within the Properties, hereby covenants, and each Owner of any Lot by acceptance of a deed or contract for deed therefore, whether or not it shall be so express in such deed or contract, is deemed to covenant and agree to pay to the Association

- a General annual assessments or charges,
 - i a common expense or portion thereof benefiting fewer than all of the Lots may be assessed exclusively against the Lots benefited, on basis of
 - (A) equality,
 - (B) square footage of the area being maintained, repaired or replace, or
 - (C) the actual cost incurred with respect to each separate Lot
- c Assessments for master insurance premiums, if any, which may be assessed proportion to value, risk or coverage
- c Special assessments for capital improvements, such assessments to be established and collected as hereinafter provided
- d Assessments levied under Section 515B 3-116 of the Act to pay a judgment against the Association, which assessments may be levied only against the Lots existing at the time the judgment was entered, in proportion to their Common Expense liabilities
- e Assessments for fees, charges, late charges, fines and interest
- f If any damage to the Common Elements or another Lot is caused by the act or omission of any Owner, the guests of an Owner or the occupant of any Lot, assessments for the costs of repairing the damage may be assessed exclusively against the Owner's Lot to the extent not covered by insurance

The assessments, together with interest, costs and reasonable attorney's fees, shall be a charge on the Lot and shall be a continuing lien upon the property against which each such assessment is made. Each such assessment, together with interest, costs and reasonable attorney's fees, shall also be the personal obligation of the person who was the Owner of such property at the time when the assessment fell due. If more than one person was an Owner at such time, then such obligation shall be joint and several. The personal obligation for delinquent assessments shall not pass to the Owner's successors in title unless expressly assumed by them.

Section 2 Purpose of Assessments. The assessments levied by the Association shall be used exclusively to promote the purposes of the Association as set forth in Article IV

Section 3 Limitation on Assessments. Until January 1 of the year immediately following the conveyance of the first Lot to an owner, the maximum annual general assessment to an Owner and the Owner's Lot shall be \$_____1.00_____ per Lot

- a From and after January 1 of the year immediately following the conveyance of the first Lot to an Owner who is not the Builder or an officer of the Builder, the maximum annual general assessment may be increased each year not more than ten percent (10%) above the maximum assessment for the previous year without a vote of the membership of the Association
- b From and after January 1 of the year immediately following the conveyance of the first Lot to an Owner who is not the Builder or an officer of the Builder, the maximum annual general assessment may be increased by ten percent (10%) or more by a vote of Owners

representing sixty-seven percent (67%) of the Lots who are voting in person or by proxy, at a meeting duly called for this purpose

- c The Board of Directors of the Association may fix the annual general assessment at an amount not in excess of the maximum, and the Board of Directors of the Association may modify the annual assessment upward or downward from time to time, but in no event upward beyond the maximum permitted by this Section. Written notice of any modification of the annual general assessment shall be sent to every Owner subject hereto

Section 4 Special Assessment for Capital Improvements. In addition to the annual general assessment, the Association may levy in any assessment year, a special assessment applicable to that year only for the purpose of defraying, in whole or in part, the cost of any construction, reconstruction, repair or replacement of a capital improvement upon the Common Elements, including fixtures and personal property related thereto, provided that any such assessment shall have the assent of Owners representing sixty-seven percent (67%) of the Lots who are voting in person or by proxy at a meeting duly called for this purpose

Section 5 Notice and Quorum for any Action Authorized Under Sections 3 and 4. Written notice of any meeting called for the purpose of taking any action authorized under Sections 3 and 4 shall be sent to all Owners not less than twenty-one (21) days nor more than thirty (30) days in advance of an annual meeting or not less than seven (7) days nor more than thirty (30) days in advance of a special meeting. At the first such meeting called, the presence of members or of proxies entitled to cast more than fifty percent (50%) of all the votes shall constitute a quorum. If the required quorum is not present, another meeting may be called subject to the same notice requirement, and the required quorum at the subsequent meeting shall be ½ of the required quorum of the preceding meeting. No such subsequent meeting shall be held more than sixty (60) days following the preceding meeting

Section 6 Uniform Rate of Assessment. Alternative Assessment Program. Both general annual and special assessments on all Lots must be fixed at a uniform rate, except vacant Lots owned by persons other than Declarant which shall be assessed at twenty-five percent (25%) of the established assessment rate, except

- a No assessments shall be made against any Lot that is a parcel of real estate which is not intended for separate ownership or occupancy
- b Any Lot owned by Declarant and which is not exempt from assessment by Article III, Section 61 shall be assessed at twenty-five percent (25%) of the established assessment rate, until such time as a certificate of occupancy is issued by the City of Coon Rapids, Minnesota
- c This alternative assessment program shall have no effect on the level of services for items set forth in the Association's budget

Annual and/or special assessments may be collected on a monthly basis at the discretion of the Association

Section 7 Date of Commencement of Assessments, Due Dates. The general annual assessment provided for herein shall commence as to all lots on the first day of the month following the conveyance to a person not an officer of the Builder by the Declarant of a Lot or on the first day of the month following the adoption of an assessment levy by the Association, whichever date shall occur later. Prior to the commencement of the general assessments, the Declarant shall pay all expenses of the Association. Notwithstanding the foregoing to the contrary, any Lot owned by Declarant shall be assessed pursuant to the alternative assessment program set forth in Article III, Section 6

The first general annual assessment shall be adjusted according to the number of months remaining in the calendar year. The Board of Directors of the Association shall fix the amount

of such assessments against each Lot at least thirty (30) days in advance of each annual assessment period. Written notice of such assessments shall be sent to every Owner subject thereto. The Board of Directors of the Association shall establish the due dates. The Association shall, upon demand, and for a reasonable charge, furnish a certificate signed by an authorized representative of the Association setting forth whether the assessments on a specified Lot have been paid. A properly executed certificate of the Association as to the status of assessments on a Lot is binding upon the Association as of the date of its issuance.

Section 8. Effect of Nonpayment of Assessments; Remedies of the Association. Any assessment to any member not paid within 30 days after the due date shall bear interest from the due date at a rate of 8% per annum. The Association may bring an action at law against the Owner personally obligated to pay the same or foreclose the Lien against the property. Such Lien may be foreclosed in the same manner as a mortgage pursuant to Minnesota Statutes, Chapters 580, 581 or 582, as amended, and the Association shall be entitled to recover interest at the rate of 8% per annum and its costs, expenses and disbursements, including reasonable attorney's fees, incurred by such foreclosure. No Owner may waive or otherwise escape liability for the assessments provided for herein by non-use of the Common Elements or abandonment of the Owner's Lot. If the Association has provided for monthly installment payments of the assessments, the Association may accelerate and the Owner shall pay the unpaid balance of an annual installment if the Owner has failed to pay any monthly installment within thirty (30) days after the due date of a monthly installment. To the extent permissible, the Association may deny services to any Member who is more than thirty (30) days delinquent in the payment of any assessment or installment of an assessment.

Section 9 Subordination of the Lien to Mortgage. The lien of the assessments provided for herein shall be subordinate to the lien of any first mortgage, except as provided in Section 515B 3-116 of the Act. Sale or transfer of any Lot shall not affect the assessment lien. No sale or transfer shall relieve such Lot from liability for any assessments thereafter becoming due or from the lien thereof.

ARTICLE IV **DUTIES OF ASSOCIATION**

Section 1 General Duties. In addition to maintenance upon the private streets and driveways, including the maintenance of water and sewer services from any public mains, the Association shall provide for maintenance upon the Lots and Common Elements as follows: exterior maintenance upon each Lot, which is subject to assessment hereunder, snow removal, paint, repair, replace and care for roofs, curbs, gutters, downspouts, exterior building surfaces, trees, shrubs, grass, walks, irrigation systems, monumentation, mail boxes, light fixtures or light standards along private road and other exterior improvements.

Exterior maintenance shall not include glass, windows, front unit entrance doors, patio doors, or electricity for exterior garage lights.

Section 2 Other Duties

- a The Association shall enforce the covenants, conditions and restrictions set forth herein and any amendments hereto and any rules and regulations adopted by the Association.
- b The Association may provide for trash removal services in accordance with the provisions of Article IX hereof.
- c The Association shall provide a master or common policy of property insurance for all Lots within the Association.
- d The Association shall undertake, at its discretion, such further duties as determined by the Board of Directors.

Section 3 Miscellaneous. In the event that the need for maintenance or repair is caused through the willful or negligent act of the Owner, his family, his guests, invitees, or lessees, the

cost of such maintenance or repairs shall be added to and become a part of the assessment to which such Lot is subject

ARTICLE IV
CITY OF COON RAPIDS

Section 1 Common Elements. The Common Elements shall be maintained in accordance with the following conditions and rules

- a **Maintenance by the City** If, in the opinion of the City Council of the City of Coon Rapids, expressed in a resolution, the Association has failed to provide
 - I adequate control of surface water drainage,
 - II adequate construction and/or maintenance and repair of any sanitary sewer, storm water system, including treatment ponds, water supply system or other public utilities the construction and/or maintenance and repair of which are the responsibility of the Association or the Owners of Lots, or
 - III adequate care of the Common Elements including any recreational facilities originally constructed on any portion thereof,

then the duly authorized agents of the City of Coon Rapids may enter upon the Common Elements and perform such

- I street maintenance and repair,
- II snow removal from streets,
- III control of surface water drainage,
- IV maintenance and repair of sanitary sewer, storm sewer, water supply system or other public utilities or
- V care of the Common Elements,

as the City Council of the City of Coon Rapids shall have deemed necessary to preserve the health, safety and welfare of the residents of the Property or of the City of Coon Rapids

- b **Assessments.** If the City of Coon Rapids performs maintenance or makes repairs pursuant to this Declaration or constructs any public improvements pursuant to the laws of the State of Minnesota, then the City may assess the costs of said maintenance or repairs or public improvements directly against the benefited Lots Or the City may assess the Common Elements for the costs of said maintenance or repairs or public improvement If the City assesses the Common Elements for the cost of said maintenance or repairs, then the Association or the Owners of the Lots shall levy a special assessment against the Lots to defray the total amount of the City Assessment
Said special assessment need not have the consent of the Owners, occupants or owner/tenants
- c **Easement.** The title of the Association and the Owners of Lots in and to the Common Elements is hereby made subject to a non-exclusive easement in favor of the City of Coon Rapids for the purpose of ingress and egress for police, fire, rescue and other emergency calls, animal control, health and prospective inspection and to provide to the Owners other public services deemed necessary by the City of Coon Rapids and for the purposes set forth herein
- d **City Work.** The cost of work performed by the City of Coon Rapids pursuant to this Declaration shall be assessed pursuant to the above provisions
- e **Consent of the City.** Without the prior written approval of the City of Coon Rapids, the Association shall not be entitled to

- I by act or omission, seek to abandon, partition, subdivide, encumber, sell or transfer any property which the Association has acquired for the benefit of the Owners
- II Amend this Article IV-A
- III By act or omission, change, waive or abandon the scheme for maintenance of the Common Elements as hereinabove set forth

ARTICLE V PARTY WALLS

Section 1 General Rules of Law to Apply Each wall which is built as a part of the original construction of the homes upon the Properties and placed on the dividing line between the Lots shall constitute a part wall, and, to the extent not inconsistent with the provisions of this Article, the general rules of law regarding party wall and liability for property damage due to negligence or willful acts or omissions shall apply thereto

Section 2 Sharing of Repair and Maintenance. The cost of reasonable repair and maintenance of a party wall shall be shared by the Owners who make use of the wall in proportion to such use

Section 3 Destruction by Fire or Other Casualty. If a party wall is destroyed or damaged by fire or other casualty, any Owner who has used the wall may restore it, and if other Owners thereafter make use of the wall, they shall contribute to the cost of restoration thereof in proportion to such use without prejudice, however, to the right of any such Owners to call for a larger contribution from the others under any rule of law regarding liability for negligent or willful acts of omissions

Section 4 Weatherproofing. Notwithstanding any other provisions of this Article, an owner who by his negligent or willful act causes the party wall to be exposed to the elements shall bear the whole cost of furnishing the necessary protection against such elements

Section 5 Right to Contribution Runs With the Land. The right of any Owner to contribution from any other Owner under this Article shall be appurtenant to the Lot and shall pass to such owner's successors in title

Section 6 Arbitration. In the event of any dispute arising concerning a party wall, or under the provisions of this Article, each party shall choose one arbitrator, and such arbitrators shall choose one additional arbitrator, and the decision shall be by a majority of all the arbitrators

ARTICLE VI ARCHITECTURAL CONTROL

Section 1 Structures. No building, fence, wall, deck or other structure shall be commenced, erected or maintained upon the Properties, nor shall any exterior addition to, or change or alteration therein be made until the plans and specifications showing the nature, kind, shape, height, materials, and location of the same shall have been submitted to and approved in writing as to harmony of external design and location in relation to surrounding structures and topography by the board of Directors of the Association, or by an architectural committee composed of three (3) or more representatives appointed by the board

- a Exterior lights shall be designed and maintained in a manner which will minimize glare seen from neighboring properties

Section 2 Approval. In the event said Board of Directors, or its designated architectural committee, fails to approve or disapprove such design and location, or planting, within thirty (30) days after said plans and specifications have been submitted to it, approval will not be required and this Article will be deemed to have been fully complied with

ARTICLE VII
ADDITIONAL RESTRICTIONS, RULES AND REGULATIONS

Section 1 Additional Restrictions.

- a No Lot shall be used except for residential purposes, except that Declarant shall be entitled to maintain model homes and other sales facilities upon the Lots
- b No sign of any kind shall be displayed to the public view on any lot except one professional sign of not more than one-and-one-half (1 1/2) square feet and one sign of not more than five (5) square feet advertising the property for sale, except that Declarant shall be permitted to erect and maintain upon the Property such signs as it deems appropriate to advertising the Property until the Declarant conveys the last Lot
- c Subject to the ordinances and regulations of the City of Coon Rapids, Minnesota, no more than two dogs or two cats or one cat and one dog may be kept on any lot The Association, through its Board of Directors, may in its discretion adopt additional rules and regulations prohibiting or permitting the keeping of animals on the Lots
- d No Lot shall be used or maintained as a dumping ground for rubbish, trash, garbage or other waste, including pet or household waste Garbage, rubbish and trash shall not be kept on said premises except in covered sanitary containers All incinerators or other equipment used or kept for the storage or disposal of such material shall be kept in a clean and sanitary condition
- e No obnoxious or offensive activity shall be carried on upon any Lot nor shall anything be done thereon which may be or may become an annoyance or nuisance to the neighborhood
- f No structure of a temporary character, trailer, basement, tent, shack, garage, barn or other building shall be used on any Lot at any time as a residence, either temporarily or permanently
- g No trailers, boats, buses, motor homes, campers, snowmobiles or other types of recreational vehicles shall be parked on any Lot for more than forty-eight (48) consecutive hours unless such vehicle is parked within a garage, provided that the Board of Directors of the Association may grant permits to park such vehicles on Board of Directors of the Association may grant permits to park such vehicles on Lots for limited periods of time not to exceed fourteen (14) days in any twelve month (12) period No such vehicles shall be parked on any Common Element
- h No aerial, antenna or satellite dish which is
 - ii Over four feet in height, as measured from the point on any structure to which the aerial, antenna or satellite dish is affixed,
 - iii More than one meter in diameter,
 - iv Not attached to a dwelling unit, or
 - v Of a color not approved by the Association, shall be permitted on any Lot
- i No abandoned motor vehicle as defined in Minnesota Statutes Section 168B 02, subd 2, as amended from time to time, shall be permitted to remain upon the streets or driveways or on any Lot or parking area The Association shall have the right to remove any such vehicle at any time, and assess the costs of such removal against the Lot, which is owned or occupied by the person in control or possession of such vehicle
- j No fences shall be erected on any Lot

- k Except as herein permitted for Declarant, no business, trade, occupation or profession of any kind, whether carried on for profit or otherwise shall be conducted, maintained or permitted on any Lot, except
 - i an Owner or occupant residing in a Lot may keep and maintain his or her business or professional records in such Lot and handle matters relating thereto by telephone or correspondence therefrom, provided that such uses are incidental to the residential use of the Lot, and
 - ii the Association may maintain offices on the Property for management and related purposes
- l No Lot may be leased for transient or hotel purposes Any lease of any lot shall be in writing which shall be expressly subject to the Act, this Declaration and any Rules and Regulations adopted by the Association and which provide that any violation of the Act, this Declaration and any Rules and Regulations shall be a default under the lease No time shares shall be created with respect to any Lot
- m No parking shall be permitted on private street located within the Property in accordance with any "No parking" signs posted by the Association

Section 2 Rules and Regulations. The Association may adopt, amend and revoke rules and regulations not inconsistent with the Articles of Incorporation, this Declaration or the Bylaws of the Association, as follows

- a regulating the use of the Common Elements,
- b regulating the use of Lots and the conduct of living unit occupants which may jeopardize the health, safety and welfare of other occupants, which involves noise or other disturbing activity, or which may damage the Common Elements or other living units,
- c regulating or prohibiting animals,
- d regulating changes in the appearance of the Common Elements and conduct which may damage the common interest community,
- e regulating the exterior appearance of the common interest community, including by way of illustration and not limitation, balconies and patios, window treatments, and signs and other displays, regardless of whether inside or outside of a living unit,
- f implementing the Articles of Incorporation, this Declaration or the Bylaws of the Association, and
- g other rules facilitating the operation of the common interest community

After notice and an opportunity to be heard, the Association may impose reasonable sanctions, including the levying of reasonable fines and reasonable restrictions on services and use of Common Elements, for violations of this Declaration, the Bylaws and the Rules and Regulations of the Association

ARTICLE VIII EASEMENTS

Section 1 General. In addition to the easements, covenants, restrictions and conditions herein, all Lots shall be subject to easements and covenants hereinafter specifically described for the benefit of the Properties or for the limited benefit of specified adjoining Lots, all as more fully set forth hereinafter in this Article Within such easements, no structure, planting or other material shall be placed or permitted to remain which may damage or interfere with the installation and maintenance of any utilities or trails or which may change the flow or drainage channels within the easements or which may obstruct, retard or change the flow of water through drainage easements The easement area of each Lot and all improvements therein

shall be maintained continuously by the Owner of the Lot, except for improvements, which are the responsibility of the Association, a public authority or utility company

Section 2 Utility Easements. All Lots and Common Elements are hereby subjected to easements in favor of the Association and the Owners of the Lots for the installation and maintenance of utilities, including gas, telephone, electric and cable TV. The Association or its proper representatives shall have the right of free access to any Lot or living unit for the purpose of maintaining any utility service to any Lot on the Properties. In addition, each Lot over which a utility is in fact installed or constructed as part of the original utility system shall be subject to an easement for utility purposes over the portion of the Lot upon which such utility service is constructed.

Section 3 Easements for Encroachment. In the event that any building or other structures originally constructed by the Declarant or constructed or erected thereafter on any Lot in accordance with this document encroaches upon any other Lot, or, if any such encroachment shall hereafter arise because of settling or shifting of the building or other cause, an exclusive easement appurtenant to said encroaching Lot for such encroachment and the maintenance thereof shall exist.

Section 4 Easement for Maintenance. Declarant hereby grants an easement in favor of the Association over and across each Lot for the purposes of the Association performing its duties.

Section 5 Emergency Vehicles. Declarant hereby grants a perpetual, non-exclusive easement in favor of the City of Coon Rapids, Minnesota, a municipal corporation under the laws of the State of Minnesota, on, over and across the Common Elements for the purpose of ingress and egress for police, fire, rescue and other emergency calls, animal control, health and prospective inspection and to provide to the Owners other public services deemed necessary by the City of Coon Rapids, Minnesota and for the purposes set forth herein.

ARTICLE IX TRASH REMOVAL

Section 1 Master Contract. The Association may contract with a single provider for the removal and disposal of garbage, trash and other solid waste from all Lots in accordance with this Declaration. Each Owner shall be obligated to purchase such services from the provider designated by the Association upon the terms, conditions and rates negotiated by the Association.

Section 2 Charges. Any charges imposed by the provider designated by the Association shall be paid by the Association and shall be included in the general assessments to Owners. In the event that any Owner requests any services not included within the basic/general charges of the provider, the Owner, upon written demand by the Association, shall reimburse the Association for any charges for such services, plus all related costs, including interest, attorney fees and administrative charges of the Association, and if not paid by Owner, such charges shall be a lien against the Lot. Any charge, lien or claim pursuant to this Article shall not be subject to any maximum increase in general assessments.

ARTICLE X INSURANCE AND RECONSTRUCTION

Section 1 Liability Insurance: Fidelity Bonds. The Board of Directors of the Association, or its duly authorized agent, shall obtain a broad form of public liability insurance insuring the Association with such limits of liabilities as the Association shall determine to be necessary, against all acts, omissions to act and negligence of the Association, its employees and agents.

Section 2. Property Insurance. Each Owner, by acceptance of a deed or contract for deed on a Lot, covenants to cooperate with the Association to maintain and timely pay the Owner's share of premiums on a master insurance policy. The policy shall include fire, extended coverage, vandalism and malicious mischief, with all risk endorsements insurance. The policy shall

provide such additional insurance as may be required by the Federal National Mortgage Association ("FNMA") and the Federal Home Loan Mortgage Corporation ("FHLMC"), if applicable

The Association, through its Board of Directors, may obtain and continue in effect master property insurance in form and amounts satisfactory to cover a minimum of the entire replacement cost for all of the living units located on each Lot of the Properties, but without prejudice to the right of the Owner of said Lot to obtain additional individual living unit insurance. Each Owner shall join in said master policy and pay a share of the premiums thereon in such manner as determined by the Association.

Any such master policies and insurance coverage shall be purchased and carried by the Association on the Properties, and the proceeds thereof shall be used exclusively for the repairs, replacement and reconstruction of the Properties. Any insurance shall cover a minimum of the entire replacement cost of any improvements located on the Property.

The master policy shall be issued in the name of the Association as insurance trustee for the Owners, and shall provide that losses shall be payable to the trustee and first mortgagee of record, if any. Any such master insurance shall cover loss by damage and fire and such hazards as are covered under standard extended coverage provisions and may include such other and additional coverages as the Association, through its Board of Directors, deems necessary or desirable.

All policies, whether obtained by an Owner or the Association, shall prohibit cancellation or substantial modification without at least thirty (30) days prior written notice to all insureds, the Association, all first mortgagees of record and the FHA, FNMA or FHLMC, if applicable. All said insurance policies shall contain a cost of replacement endorsement.

Section 3 Insurance Premiums. If so determined by the Board of Directors, insurance premiums for any master insurance coverage and other insurance coverages shall be a common expense paid by monthly assessments levied by the Association. Such payments shall be held in a separate escrow account of the Association and used solely for the payment of master property insurance premiums and other insurance premiums, as such premiums become due.

An Owner, by acceptance of a deed or contract for deed thereof, conveys, covenants, constitutes and appoints the Association or its Board of Directors as the Owner's true and lawful Attorney-In-Fact to act in connection with all matters concerning the purchase and maintenance of all types of property and liability insurance pertaining to the Properties or the ownership of any respective Lot and living unit thereto with any insurance company or group of insurance companies. Without limitation on the generality of the foregoing, the Association, as insurance trustee, has full power and authority to purchase and maintain such insurance, to collect proceeds and to distribute the same.

Section 4 Lien for Premiums. The Association may, but shall not be required to, make payment of insurance premiums on behalf of any Owner who becomes delinquent in such payment. Or the first mortgagees of any Lot may, but shall not be required to, make such payments. In the event that the Association or the first mortgagee does make such payment, then such payment and the cost hereof shall be treated as if it is part of the common expense assessment and shall be a charge and a continuing lien on the Lot for whose benefit such premium payment is made. Such payment shall be the personal obligation of the Owner of such Lot, from the time when such premium payment is made.

Section 5 Use of Proceeds. In the event of destruction or damage by causes covered by insurance referred to in this Article X, all proceeds of said insurance coverage shall be payable to the Association as insurance trustee for the Owner or Owners of the damaged Lots. Said insurance proceeds shall be applied and administered as follows:

- a In the event of an insured loss to a Lot, all insurance proceeds paid to the trustee and the first mortgagee of record of the damaged Lot shall be deposited with a title insurance company acceptable to them to be held in escrow for restoration.

- b In the event of an insured loss to a Lot, the Owner of such Lot with respect to which the insurance loss occurs shall, within thirty (30) days after the insurance proceeds are deposited with a title insurance company in accordance with paragraph a above, enter into a firm contract with a qualified builder. The contract shall provide for the reconstruction of the improvement in substantially the same condition as existed immediately prior to the insured loss. However, the Owner shall enter into no contract for an amount in excess of the insurance proceeds then held by the title insurance company until additional funds are deposited in escrow, as above provided. The Owner shall deposit sufficient funds to cover all construction, as determined by the title insurance company. Said reconstruction shall be commenced and completed with due diligence and in no event shall said work be completed later than one-hundred-eighty (180) days after said insurance proceeds are deposited in escrow as aforesaid.
- c The Association and first mortgagee of record of the Lot affected shall have the right, but not the obligation, to deposit said additional funds in excess of the insurance proceeds as may be required to permit construction as herein provided. If the Association makes such deposit for additional fund, the Association shall reimburse itself by a special general assessment against all Lot owners in such annual installments as the Association may determine.
- d In the event such Owner fails to enter into a contract as provided in paragraph b above for the reconstruction of the improvement as provided above, or, in the event that reconstruction is not commenced or completed as provided above, then the Association as trustee, with the consent of the first mortgagee of record, or the first mortgagee of record, with the consent of the trustee, shall have the right, but not the obligation, to enter into those contracts which it deems necessary to complete said reconstruction of the improvement on the Lot. The Association as trustee or the first mortgagee shall have the right to have said insurance proceeds applied in satisfaction of any obligations incurred pursuant to said contract, without liability of any kind to the Owner.
- e The Association or the first mortgagee may employ any bonded party or parties as its agent exercising those functions given to it in this Article. The Association or the first mortgagee shall be empowered to pay said agent a reasonable fee for the services rendered by said agent and collect said charge from the Owner, and in the manner as that which is provided in Article X, Section 3, for the collection of an insurance premium paid by the Association.
- f Disbursement of funds on deposit pursuant to Article X, Section 5b and 5c shall be made by the title insurance company selected as hereinabove provided, subject to the following:
 - i Receipt by the title insurance company of a written consent of any party holding a lien or encumbrance on said Lot.
 - ii Receipt by the title insurance company of such constructions statements, lists of subcontractors, lien waivers and receipts, as it shall determine to be appropriate. Disbursements may be periodic or progress payments, and the title insurance company may make such inspections and withhold such payments as it deems necessary to insure completion with the plans and specifications. The title insurance company shall be entitled to charge and the trustee shall be empowered to pay a reasonable fee for the services rendered by the title insurance company. The Association, as trustee, may collect such charge from the Owner, and in the same manner as is provided for in Article X, Section 3 for the collection of insurance premiums paid by the Association.
 - iii In the event a contract is entered into pursuant to Article X, Section 5b, the written consent of such Owner to said Payment must be obtained.

- g Nothing contained in this Article shall be construed to make the Association or the first mortgagee of record responsible for collection or non-collection of any insurance proceeds. The Association or first mortgagee shall be responsible solely for the insurance proceeds that come into their hands. Such Owner of a Lot damaged or destroyed by causes referred to above shall collect or cause to be collected from the insurance carrier involved the proceeds of the policy covering his Lot, for the use of the trustee and the first mortgagee as herein provided.
- h In the event that a reconstruction contract is for any reason not entered into pursuant to the provisions of Article X, Section 5b and 5c within one hundred eighty (180) days after the deposit of insurance proceeds with the title insurance company as herein provided, said title insurance company shall disburse said proceeds to all mortgagees of record of the affected Lots as its interest appears to retire the indebtedness secured under said mortgage, and disburse the remaining deposits, if any, to such Lot Owner, as the interest may appear.

Section 6 Waiver of Subrogation. All policies of physical damage insurance shall contain waivers of subrogation and waivers of any defense based on coinsurance or of the invalidity arising from acts of the insured and it shall provide that such policies may not be canceled or substantially modified without at least thirty (30) days prior written notice to all insureds, the Association, and all of the mortgagees of record of the Lots, and to the FHA or FNMA, if applicable.

Section 7 Insufficient Proceeds. If the proceeds of the insurance are not sufficient to defray the estimated cost of reconstruction or repair of damaged properties and/or the Common Elements by the Association or if at any time during the reconstruction or repair or upon completion of such reconstruction or repairs, the funds for the payment of costs thereof are insufficient, assessments shall be made against the Owners who own the damaged properties or who have assigned their rights in sufficient amount to provide funds to pay the estimated costs or repairs. The Association shall have a lien on any funds advanced on behalf of such Owners.

Section 8 Other Insurance. The Association shall procure and maintain the following additional insurance coverage:

- a Fidelity coverage against dishonest acts on the part of Directors, Managers, trustees, employees, or volunteers responsible for handling funds collected and held for the benefit of the Owners. The fidelity bond or insurance shall name the Association as the named insured and shall be written in an amount sufficient to provide protection for the Association and the Owners. The amount required shall be in no event less than the amount required by the Act or the estimated maximum amount of funds, including reserves, in the custody of the Association or management agent at any given time. An appropriate endorsement to the policy to cover any persons who serve without compensation shall be added if said policy would not otherwise cover volunteers.
- b A comprehensive policy of public liability insurance covering the Common Elements in amount not less than one million dollars. Such insurance shall contain a "severability of insurance" endorsement that shall preclude the insurer from denying the claim of the Owner because of negligent acts of the Association or other Owners. The policy shall include such additional coverages, endorsements or limits as may be required by regulations of the FHA or FNMA, as a precondition to their insuring, purchasing or financing a mortgage on a lot.
- c Workers Compensation insurance as required by law.
- d Directors and officers liability insurance with such reasonable limits and coverages as the Board of Directors may determine from time to time.

- e Such other insurance as the Board of Directors may determine from time to time to be in the best interests of the Association and the Owners or as may be required by the Act

Section 9 Deductibles As to any deductibles under any insurance overages obtained by the Association, the Board of Directors may

- a pay the deductible as a general common expense,
- b assess the deductible amount against any Loss affected in a reasonable manner, or
- c assess the deductible against any Owner and the Owner's Lot if the loss were caused by the act or omission of the Owner, or the Owner's agents, employees, invitees, guests or anyone occupying the Lot with the expressed or implied permission of the Owner

ARTICLE XI

RIGHTS OF ELIGIBLE MORTGAGEES

Section 1 Consent to Certain Amendments. The written consent of eligible mortgagees representing at least fifty-one percent (51%) of the Lots that are subject to first mortgages held by Eligible Mortgagees, (based upon one vote per first mortgage owned), shall be required for any amendment to this Declaration, Articles of Incorporation or Bylaws of the Association which causes any changes in the following

- a voting rights,
- b increases in assessments that raise the previously assessed amount by more than twenty-five percent (25%), assessment liens or priority of assessment liens,
- c reductions in reserves for maintenance, repair and replacement of Common Elements,
- d responsibility for maintenance and repairs,
- e reallocation of interests in the common elements or right to their use,
- f redefinition of any Lot boundaries,
- g convertibility of Lots into Common Elements or vice versa,
- h expansion of the Property or the addition or withdrawal of property to or from the Property,
- i hazard or fidelity insurance requirements,
- j leasing of Lots,
- k imposition of any restrictions on the leasing of Lots,
- l restoration or repair of the Property, (after hazard damages or partial condemnation) in a manner other than that specified in this Declaration,
- m any action to terminate the legal status of the common interest community after substantial destruction or condemnation occurs, or
- n any provisions that expressly benefit mortgage holders, or insurers or guarantors or mortgages

Notwithstanding the foregoing, implied approval of a proposed amendment shall be assumed when as Eligible Mortgagee fails to submit a response to any written proposal for an amendment within thirty (30) days after it receives proper notice of the proposal, provided that the notice was delivered by certified mail with a return receipt

Section 2 Consent to Certain Actions. The written consent of Eligible Mortgagees representing at least sixty-seven percent (67%) of the Lots that are subject to first mortgages (based upon one vote per first mortgage owned) shall be required to abandon or terminate the common interest community, subject to any greater requirements contained in the Act

Section 3 Consent to Subdivision. No Lot may be partitioned or subdivided without the prior written approval of the Owner, Eligible Mortgagee thereof, and the Association

Section 4 No Right of First Refusal. The right of an Owner to sell, transfer or otherwise convey his Lot shall not be subject to any right of first refusal or similar restrictions

Section 5 Priority of Lien. Any holder of a first mortgage on a Lot or any purchaser of a first mortgage at a foreclosure sale, that comes into possession of a Lot by foreclosure of the first mortgage or by deed or assignment in lieu of foreclosure, takes the Lot free of any claims for unpaid assessments or other charges or liens imposed against the Lot by the Association which have accrued against such Lot prior to acquisition of possession of the Lot by said first mortgage holder or purchaser,

- a except as provided in Article III, Section 9 and Section 51B 3-116 of the Act, and
- b except that any unpaid assessments or charges with respect to the Lot may be reallocated among all Lots in accordance with their interests in Common Elements

Section 6 Priority of Taxes and Other Charges. All taxes, assessments and charges which may become liens prior to the first mortgage under state law shall relate only to the individual Lots and not the Property as a whole

Section 7 Priority for Condemnation Awards. No provisions of this Declaration or the Articles of Incorporation or Bylaws of the Association shall give an owner, or any other party, priority over any right of the Eligible Mortgagee of the Lot 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 Lot and/or the common elements. The Association shall give written notice to all Eligible Mortgagees of any condemnation or eminent domain proceeding affecting the Property promptly upon receipt of notice from the condemning authority

Section 8 Management Agreement. The term of any agreement for professional management of the Property may not exceed one (1) year. Any such agreement must provide at a minimum for termination without penalty or termination fee by either party

- a with cause upon thirty (30) days prior written notice, and
- b without cause, upon ninety (90) days prior written notice

Section 9 Access to Books and Records. Eligible Mortgagees shall have the right to examine the books and records of the Association upon reasonable notice during normal business hours, upon written request, for reasonable charge, copies of the Association's annual reports and other financial statements. Financial statements, including those that are audited, shall be available within one hundred twenty (120) days of the end of the Association's fiscal year. If a request is made by FNMA or any institutional guarantor or insurer of a mortgage loan against a Lot for an audit of the Association's financial statements, the Association shall cause an audit to be made and shall deliver a copy to the requesting party, subject to the Bylaws of the Association

Section 10 Notice Requirements. Upon written request to the Association, identifying the names and address of the holder, insurer or guarantor of a mortgage on a Lot, and the Lot number or address, the holder, insurer or guarantor shall be entitled to timely written notice of

- a A condemnation loss or any casualty loss which affects a material portion of the Lot securing the mortgage
- b A sixty (60) day delinquency in payment of assessments or charges owed by the Owner of a Lot on which it holds a mortgage
- c A lapse, cancellation or material modification of any insurance policy maintained by the Association

- d A proposed action that requires the consent of a specified percentage of Eligible Mortgagees

ARTICLE XII
SPECIAL DECLARANT RIGHTS

Section 1 Period of Declarant Control. Notwithstanding anything in this Declaration or the Association Bylaws to the contrary, the Declarant shall have the right to control the management and affairs of the Association until the earlier of the following events

- a sixty (60) days after the conveyance of seventy-five percent (75%) of the Lots to Lot Owners other than the Declarant, or
- b five (5) years from the date of the recording of this Declaration

During this period of Declarant Control, the Declarant, subject to the Bylaws, shall have the sole right to appoint, remove and replace the officers and directors of the Association

Notwithstanding the foregoing, the Owners other than the Declarant shall have the right to nominate and elect not less than thirty-three and one-third percent (33 1/3%) of the directors at a meeting of the Owners which shall be held within sixty (60) days following the conveyance by the Declarant of fifty percent (50%) of the Lots authorized to be included in the Common Interest Community

Section 2 Maintenance of Sales Offices. Notwithstanding anything herein to the contrary, so long as the Declarant owns an interest in a Lot, the Declarant may maintain advertising signs on any part of the Common Elements and sales offices, management offices and model units in any Lots or in or on any part of the common Elements and such sales offices and model units may be relocated by Declarant from time to time There shall be no limit on the number or location of such offices or model units

Section 3 Easements in Favor of Declarant. Notwithstanding any provisions contained herein to the contrary, so long as construction and initial sale of Lots shall continue, Declarant shall have an easement over and across the common Elements for the purpose of carrying out its sales activities and for the purpose of completing the construction on any Lots, including without limitation the right of vehicular ingress and egress, vehicular parking, material storage, and the maintenance of business offices, signs, model units, and sales offices, and Declarant shall have an easement for access to such facilities, provided, however, that Declarant shall promptly restore any damage to the common elements by reason of any construction incident to the foregoing This Section may not be amended without the express written consent of the Declarant

ARTICLE XIII
GENERAL PROVISIONS

Section 1 Enforcement. 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 provisions of this Declaration Failure by the Association or by any Owner to enforce any covenant or restriction herein contained shall in no event be deemed a waiver of the right to do so thereafter

Section 2 Severability. Invalidation of any one of these covenants or restrictions by judgment or court order shall in no way affect any other provisions, which shall remain in full force and effect

Section 3 Amendment The covenants and restrictions of this Declaration shall run with and bind the land and shall be perpetual This Declaration may be amended by an instrument signed by the Owners representing Lots to which not less than sixty-seven percent (67%) of the total votes have been allocated Any amendment must be recorded

Section 4 Annexation. Additional residential or commercial property and Common Elements may be annexes to the property with the consent of the Declarant or Owners who represent seventy-five percent (75%) of the Lots

Section 5 FHA / VA. If the Common Interest Community has received approval from the Federal Housing Administration or the Department of Veterans Affairs, the following actions will require the prior approval of the Federal Housing Administration or the Department of Veterans Affairs, during any period of Declarant control, annexation of additional properties, dedication of Common Elements and amendments of this Declaration, the Articles of Incorporation of the Association or the Bylaws of the Association

Section 6 Tender of Claims. In the event that any incident occurs which could reasonably give rise to a demand by the Association against the Declarant for indemnification pursuant to the Act, the Association shall promptly tender the defense of the action to its insurance carrier, and give Declarant written notice of such tender, the specific nature of the action and an opportunity to defend against the action

Section 7 Conflicts Among Documents. In the event of any conflict among the provisions of the Act, This Declaration, the Bylaws of the Association or any Rules and Regulations adopted by the Association, the documents shall control in the following order of priority

- a the Act,
- b this Declaration,
- c the Bylaws, and
- d the Rules and Regulations

Section 8 Interpretation. As appropriate, each reference to a masculine pronoun shall include the feminine and neutral pronoun and each reference to a singular pronoun shall include the multiple pronouns and vice versa

Section 9. Limited Common Elements. All portions of the Property other than the Lots are common Elements Certain portions of the Common Elements designed to serve a single Lot are, by operation of Section 515B 2-102(d) and (f) of the Act, Limited Common Elements allocated for the exclusive use by the respective Lots served thereby to the exclusion of other Lots

In addition, the driveways adjacent to and serving each Lot are Limited Common Elements allocated for the exclusive use of the respective Lots to the exclusion of the other Lots Additionally, the entry area and air conditioning equipment serving each Lot and the patio/deck area, if any, which are accessible from each Lot are Limited Common Elements allocated for the exclusive use of such Lot to the exclusion of the other Lots

The air conditioning equipment, which is a limited common element allocated to each Lot, shall be maintained, repaired and replaced by the Owner of each such Lot at such Owner's sole cost and expense All other portions of the Limited Common elements shall be maintained as Common Elements under and pursuant to the provisions of Article IV hereof The expense of any such maintenance and repair shall be charged to the Lot as a Common Expense under and pursuant to the provisions of Article III hereof

Section 10 Condemnation. In the event of the taking of any of the common Elements by eminent domain or any action or proceeding in lieu of eminent domain (hereinafter, "condemnation"), the Association shall represent the Owners in any such condemnation, or in negotiations, settlements and agreements with the condemning authority, and each Owner hereby appoints the Association as his attorney-in-fact, irrevocably, for such purposes If deemed necessary by the Association, it may obtain the services of a trustee to act on behalf of the Owners in carrying out any functions under this Section

In the event of a condemnation of part or all of the common Elements, the award of proceeds of settlement shall be payable to the Association. All proceeds payable with respect to any condemnation of Common Elements shall be applied to the restoration or repair of such Common Elements remaining after such condemnation or to such other purposes as may be in accordance with the functions and powers of the Association and the welfare of the Owners.

If all of a Lot is taken through condemnation, or if so much of a Lot is taken that the remaining property cannot reasonably be used for a purpose allowed by this Declaration, then the entire Lot shall be considered condemned and the Owner's interest in the common Elements and Association shall be deemed to cease on the date such condemnation is completed.

If part of a Lot is taken through condemnation, but the Lot can still be used for a purpose allowed by this Declaration, then there shall be no effect on the Lot Owner's interest in the Common Elements or the Association.

Any proceeds of any condemnation with respect to a Lot shall belong and be paid to the owner thereof and his mortgagee, as their interests may appear.

Section 11 Dissolution The common interest community created by this Declaration may only be terminated with the assent given in writing and signed by not less than the Owners holding eighty percent (80%) of the votes of the Association and eighty percent (80%) of the eligible Mortgagees (each mortgagee having one vote for each Lot financed).

Upon termination of the common interest community, after payment of all the debts and obligations of the Association, all Lots, Common Elements, and Association property shall be administered in accordance with the provisions of the Act.

IN WITNESS WHEREOF, Declarant has caused this Declaration to be executed the date and year first above written.

Vanderbilt Homes, Inc

By Betty Hardle
Its President

STATE OF MINNESOTA)

) ss

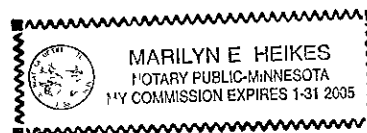
COUNTY OF ANOKA)

The foregoing instrument was acknowledged before me this 26th day of April 26, 2004, by Betty Hardle, the President of Vanderbilt Homes, Inc, a Minnesota corporation, on behalf of said corporation.

Marilyn E. Heikes
Notary Public

This instrument was drafted by

Vanderbilt Homes, Inc
551 Coon Rapids Blvd NW
Coon Rapids, MN 55433
763-780-4663



CONSENT AND JOINDER OF MORTGAGEE

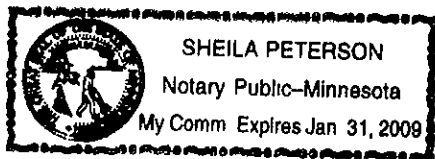
The undersigned, holder of a mortgage on property described in the Declaration of Fellowship Village Townhomes and subject to the foregoing instrument, hereby consents to and joins in such instrument so as to subject the undersigned's interest to the terms thereof

Community National Bank

By *Curtis A. Martinson*
Its *Ex Vice President*

State of Minnesota }
County of *ANOKA* } ss:

The foregoing instrument was acknowledged before me this *27* day of April 2004 by *Curtis A. Martinson*, the *Executive Vice President* of Community National Bank, a *United States Corporation* under the laws of the State of Minnesota, by and on behalf of said *Bank*.



Sheila Peterson
Notary Public

ABSTRACT

Receipt #	83384/3704	<input type="checkbox"/> Incorrect/No Reference #
Date/Time	6/14 10:53	<input checked="" type="checkbox"/> Non standard Document
Document Order	3 of 4	<input type="checkbox"/> Certified Copy/
PINs	De	
Recordability	De	
Filing Fees	\$ 30.00	
Copy/Additional Pg Fees	\$ 7.00	
Well Cert Fees	\$	
<input type="checkbox"/> Incomplete Form		<input type="checkbox"/> Tax Lien/Release
<input type="checkbox"/> Missing Attachment		<input type="checkbox"/> Transfer
<input type="checkbox"/> No Legal Description		<input checked="" type="checkbox"/> Division
<input type="checkbox"/> Non existent Legal Description		<input type="checkbox"/> Status
<input type="checkbox"/> Part(s) Illegible		<input type="checkbox"/> New legal Description
		<input type="checkbox"/> GAC
		<input type="checkbox"/> Deferred Specials
		<input type="checkbox"/> No Change

DOCUMENT NO 19316260 Abstract
 19316260 ABSTRACT
ANOKA COUNTY MINNESOTA

I HEREBY CERTIFY THAT THE WITHIN INSTRUMENT WAS FILED IN THIS OFFICE
 FOR RECORD ON
 AT JUN 14 2004 AND WAS DULY RECORDED
 FEES AND TAXES IN THE AMOUNT OF \$37.00 PAID

RECEIPT NO 2004083384

MAUREFN J DEVINE
 ANOKA COUNTY PROPERTY TAX ADMINISTRATOR/RECORDER/REGISTRAR OF TITLES

BY BMC
 DEPUTY PROPERTY TAX ADMINISTRATOR/RECORDER/REGISTRAR OF TITLES

B-OR1020940-2
 152031

Old Republic Title