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DECLARATION OF COVENANTS

FOR

LUCAYA POINTE

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EXHIBITS

- Exhibit "A" Articles of Incorporation
- Exhibit "B" By-Laws
- Exhibit "C" Initial Common Areas
- Exhibit "D" Initial Portions of The Properties
- Schedule "A" Rules and Regulations

**DECLARATION OF COVENANTS
FOR
LUCAYA POINTE**

THIS DECLARATION OF COVENANTS is made this ____ day of _____, 2022, by GRBK GHO LUCAYA POINTE, LLC, a Florida limited liability company ("**Declarant**") which declares hereby that "**The Properties**" described in Article II of this Declaration are and shall be held, transferred, sold, conveyed and occupied subject to the covenants, restrictions, easements, charges and liens hereinafter set forth.

**ARTICLE I
DEFINITIONS**

The following words when used in this Declaration (unless the context shall prohibit) shall have the following meanings:

(a) "**Act**" shall mean and refer to Chapter 720, Florida Statutes, governing homeowners' associations, as same exists on the date of recording of this Declaration and as same may subsequently renumbered, unless otherwise provided in this Declaration. Notwithstanding the designation of the effective date of the Act as it applies to this Declaration (and the Association), any future amendments to the Act which are of a procedural (versus substantive) nature shall be binding on the Association.

(b) "**Architectural Review Committee**" or "**ARC**" shall mean and refer to the Committee appointed per, and performing the duties under, Article VII, Section 13 of this Declaration.

(c) "**Association**" shall mean and refer to **LUCAYA POINTE PROPERTY OWNERS ASSOCIATION, INC.**, a Florida corporation not-for-profit. The Articles of Incorporation and By-Laws of the Association are attached hereto as **Exhibits "A" and "B"**, respectively.

(d) "**Board of Directors**" or "**Board**" shall mean and refer to the duly appointed or elected Board of Directors of the Association.

(e) "**Builder**" shall mean and refer to a party or its affiliate having acquired a Lot(s) from Declarant for the purpose of constructing a Home(s) thereon for resale to a third party, specifically including GRBK GHO Homes, LLC and Declarant.

(f) "**Common Areas**" shall mean and refer to the property established as such in this Declaration, plus all property designated as Common Areas in any future recorded supplemental declaration; together with the landscaping and any improvements thereon, including, without limitation, all gatehouses, gates, private roadways and sidewalk areas, fountains, structures, recreational facilities, open space, walkways, sprinkler systems and street lights, if any, but excluding any public utility installations thereon, not made Common Areas hereunder, and any other property of Declarant not intended to be made Common

Areas. The Surface Water Management System, as defined below, shall be Common Areas hereunder, regardless of where portions of same are located. Common Areas may be owned now or in the future by the Association or may be solely in the nature of an easement. The initial Common Areas are more particularly described in **Exhibit "C"** hereto.

(g) **"Declarant"** shall mean and refer to **GRBK GHO LUCAYA POINTE, LLC**, a Florida limited liability company, its successors and such of its assigns as to which the rights of Declarant hereunder are specifically assigned. Declarant may assign all or a portion of its rights hereunder, or all or a portion of such rights in connection with appropriate portions of The Properties. In the event of such a partial assignment, the assignee shall not be deemed the Declarant, but may exercise such rights of Declarant specifically assigned to it. Any such assignment may be made on a non-exclusive basis.

(h) **"First Mortgagee"** shall mean and refer to a person or entity holding a mortgage on a Lot which is first in priority over any other mortgage.

(i) **"Home"** shall mean and refer to the individual residential structure, together with all related structures, installations and other improvements constructed on a Lot for which a certificate of occupancy has been issued. A Home may be a free-standing single family home or a Townhome, as defined below.

(j) **"Limited Common Areas"** shall mean and refer to portions of the Common Areas, if any, dedicated to the exclusive use of an adjacent Home, with such area to be determined as provided in Article IV, Section 10 hereof.

(k) **"Lot"** shall mean and refer to any Lot on any plat or site plan of all or a portion of The Properties, which is designated by Declarant hereby or by any other recorded instrument to be subject to these covenants and restrictions, any Lot shown upon any re-subdivision of any such plat, on site plan amendment and any other property hereafter declared as a Lot by the Declarant and thereby made subject to this Declaration. **It should be noted that each Lot consists of the land immediately under the Home located on the Lot and that the surrounding lands are Common Areas, subject, however, to the easements specifically in favor of the Lot established by Article IV, Section 9 of this Declaration.**

(l) **"Member"** shall mean and refer to all those Owners who are Members of the Association as provided in Article III hereof.

(m) **"Member's Permittee"** shall mean and refer to a person described in Article VIII, Section 3 hereof.

(n) **"Owner"** shall mean and refer to the record owner, whether one or more persons or entities, of the fee simple title to any Lot situated upon The Properties.

(o) **"SJRWMD"** shall mean and refer to the St. Johns River Water Management District or any successor entity thereof.

(p) **"Surface Water or Stormwater Management System"** means a system which is designed and constructed or implemented to control discharges which are necessitated by rainfall events, incorporating methods to collect, convey, store, absorb, inhibit, treat, use or reuse water to prevent or reduce flooding, overdrainage, environmental degradation, and water pollution or otherwise effect the quantity or quality of discharges.

(q) **"The Properties"** shall mean and refer to all existing properties, and additions thereto, as are now or hereafter made subject to this Declaration, except those which are withdrawn from the provisions hereof in accordance with the procedures hereinafter set forth. The initial portions of The Properties are described in **Exhibit "D"** hereto.

(r) **"Townhome"** shall mean and refer to a Home which is attached to and shares a party wall and roof with an adjacent Home.

ARTICLE II
PROPERTY SUBJECT TO THIS DECLARATION; ADDITIONS THERETO

Section 1. Legal Description.

The real property which is and shall be held, transferred, sold, conveyed and occupied subject to this Declaration is located in Indian River County, Florida, and is more particularly described in this Declaration, all of which real property (and all improvements thereto), together with additions thereto, but less any withdrawals therefrom, is herein referred to collectively as **"The Properties"**.

Section 2. Supplements.

Declarant may from time to time bring other land under the provisions hereof by recorded supplemental declarations (which shall not require the consent of then-existing Owners, the Association, or any mortgagee other than that of the land intended to be added to the Properties) and thereby add to The Properties. To the extent that such additional real property shall be made a part of The Properties as a common scheme, reference herein to The Properties shall be deemed to be reference to all of such additional property where such reference is intended to include property other than that legally described above. Nothing herein, however, shall obligate the Declarant to add to the initial portion of The Properties, to develop any such future portions under such common scheme, nor to prohibit Declarant (or the applicable Declarant-affiliated Owner) from rezoning and changing plans with respect to such future portions. All Owners, by acceptance of a deed to or other conveyance of their Lots, thereby automatically consent to any such rezoning, change, addition or deletion thereafter made by the Declarant (or the applicable Declarant-affiliated Owner thereof) and shall evidence such consent in writing if requested to do so by the Declarant at any time (provided, however, that the refusal to give such written consent shall not obviate the general effect of this provision).

Section 3. Withdrawal.

Declarant reserves the right to also use a supplemental declaration at any time, without prior notice and without the consent of any person or entity, for the purpose of removing certain portions of The Properties then owned by the Declarant or its affiliates or the Association from the provisions of this Declaration to the extent included originally in error or as a result of any changes whatsoever in the plans for The Properties desired to be effected by the Declarant; provided, however, that such withdrawal is not unequivocally contrary to the overall, uniform scheme of development for The Properties. Any withdrawal of land not owned by Declarant shall require the written consent or joinder of the then-owner(s) and mortgagee(s) of such land and of the SJRWMD if any portion of the Surface Water Management System is located thereon or if same is otherwise affected by such withdrawal.

ARTICLE III
MEMBERSHIP AND VOTING RIGHTS IN THE ASSOCIATION

Section 1. Membership.

Every person or entity who is a record Owner of a fee or undivided fee interest in any Lot shall be a Member of the Association. Notwithstanding anything else to the contrary set forth in this Section 1, any such person or entity who holds such interest merely as security for the performance of an obligation shall not be a Member of the Association.

Section 2. Voting Rights.

The Association shall have two (2) classes of voting membership:

Class A. Class A Members shall be all those Owners as defined in Section 1 with the exception of the Declarant (as long as the Class B Membership shall exist, and thereafter, the Declarant shall be a Class A Member to the extent it would otherwise qualify). Class A Members shall be entitled to one (1) vote for each Lot in which they hold the interests required for membership by Section 1. When more than one person holds such interest or interests in any Lot, all such persons shall be Members, but the single vote for such Lot shall be exercised as they among themselves determine but, subject only to the following subsection, in no event shall more than one (1) vote be cast with respect to any such Lot.

Class B. The Class B Member shall be the Declarant. The Class B member shall be entitled to one (1) vote, plus two (2) votes for each vote entitled to be cast in the aggregate at any time and from time to time by the Class A Members. The Class B membership shall cease and terminate ninety (90) days after ninety percent (90%) of the Lots within The Properties have been sold and conveyed by the Declarant (or its affiliates) to parties other than Builders, or sooner at the election of the Declarant (as provided in the Act as to the entitlement of Class A Members to elect majority of Directors), whereupon the Class A Members shall be obligated to elect the Board and assume control of the Association. Class

A Members shall be entitled to elect a member of the Board of Directors when fifty percent (50%) of all of the Lots have been sold and conveyed to parties other than Builders.

Section 3. General Matters.

Without limiting the generality of Article XV, Section 7 of this Declaration, the provisions of this Article III shall take precedence and control over any conflicting provision of the Articles of Incorporation and By-Laws of the Association. When reference is made herein, or in the Articles, By-Laws, Rules and Regulations, management contracts or otherwise, to a majority or specific percentage of Members, such reference shall be deemed to be reference to a majority or specific percentage of the votes of Members present in person or by proxy at a duly constituted meeting thereof (*i.e.*, one for which proper notice has been given and at which a quorum exists) and not of the Members themselves or of their Lots.

ARTICLE IV
COMMON AREAS; CERTAIN EASEMENTS

Section 1. Members' Easements.

Each Member, and each Member's Permittee, shall have a non-exclusive permanent and perpetual easement over and upon the Common Areas for the intended use and enjoyment thereof in common with all other such Members, Member's Permittees, their tenants, agents and invitees, in such manner as may be regulated by the Association.

Without limiting the generality of the foregoing, such rights of use and enjoyment are hereby made subject to the following:

(a) The right and duty of the Association to levy assessments against each Lot for the purpose of maintaining the Common Areas and facilities in compliance with the provisions of this Declaration and with the restrictions on the plats of portions of The Properties from time to time recorded.

(b) The right of the Association to suspend the Member's (and such Member's Permittees') right to use the recreational facilities (if any) for any period during which any assessment against his Lot or other sums due the Association from such Member remains unpaid for more than thirty (30) days; and for a period not to exceed sixty (60) days for any infraction of this Declaration or its lawfully adopted and published rules and regulations.

(c) The right of the Association to charge reasonable admission and other fees for the use of recreational facilities (if any) situated on the Common Areas.

(d) The right of the Association to adopt at any time and from time to time and enforce rules and regulations governing the use of the Common Areas and all facilities at any time situated thereon, including the right to fine Members as hereinafter provided. Any rule and/or regulation so adopted by the Association shall apply until rescinded or modified as if originally set forth at length in this Declaration.

(e) The right to the use and enjoyment of the Common Areas and facilities thereon shall extend to all Members' Permittees, subject to regulation from time to time by the Association in its lawfully adopted and published rules and regulations.

(f) The right of Declarant to permit such persons as Declarant shall designate to use the Common Areas and all recreational facilities located thereon (if any).

(g) The right of Declarant and the Association to have, grant and use general ("blanket") and specific easements over, under and through the Common Areas.

(h) The right of the Association, by a two-thirds (2/3) affirmative vote of the entire membership, to dedicate or convey portions of the Common Areas to any other association having similar functions, or any public or quasi-public agency, community development district or similar entity under such terms as the Association deems appropriate and to create or contract with the other association, community development and special taxing districts for lighting, roads, recreational or other services, security, or communications and other similar purposes deemed appropriate by the Association (to which any such dedication or contract all Owners, by the acceptance of the deed to their Lot shall be deemed to have consented, with no consent of any other party being necessary except the Declarant).

WITH RESPECT TO THE USE OF THE COMMON AREAS AND THE PROPERTIES GENERALLY, ALL PERSONS ARE REFERRED TO ARTICLE XV, SECTIONS 10 AND 11, AND ARTICLE XVI, HEREOF, WHICH SHALL AT ALL TIMES APPLY THERETO.

Section 2. Easements Appurtenant.

The easements provided in Section 1 shall be appurtenant to and shall pass with the title to each Lot, but shall not be deemed to grant or convey any ownership interest in the Common Area subject thereto.

Section 3. Maintenance.

The Association shall at all times maintain in good repair and manage, operate and insure, and shall replace as often as necessary, the Common Areas (including the Surface Water Management System) and, to the extent not otherwise provided for, the paving, drainage structures, landscaping (including the master irrigation system), improvements and other structures (except public utilities to the extent same have not been made Common Areas) situated on the Common Areas, if any, all such work to be done as ordered by the Board of Directors of the Association. Without limiting the generality of the foregoing, the Association shall assume all of Declarant's and its affiliates' responsibility to Indian River County and its governmental and quasi-governmental subdivisions and similar entities of any kind with respect to the Common Areas and shall indemnify and hold the Declarant and its affiliates harmless with respect thereto. Notwithstanding the foregoing, the Owner of a Home served by a Limited Common Area shall be solely responsible for the maintenance, repair and replacement thereof.

In light of the proximity of the Common Areas to the Homes and the equipment described in Section 9, below, the Association shall exercise due care in not damaging such equipment while maintaining the adjacent Common Areas but, conversely, the Owner of the Home and its Member's Permittees shall likewise use due care in not altering, relocating or adding to the equipment and installations described in that Section without the approval of the Architectural Control Committee described in Article VII, Section 13 of this Declaration and then only in strict compliance with any conditions or restrictions imposed by said Committee in connection with such approval, if granted at all.

The Association shall also maintain, in the same manner as Common Areas, the land, landscaping and improvements covered by any easement in favor of the Association which provides for such maintenance.

Whenever streets or paved surfaces which are part of the Common Areas are excavated or otherwise disturbed for utility work or otherwise, the Association shall be responsible for the repair or restoration of such Common Areas.

All work pursuant to this Section and all expenses incurred or allocated to the Association pursuant to this Declaration shall be paid for by the Association through assessments (either general or special) imposed in accordance herewith.

No Owner may waive or otherwise escape liability for assessments by non-use (whether voluntary or involuntary) of the Common Areas or abandonment of the right to use the Common Areas.

Section 4. Utility Easements.

Use of the Common Areas for utilities, as well as use of the other utility easements as shown on relevant plats, shall be in accordance with the applicable provisions of this Declaration and said plats. The Declarant and its affiliates and its and their designees shall have a perpetual easement over, upon and under the Common Areas and the unimproved portions of the Lots for the installation, operation, maintenance, repair, replacement, alteration and expansion of utilities.

Section 5. Public Easements.

Fire, police, health and sanitation, utility, U.S. Postal Service and other public service personnel and vehicles shall have a permanent and perpetual easement for ingress and egress over and across the Common Areas in the performance of their respective duties.

Section 6. Surface Water Management System.

The Association shall have a perpetual non-exclusive easement over all areas of the surface water or stormwater management system for access to operate, maintain or repair the system. By this easement, the Association shall have the right to enter upon any portion of any lot which is a part of the surface water or stormwater management system, at a reasonable time and in a reasonable manner, to operate, maintain or repair the surface water or stormwater management system as required by the St. Johns River

Water Management District permit. Additionally, the Association shall have a perpetual non-exclusive easement for drainage over the entire surface water or stormwater management system. No person shall alter the drainage flow of the surface water or stormwater management system, including buffer areas or swales, without the prior written approval of the St. Johns River Water Management District.

Section 7. Ownership.

The Common Areas are hereby dedicated non-exclusively to the joint and several use, in common, of the Declarant and the Owners of all Lots that may from time to time constitute part of The Properties and all Member's Permittees and the Declarant's tenants, guests and invitees, all as provided and regulated herein or otherwise by the Association. The Common Areas (or appropriate portions thereof which are to be owned by the Association, as opposed to being easements) shall, upon the later of completion of the improvements thereon or the date when the last Lot within The Properties has been conveyed to a purchaser (or at any time and from time to time sooner at the sole election of the Declarant), be conveyed by quit claim deed to the Association, which shall be deemed to have automatically accepted such conveyance. Beginning from the date this Declaration is recorded, the Association shall be responsible for the maintenance, insurance and administration of such Common Areas (whether or not then conveyed or to be conveyed to the Association), all of which shall be performed in a continuous and satisfactory manner without cost to the general taxpayers of Indian River County. It is intended that any and all real estate taxes assessed against that portion of the Common Areas owned or to be owned by the Association shall be (or have been, because the purchase prices of the Lots and Homes have already taken into account their proportionate shares of the values of the Common Area), proportionally assessed against and payable as part of the taxes of the applicable Lots within The Properties. However, in the event that, notwithstanding the foregoing, any such taxes are assessed directly against the Common Areas, the Association shall be responsible for the payment (subject to protest or appeal before or after payment) of the same, including taxes on any improvements and any personal property located thereon, which taxes accrue from and after the date these covenants are recorded, and such taxes shall be prorated between Declarant and the Association as of the date of such recordation.

Declarant, its affiliates and Builders shall have the right from time to time to enter upon the Common Areas and other portions of The Properties (including, without limitation, any unimproved portions of Lots) for the purpose of the installation, construction, reconstruction, repair, replacement, operation, expansion and/or alteration of any improvements or facilities on the Common Areas or elsewhere on The Properties that Declarant, its affiliates or Builders elect to effect, and to use, without charge, the Common Areas and other portions of The Properties for sales, displays and signs or for any other purpose during the period of construction and sale of any portion thereof or of other portions of adjacent or nearby communities. Without limiting the generality of the foregoing, the Declarant and its affiliates shall have the specific right to maintain upon any portion of The Properties sales, administrative, construction or other offices and appropriate exclusive and non-exclusive easements of access and use are expressly reserved unto the Declarant and

its affiliates, and its and their successors, assigns, employees and contractors, for this purpose. Any obligation (which shall not be deemed to be created hereby) to complete portions of the Common Areas shall, at all times, be subject and subordinate to these rights and easements and to the above-referenced activities. Accordingly, the Declarant shall not be liable for delays in such completion to the extent resulting from the need to finish the above-referenced activities prior to such completion.

Section 8. Platted Easements.

The rights to use all easements created by the Plat of The Properties may be enforced by the Association as fully as if stated herein and no party shall make any improvements or otherwise do anything which interferes with the lawful use of such easements, except as provided elsewhere in this Declaration.

Section 9. Home Equipment.

Any and all heating/air conditioning, swimming pool, generators and other equipment initially installed by Declarant or a Builder to serve a Home, and all replacements thereof, which is located on adjacent Common Areas shall nevertheless be the sole maintenance responsibility of the Owner of such Home. Each such Owner is hereby granted a perpetual and exclusive easement on the portions of the Common Areas on which such equipment (and any concrete pad or other supporting installation used by such equipment) occupies as well as for any pipes, lines, conduits or other installations connecting the Home equipment to the Home. The aforesaid areas for which this easement is granted shall be deemed Limited Common Areas appurtenant to the Home's Lot.

Section 10. Limited Common Areas.

There are presently no Limited Common Areas other than driveway aprons (and, if included within a road right-of-way, any swale adjoining a Lot) located in road rights of way dedicated to the Association, same being Common Areas and the areas occupied by the Home equipment described in Section 9, above. However, additional Limited Common Areas may be established by an amendment(s) hereto.

Section 11. No Planned Amenities.

All persons are hereby notified that Declarant currently does not intend to install any recreational facilities or other amenities within The Properties but reserves the right, in its sole and absolute discretion, to do so prior to the completion of the development of The Properties.

ARTICLE V
COVENANT FOR MAINTENANCE ASSESSMENTS

Section 1. Creation of the Lien and Personal Obligation for Assessments; Assessment Rates.

Except as provided elsewhere herein, the Declarant (and each party joining in any supplemental declaration), for all Lots within The Properties, hereby covenants and agrees, and each Owner of any Lot by acceptance of a deed therefor or other conveyance thereof, whether or not it shall be so expressed in such deed or other conveyance, shall be deemed to covenant and agree, to pay to the Association annual assessments and charges for the operation of, and for payment of expenses allocated or assessed to or through, the Association, the maintenance, management, operation and insurance of the Common Areas as provided elsewhere herein, including such reasonable reserves as the Board of Directors may deem necessary, capital improvement assessments, as provided in Section 4 hereof, special assessments as provided in Section 3 hereof and all other charges and assessments hereinafter referred to or lawfully imposed by or on the Association, all such assessments to be fixed, established and collected from time to time as herein provided. In addition, special assessments may be levied against particular Owners and Lots for fines, expenses incurred against particular Lots and/or Owners to the exclusion of others and other charges against specific Lots or Owners as contemplated in this Declaration. The annual, special and other assessments, together with such interest thereon and costs of collection thereof as hereinafter provided, shall be a charge on the land and shall be a continuing lien upon the Lot against which each such assessment is made. Each such assessment, together with such interest thereon and costs of collection thereof as hereinafter provided, shall also be the personal obligation of the person who is the Owner of such property at the time when the assessment became due and all subsequent Owners until paid, except as provided in Section 8 of this Article.

In light of the fact that the Association may provide different levels of service, or incur Common Area and other expenses fairly allocable, to some Lots/Homes to the exclusion of others, the Board of Directors shall have the authority to set different rates of assessments for different Lots, provided that Lots which are determined by the Board to be similarly situated shall be assessed at an equal rate. The foregoing shall not, however, prohibit the Board from levying assessments on all Lots at the same rate.

Assessments shall also be used for the maintenance and repair of the surface water or stormwater management systems including but not limited to work within retention areas, drainage structures and drainage easements.

Section 2. Purpose of Assessments.

The regular assessments levied by the Association shall be used exclusively for the purposes expressed in Section 1 of this Article.

Section 3. Special Assessments.

In addition to the regular and capital improvement assessments which are or may be levied hereunder, the Association (through the Board of Directors) shall have the right to levy special assessments against an Owner(s) to the exclusion of other Owners for (i) the repair or replacement of damage to any portion of the Common Areas (including, without limitation, improvements and landscaping thereon) caused by the misuse, negligence or other action or inaction of an Owner or a Member's Permittee(s), (ii) the costs of exterior maintenance work on attached Homes per Article VI of this Declaration or (iii) the costs of remedial work performed by the Association in accordance with Article VI (together with any surcharges collectible thereunder). Any such special assessment shall be subject to all of the applicable provisions of this Article including, without limitation, lien filing and foreclosure procedures and late charges and interest. Any special assessment levied hereunder shall be due within the time specified by the Board of Directors in the action imposing such assessment. Notwithstanding the foregoing, no special assessment shall be levied by the Board of Directors during the period in which a majority of the directors is appointed by the Declarant unless approved by a majority vote of the Members of the Association in attendance at a duly constituted meeting thereof at which a quorum is present.

Section 4. Capital Improvements.

Funds which, in the aggregate, exceed the lesser of Fifty Thousand and No/100 Dollars (\$50,000.00) or ten percent (10%) of the total amount of the current operating budget of the Association in any one fiscal year which are necessary for the addition of capital improvements (as distinguished from repairs and maintenance) relating to the Common Areas under the jurisdiction of the Association and which have not previously been collected as reserves or are not otherwise available to the Association (other than by borrowing) shall be levied by the Association as assessments only upon approval of a majority of the Board of Directors of the Association and upon approval by two-thirds (2/3) favorable vote of the Members of the Association voting at a meeting or by ballot as may be provided in the By-Laws of the Association.

Section 5. Date of Commencement of Annual Assessments; Due Dates.

The annual regular assessments provided for in this Article shall commence on the first day of the month next following the recordation of these covenants and shall be applicable through December 31 of such year. Each subsequent annual assessment shall be imposed for the year beginning January 1 and ending December 31.

The annual assessments shall be payable in advance in monthly installments, or in annual, semi- or quarter-annual installments if so determined by the Board of Directors of the Association (absent which determination they shall be payable quarterly).

The assessment amount (and applicable installments) may be changed at any time by said Board from that originally stipulated or from any other assessment that is in the future adopted. The original assessment for any year shall be levied for the calendar year (to be

reconsidered and amended, if necessary, no more than twice each year), but the amount of any revised assessment to be levied during any period shorter than a full calendar year shall be in proportion to the number of months (or other appropriate installments) remaining in such calendar year.

The due date of any special assessment or capital improvement assessment shall be fixed in the Board resolution authorizing such assessment.

Section 6. Duties of the Board of Directors.

The Board of Directors of the Association shall fix the date of commencement and the amount of the assessment against the Lots subject to the Association's jurisdiction for each assessment period, to the extent practicable, at least thirty (30) days in advance of such date or period, and shall, at that time, prepare a roster of the Lots and assessments applicable thereto which shall be kept in the office of the Association and shall be open to inspection by any Owner.

Written notice of the assessment shall thereupon be sent to every Owner subject thereto twenty (20) days prior to payment of the first installment thereof, except as to special assessments. In the event no such notice of the assessments for a new assessment period is given, the amount payable shall continue to be the same as the amount payable for the previous period, until changed in the manner provided for herein.

Subject to other provisions hereof, the Association shall upon demand at any time furnish to any Owner liable for an assessment a certificate in writing signed by an officer of the Association, setting forth whether such assessment has been paid as to any particular Lot. Such certificate shall be conclusive evidence of payment of any assessment to the Association therein stated to have been paid.

The Association, through the action of its Board of Directors, shall have the power, but not the obligation, to enter into an agreement or agreements from time to time with one or more persons, firms or corporations (including affiliates of the Declarant) for management services. The Association shall have all other powers provided in its Articles of Incorporation and By-Laws.

Section 7. Effect of Non-Payment of Assessment; the Personal Obligation; the Lien; Remedies of the Association.

If the assessments (or installments) provided for herein are not paid on the date(s) when due (being the date(s) specified herein or pursuant hereto), then such assessments (or installments) shall become delinquent and shall, together with late charges, interest and the cost of collection thereof as hereinafter provided, thereupon become a continuing lien on the Lot which shall bind such property in the hands of the then Owner, his heirs, personal representatives, successors and assigns. Except as provided in Section 8 of this Article to

the contrary, the personal obligation of the then Owner to pay such assessment shall pass to his successors in title and recourse may be had against either or both.

If any installment of an assessment is not paid within fifteen (15) days after the due date, at the option of the Association, a late charge not greater than the amount of such unpaid installment may be imposed (provided that only one late charge may be imposed on any one unpaid installment and if such installment is not paid thereafter, it and the late charge shall accrue interest as provided herein but shall not be subject to additional late charges; provided further, however, that each other installment thereafter coming due shall be subject to one late charge each as aforesaid) or the next twelve (12) months' worth of installments may be accelerated and become immediately due and payable in full and all such sums shall bear interest from the dates when due until paid at the highest lawful rate (or, if there is no highest lawful rate, eighteen percent (18%) per annum) and the Association may bring an action at law against the Owner(s) personally obligated to pay the same, may record a claim of lien (as evidence of its lien rights as hereinabove provided for) against the Lot on which the assessments and late charges are unpaid, may foreclose the lien against the Lot on which the assessments and late charges are unpaid, or may pursue one or more of such remedies at the same time or successively, and attorneys' fees and costs actually incurred in preparing and filing the claim of lien and the complaint, if any, and prosecuting same, in such action shall be added to the amount of such assessments, late charges and interest, and in the event a judgment is obtained, such judgment shall include all such sums as above provided and attorneys' fees actually incurred together with the costs of the action, through all applicable appellate levels.

In the case of an acceleration of the next twelve (12) months' of installments, each installment so accelerated shall be deemed, initially, equal to the amount of the then most current delinquent installment, provided that if any such installment so accelerated would have been greater in amount by reason of a subsequent increase in the applicable budget, the Owner of the Lot whose installments were so accelerated shall continue to be liable for the balance due by reason of such increase and special assessments against such Lot shall be levied by the Association for such purpose.

In addition to the rights of collection of assessments stated in this Section, any and all persons acquiring title to or an interest in a Lot as to which the assessment is delinquent, including, without limitation, persons acquiring title by operation of law and by judicial sales, shall not be entitled to the occupancy of such Lot or the enjoyment of the Common Areas until such time as all unpaid and delinquent assessments due and owing from the selling Owner have been fully paid; provided, however, that the provisions of this sentence shall not be applicable to the mortgagees and purchasers contemplated by Section 8 of this Article.

All assessments, late charges, interest, penalties, fines, attorney's fees and other sums provided for herein shall accrue to the benefit of the Association.

Section 8. Subordination of the Lien.

The lien of the assessments provided for in this Article shall be subordinate to real property tax liens and the lien of any first mortgage (recorded prior to recordation by the Association of a claim of lien) held by First Mortgagee or a lender or insured by FNMA/FHLMC, FHA or VA and which is now or hereafter placed upon any Lot; provided, however, that any such mortgage lender when in possession or any receiver, and in the event of a foreclosure, any purchaser at a foreclosure sale, and any such mortgage lender acquiring a deed in lieu of foreclosure, and all persons claiming by, through or under such purchaser or mortgage lender, shall hold title subject to the liability and lien of any assessment coming due after such foreclosure (or conveyance in lieu of foreclosure). Any unpaid assessment which cannot be collected as a lien against any Lot by reason of the provisions of this Section shall be deemed to be an assessment divided equally among, payable by and a lien against all Lots subject to assessment by the Association, including the Lots as to which the foreclosure (or conveyance in lieu of foreclosure) took place. No mortgagee shall be required to collect assessments.

Notwithstanding the foregoing, a First Mortgagee who acquires title to a Lot through foreclosure or deed in foreclosure shall be liable to the Association for (i) the lesser of one percent (1%) of the original principal amount of the applicable first mortgage the assessments payable to the Association with respect to the Lot for the twelve (12) months immediately preceding such acquisition of title or (ii) the maximum amount provided in the Act, as amended from time to time, if greater than the amount determined by the foregoing clause (i).

Section 9. Working Capital Contribution; Improvement Fee.

Upon the sale of a Lot to a party other than a Builder, the purchaser thereof shall pay to the Association a working capital contribution of Two Thousand Fifty Dollars (\$2,050). Said contribution shall not be credited against any current assessments but shall become part of the general funds of the Association and may be used for such purposes as the Association, acting through the Board of Directors, may elect, whether for operating expenses or other purposes authorized by this Declaration or reserves. Unless and until changed by the Board of Directors, Eight Hundred Dollars (\$800) of such contribution shall be held as reserves for capital replacements, deferred maintenance or other contingencies and One Thousand Dollars (\$1,000) shall be used for operating funds. Additionally, on the initial sale of Lot, a Two Hundred Fifty Dollar (\$250) Common Area improvement fee shall be payable to Declarant as reimbursement for the installation of the gate(s) and master irrigation system serving the Properties and for the gate access devices provided Owners by Declarant.

Section 10. Declarant's Payments.

Declarant shall not be required to pay assessments levied on the Lots owned by it which are subjected to this Declaration for so long as Declarant pays all common expenses incurred by the Association in excess of those assessments and other revenue receivable (as opposed to received) from all other Owners or otherwise. Such payment

of common expenses shall be made such that if at any time during the below-specified time period, assessments received from other Owners and other revenues collected by the Association are not sufficient for the payment of common expenses on a timely basis, Declarant shall advance sufficient cash to the Association at the time such payments are due.

The foregoing provision shall be effective from the date of the recording of this Declaration until the date which is the earlier of when the Declarant notifies the Association of its election to instead pay assessments on its Lots or when the Class A Members elect a majority of the Board of Directors of the Association.

Section 11. Association Funds.

The portion of all regular assessments collected by the Association for reserves for future expenses, and the entire amount of all special and capital assessments, shall be held by the Association and may be invested in interest bearing accounts or in certificates of deposit or other like instruments or accounts available at banks or savings and loan institutions, the deposits of which are insured by an agency of the United States.

**ARTICLE VI
MAINTENANCE OF HOMES AND LOTS**

Section 1. Exteriors of Homes and Underlying Lot.

Each Owner shall maintain the surfaces of all structures (including the surfaces of the Home and driveway, the Home's sidewalk(s) and other improvements on the Lot), as well as any subsurface installations and conditions in a neat, orderly and attractive manner and consistent with the general appearance of The Properties. The minimum (though not sole) standard for the foregoing shall be consistency with the general appearance of The Properties as initially constructed and otherwise improved by Declarant or by any Builders who build in accordance with plans approved by Declarant (taking into account, however, normal weathering and fading of exterior finishes, but not to the point of unsightliness, in the judgment of the Association). The Owner shall repaint or restain, as appropriate, the exterior portions of the Home (with the same colors as initially used on the Home) as often as is necessary to comply with the foregoing standards.

The responsibilities of the Owner as aforesaid shall extend not only to the surfaces of Homes and other improvements, including the walls and roofs thereof and any fences, but shall include maintaining (including washing, repairing or replacing) windows, replacing light bulbs and fixtures, maintaining or repairing any hardware systems for entry or garage doors or other functions beyond those of a "cosmetic" nature, except as provided below. All such extended responsibilities shall be performed according to those standards set forth herein so as to maintain those portions of the Home and other improvements in the aforesaid condition and so as to be fully functional.

In addition to the foregoing, in the event that a Lot contains a lanai, patio or similar structure, as well as any swimming pool and related deck and equipment, serving the Home

thereon, the Owner of the Lot shall be solely responsible for the maintenance thereof in a clean, orderly and attractive condition, including all furniture and installations thereon. Likewise, the Owner of a Lot shall maintain the mailbox and driveway apron serving the Home, even if included in a platted Common Area right of way.

In the event that any Owner fails to perform the Owner's maintenance responsibilities as set forth above and such failure continues for a period of ten (10) days after written notice thereof given to the Owner by the Association, then the Association shall have the right to perform such maintenance and to levy a special assessment against the Owner for the full cost thereof, together with an administrative surcharge as determined by the Board of Directors but not to exceed twenty five percent (25%) of the sums otherwise owed for such remedial work.

In the event of the need for a repair to exterior portion of a Townhome (e.g., repairing a roof leak), the Association or Owner, whichever discovers such repair item first, shall notify the other and the Owner shall have the option of having the repair work performed by a party of its choice or having the Association do so, in which case the costs of such repair shall be a special assessment levied on the Lot on which the Townhome is located. Notwithstanding the foregoing, should the Association determine that the need for repair effects more than one (1) of two (2) attached Townhomes in a Building (e.g., in the case of a roof leak which causes water to leak into an adjacent Townhome), then the Association shall undertake such work and specially assess the Townhomes in question for the cost of doing so. The foregoing shall also apply to re-roofing and repainting.

Section 2. Right of Entry.

The Association shall have the right to enter onto a Lot to perform any maintenance thereon required to be performed by the Owner of the Home located on the Lot which is not so performed, which entry shall be after at least seven (7) days' prior written notice to the Owner. In such case, the cost of the performance of the maintenance work (which may be done by a contractor or other party engaged by the Association), together with an administrative surcharge not to exceed thirty five percent (35%) of such remedial cost, shall be levied on the Lot as a special assessment hereunder and shall be immediately due and payable upon notice thereof to the Owner.

ARTICLE VII CERTAIN USE RESTRICTIONS

Section 1. Applicability.

The provisions of this Article VII shall be applicable to all of The Properties but shall not be applicable to the Declarant or any of its designees or Lots or other property owned by the Declarant or its designees.

Section 2. Land Use and Building Type; Garages.

No Lot shall be used except for residential purposes. No Home constructed on a Lot shall be used except for residential purposes, or as a related garage, if applicable. No building shall be erected, altered, placed or permitted to remain on any Lot other than one Home. Temporary uses by Declarant and its affiliates for model homes, sales displays, parking lots, sales offices and other offices, or any one or combination of such uses, shall be permitted until permanent cessation of such uses takes place. No changes may be made in buildings erected by the Declarant or its affiliates or independent homebuilders (except if such changes are made by the Declarant or such a homebuilder) without the consent of the Architectural Control Committee.

The foregoing shall not prohibit the conduct of business activities within a Home for so long as same are of a limited nature such that those activities do not generate non-social visitors, customers, clients or excessive deliveries and the party conducting such business holds a valid Indian River County Home Occupation License.

The garage included within each Home shall be used for the parking of an automobile and the storage of only such volume and type of materials which do not interfere with such use. It is understood that parking within The Properties has been designed and calculated in reliance upon each Owner's or Member's Permittee complying with this requirement at all times. **All garage doors shall be kept closed except when a vehicle is ingressing or egressing the garage or while cleaning or other usual and customary activities are being conducted within or around the garage.**

Section 3. Opening Blank Walls; Removing Fences.

No Owner shall make or permit any opening to be made in any blank wall (except as such opening is initially installed) or masonry wall or fence. Further, no such building wall or masonry wall or fence shall be demolished or removed without the prior written consent of Declarant (so long as it owns any portion of The Properties) and the Architectural Control Committee.

Section 4. Easements.

Easements for installation and maintenance of utilities are reserved as shown on the recorded plat of The Properties and as provided herein. The area of each Lot covered by an easement and all improvements in the area shall be maintained continuously by the Owner of the Lot, except for installations for which a public authority or utility company is responsible. The appropriate water and sewer authority, electric utility company, telephone company, the Association, and the Declarant and its affiliates, and their respective successors and assigns, shall have a perpetual easement for the installation and maintenance, all underground, of water lines, sanitary sewers, storm drains, and electric, telephone and other telecommunication lines, cables and conduits, under and through the utility easements as shown on the plats.

Section 5. Nuisances.

Nothing shall be done or maintained on any Lot which may be or become an annoyance or nuisance to the neighborhood. Any activity on a Lot which interferes with television, cable or radio reception on another Lot shall be deemed a nuisance and a prohibited activity. In the event of a dispute or question as to what may be or become a nuisance, such dispute or question shall be submitted to the Board of Directors, which shall render a decision in writing, which decision shall be dispositive of such dispute or question.

Section 6. Temporary Structures; Gas Tanks; Other Outdoor Equipment.

Except as may be approved or used by the Declarant during construction and/or sales periods, no structure of a temporary character, or trailer, mobile home or recreational vehicle, shall be permitted on any Lots within The Properties at any time or used at any time as a residence, either temporarily or permanently. No gas tank, gas container or gas cylinder shall be permitted to be placed on or about the outside of any Home or on or about any ancillary building, except for one (1) gas cylinder (not to exceed 20 lbs. capacity) connected to a barbecue grill and such other tank designed and used for household purposes as shall be approved by the Architectural Control Committee described in Section 13, below, such tank to be installed underground unless physical conditions dictate otherwise, in which case the following sentence shall apply. Any outdoor equipment such as, but not limited to, pool pumps and water softening devices shall be reasonably screened from the view of anyone not standing on the Lot by the use of landscaping or other means (in any event, as approved by the Architectural Control Committee); provided, however, that the use of such screening shall not obviate the requirement that the installation of any such equipment nevertheless be approved by the Architectural Control Committee.

Section 7. Signs.

No sign of any kind shall be displayed to the public view on any Lot except by a Builder, which, together with Declarant, may place signs on Common Areas of a type and locations approved by Declarant.

Section 8. Hurricane Shutters.

Any Owner desiring to make use of hurricane shutters shall follow the procedure set forth in Section 13 of this Article for the approval thereof with respect to type, color and other relevant attributes. Once approved by the Architectural Control Committee, the hurricane shutters shall be used only in accordance with the following requirements:

(a) In the case of shutters which are not permanently installed on the Home (e.g., panels as opposed to "accordion" shutters), same shall be stored out of sight.

(b) No hurricane or other storm shutters shall be placed on a Home, and no permanently affixed shutters shall be closed (except when servicing same), except upon the issuance of tropical storm or hurricane watch or warning by the National Weather

Service with a projected landfall in the area of the properties no earlier than forty-eight (48) hours from the time of the installation or closing of the shutters.

(c) All shutters shall be opened/removed within forty-eight (48) hours of either (a) the "lifting" or cancellation of the aforesaid watch or warning or (b) in the event of an actual tropical storm or hurricane, the final passage of same.

(d) Without limiting the specific time restrictions set forth above, at no time shall any hurricane shutters be used to "board up" a home in the absence of the Owner or occupant thereof, it being the sole responsibility of the Owner or occupant to provide any other desired security measures with respect to the Home in a manner which does not have a negative esthetic impact on a Home or surrounding properties.

Section 9. Flags and Banners; Basketball Hoops.

Only those flags and banners specifically required to be permitted by the Association per the Act may be placed on Lots or Homes and then only to the limited extent required by the Act. All flags and banners, including poles, shall be maintained in a good, neat, attractive and respectful condition. No basketball hoops shall be allowed.

Section 10. Oil and Mining Operation.

No oil drilling, oil development operations, oil refining, quarrying or mining operations of any kind shall be permitted upon or in The Properties, nor on dedicated areas, nor shall oil wells, tanks, tunnels, mineral excavations or shafts be permitted upon or in The Properties. No derrick or other structure designed for use in boring for oil or natural gas shall be erected, maintained or permitted upon any portion of the land subject to these restrictions.

Section 11. Pets, Livestock and Poultry.

No animals, reptiles, wildlife, livestock or poultry of any kind shall be raised, bred or kept on any Lot, except that household pets - not to exceed four (4) dogs per Lot, unless otherwise approved by the Board of Directors - may be kept, provided they are not kept, bred or maintained for any commercial purpose, and provided that they do not become a nuisance or annoyance to any neighbor by reason of barking or otherwise. No dogs or other pets shall be permitted to have excretions on any Common Areas, except areas designated by the Association, if any, and Owners shall be responsible to clean-up any such excretions. For purposes hereof, "household pets" shall mean dogs, cats and other animals expressly permitted by the Association, if any. **ALL PETS SHALL BE KEPT ON A LEASH WHEN NOT IN THE APPLICABLE HOME, A FENCED-IN YARD, IF ANY.** Pets shall also be subject to all applicable rules and regulations. Nothing contained herein shall prohibit the keeping of fish or domestic (household-type) birds, as long as the latter are kept indoors and do not become a source of annoyance to neighbors.

Section 12. Visibility at Intersections.

No obstruction to visibility at street intersections or Common Area intersections shall be permitted; provided that the Association shall not be liable in any manner to any person or entity, including Owners and Members Permittees, for any damages, injuries or deaths arising from any violation of this Section.

Section 13. Architectural Control.

No building, wall, fence or other structure or improvement of any nature (including, but not limited to, pools, screen enclosures, patios (or patio extensions), hedges, other landscaping, exterior paint or finish, play structures, awnings, shutters, hurricane protection, basketball hoops, decorative plaques or accessories, birdhouses, other pet houses, swales, asphaltting, sidewalk/driveway surfaces or treatments or other improvements or changes of any kind, even if not permanently affixed to the land or to other improvements) shall be erected, placed or altered on any Lot until the construction plans and specifications and a plan showing the location of the structure and landscaping or of the materials as may be required by the Architectural Control Committee (which shall be a committee appointed by the Board of Directors of the Association, absent such appointment the Board to serve in such capacity) have been approved, if at all, in writing by the Architectural Control Committee and all necessary governmental permits are obtained. **Conversions of garages to living space or other uses are hereby prohibited, even though same are not readily apparent from the exteriors of applicable Homes.** Each building, wall, fence or other structure, improvement or alteration of any nature, together with landscaping, shall be erected, placed or altered upon the premises only in accordance with the plans and specifications and plot plan approved by the Architectural Control Committee and applicable governmental permits and requirements. Refusal of approval of plans, specifications and plot plans, or any of them, may be based on any ground, including purely aesthetic grounds, which in the sole and uncontrolled discretion of said Architectural Control Committee seem sufficient. Any change in the exterior appearance of any building, wall, fence or other structure or improvements, and any change in the appearance of the landscaping, shall be deemed an alteration requiring approval. The Architectural Control Committee shall have the power to promulgate such rules and regulations as it deems necessary to carry out the provisions and intent of this Section. A majority of the Board may take any action the Board is empowered to take, may designate a representative to act for the Board and may employ personnel and consultants to act for it. In the event of death, disability or resignation of any member of the Board, the remaining members shall have full authority to designate a successor. The members of the Board shall not be entitled to any compensation for services performed pursuant to this covenant, unless engaged by the Association in a professional capacity. The Architectural Control Committee shall act on submissions to it within forty-five (45) days after receipt of the same (and all further documentation required) or else the request shall be deemed approved.

In the event that any new improvement or landscaping is added to a Home/Lot, or any existing improvement on a Lot is altered, in violation of this Section, the Association shall have the right (and an easement and license) to enter upon the applicable Lot and

remove or otherwise remedy the applicable violation after giving the Owner of the Lot at least thirty (30) days prior written notice of, and opportunity to cure, the violation in question. The costs of such remedial work and a surcharge of a minimum of Twenty-Five and No/100 Dollars (\$25.00) (but in no event more than thirty-five percent (35%) of the aforesaid costs) shall be a special assessment against the Lot, which assessment shall be payable upon demand and secured by the lien for assessments provided for in this Declaration.

The approval of any proposed improvements or alterations by the Architectural Control Committee shall not constitute a warranty or approval as to, and neither the Association nor any member or representative of the Architectural Control Committee or the Board of Directors shall be liable for, the safety, soundness, workmanship, materials or usefulness for any purpose of any such improvement or alteration nor as to its compliance with governmental or industry codes or standards. By submitting a request for the approval of any improvement or alteration, the requesting Owner shall be deemed to have automatically agreed to hold harmless and indemnify the aforesaid members and representatives, and the Association generally, from and for any loss, claim for damages connected with the aforesaid aspects of the improvements or alterations.

The Architectural Control Committee may, but shall not be required to, require that any request for its approval be accompanied by the written consent of the Owners of the Lots [up to five (5)] adjoining or nearby the Lot/Home proposed to be altered as described in the request.

Without limiting the generality of Sections 1 and 27 hereof, the foregoing provisions shall not be applicable to the Declarant or its affiliates or to Builders meeting the requirements of Section 27 of this Article.

Section 14. Commercial Vehicles, Trucks, Trailers, Campers and Boats.

No trucks (other than those of a type, if any, expressly permitted by the Association) or commercial vehicles, or campers, motorcycles, mobile homes, motorhomes, house trailers or trailers of every other description, recreational vehicles, boats, boat trailers, horse trailers or vans, shall be permitted to be parked or to be stored at any place on The Properties, nor in dedicated areas, except in (i) enclosed garages, and (ii) spaces for some or all of the above specifically designated by Declarant or the Association, if any. For purposes of this Section, "commercial vehicles" shall mean those which are not designed and used for customary, personal/family purposes. The absence of commercial-type lettering or graphics on a vehicle shall not be dispositive as to whether it is a commercial vehicle. The prohibitions on parking contained in this Section shall not apply to temporary parking of trucks and commercial vehicles, such as for construction use or providing pick-up and delivery and other commercial services, nor to passenger-type vans with windows for personal use which are in acceptable condition in the sole opinion of the Board (which favorable opinion may be changed at any time), nor to any vehicles of the Declarant or its affiliates. Notwithstanding the foregoing, campers and boats may be kept on Lots (only) for loading and unloading but for a period not to exceed twenty-four (24) hours in each instance.

All Owners and other occupants of Homes are advised to consult with the Association prior to purchasing, or bringing onto The Properties, any type of vehicle other than a passenger car inasmuch as such other type of vehicle may not be permitted to be kept within The Properties.

Subject to applicable laws and ordinances, any vehicle parked in violation of these or other restrictions contained herein or in the rules and regulations now or hereafter adopted may be towed by the Association at the sole expense of the owner of such vehicle if such vehicle remains in violation for a period of twenty-four (24) hours from the time a notice of violation is placed on the vehicle. The Association shall not be liable to the owner of such vehicle for trespass, conversion or otherwise, nor guilty of any criminal act, by reason of such towing and once the notice is posted, neither its removal, nor failure of the owner to receive it for any other reason, shall be grounds for relief of any kind. For purposes of this Section "vehicle" shall also mean campers, mobile homes and trailers. An affidavit of the person posting the aforesaid notice stating that it was properly posted shall be conclusive evidence of proper posting.

Section 15. Parking on Common Areas and Lots/Garages.

No vehicles of any type shall be parked on any portion of the Common Areas (including roadways) not specifically designed and designated for such purpose or any portions of a Lot other than its driveway and garage.

Section 16. Garbage and Trash Disposal.

No garbage, refuse, trash or rubbish (including materials for recycling) shall be deposited except as permitted by the Association. The requirements from time to time of the applicable governmental authority or other company or association for disposal or collection of waste shall be complied with. All equipment for the storage or disposal of such material shall be kept in a clean and sanitary condition. Containers must comply with all requirements of Indian River County. Such containers may not be placed out for collection sooner than twenty-four (24) hours prior to scheduled collection and must be removed within twelve (12) hours of collection. In the event the Association, in its sole discretion, provides depositories for recyclable materials, same shall be the only ones used on The Properties.

Section 17. Waterfront Property.

As to all portions of The Properties which have a boundary contiguous to any lake or other body of water, the following additional restrictions and requirements shall be applicable:

(a) No boathouse, dock, wharf or other structure of any kind shall be erected, placed, altered or maintained on the shores of the lake unless erected by the Declarant or its affiliates, subject to any and all governmental approvals and permits that may be required.

(b) No boat, boat trailer or vehicular parking or use of lake slope or shore areas shall be permitted. No boats of any type shall be used on any lake.

(c) No solid or liquid waste, litter or other materials may be discharged into/onto or thrown into/onto any lake or other body of water or the banks thereof.

(d) No landscaping (other than that initially installed or approved by the Declarant), fences, structures or other improvements (regardless of whether or not same are permanently attached to the land or to other improvements) shall be placed within any lake maintenance or similar easements around lakes or other bodies of water.

WITH RESPECT TO WATER LEVELS AND QUALITY AND OTHER WATERBODY-RELATED MATTERS, ALL PERSONS ARE REFERRED TO ARTICLE XV, SECTION 11 HEREOF.

Section 18. Home Air Conditioners and Reflective Materials.

No air conditioning units may be mounted through windows or walls except for a mini split air conditioner serving an installed garage on the grounds. No building shall have any aluminum foil placed in any window or glass door or any reflective substance or other materials (except standard interior window treatments) placed on any glass, except such as may be approved by the Architectural Control Committee for energy conservation purposes.

Section 19. Exterior Antennas.

No exterior antennas, satellite dishes or similar equipment shall be permitted on any Lot or improvement thereon unless approved by the Architectural Control Committee, except that Declarant and its designees shall have the right to install and maintain community antenna, microwave antenna, dishes, satellite antenna and radio, television and security lines.

Notwithstanding the foregoing, a satellite receiving dish may be installed on a Lot if, but only if, the installation of same is protected by the rules of the Federal Communications Commission, but only to the extent protected by those rules and subject to the approval of the Architectural Control Committee to the maximum extent lawful.

Section 20. Home Numbers.

The numbers placed on the exterior of a Home identifying the address thereof shall not be changed to a different material, type or style unless and except if the Association adopts a new uniform material, type or style in connection with the replacement of such numbers as the result of same wearing to the point of unsightliness.

Section 21. Renewable Resource Devices.

Nothing in this Declaration shall be deemed to prohibit the installation of energy devices based on renewable resources (*e.g.*, solar collector panels); provided, however, that same shall be installed only in accordance with the reasonable standards adopted from time to time by the Architectural Control Committee. Such standards shall be reasonably calculated to maintain the aesthetic integrity of The Properties without making the cost of the aforesaid devices prohibitively expensive.

Section 22. Driveway and Sidewalk Surfaces.

No Owner shall install on a Lot, and the Architectural Control Committee shall not approve, any sidewalk or driveway which has a surface material and/or color which is different from the materials and colors originally used or approved by the Declarant. Further, no Owner shall change any existing sidewalk or driveway in a manner inconsistent with this Section.

Section 23. Artificial Vegetation.

No artificial grass, plants or other artificial vegetation, or rocks or other landscape devices, shall be placed or maintained upon the exterior portion of any Lot without the prior approval of the Architectural Control Committee, except that seasonally appropriate holiday decorations may be temporarily used.

Section 24. Gate System Procedures; Temporary Entrances.

In the event that Declarant or the Association elects, in its sole discretion, to install a gate(s) serving The Properties, then all Owners shall be responsible for complying with and ensuring that their Members' Permittees and invitees comply with, all procedures adopted for controlling access to and upon The Properties through such gate system as well as overall Common Area roadways and other portions of the Common Areas, as such procedures and restrictions are adopted and amended from time to time. Notwithstanding the foregoing, Declarant shall establish hours and rights of usage of any gate(s) until Declarant and all Builders have sold all of their Lots.

ALL PERSONS ARE HEREBY NOTIFIED THAT DURING THE DEVELOPMENT OF THE PROPERTIES, ANY GATE SYSTEM MAY NOT BE OPERATED AT ALL OR MAY BE OPERATED ONLY DURING CERTAIN HOURS AND/OR ON CERTAIN DAYS.

ALL PERSONS ARE HEREBY FURTHER NOTIFIED THAT DURING THE DEVELOPMENT OF THE PROPERTIES, DECLARANT AND ITS DESIGNEES MAY USE TEMPORARY ENTRANCES/EXITS TO/FROM THE PROPERTIES FOR CONSTRUCTION, DEVELOPMENT AND RELATED PURPOSES.

Section 25. Variances.

The Board of Directors of the Association shall have the right and power to grant variances from the provisions of this Article VII and any Rules and Regulations of the Association for good cause shown, as determined in the reasonable discretion of the Board. No variance granted as aforesaid shall alter, waive or impair the operation or effect of the provisions of this Article VII in any instance in which such variance is not granted.

Section 26. Rules and Regulations.

The Board of Directors of the Association shall have the right and power to adopt, amend and repeal rules and regulations governing the use of The Properties from time to time by a majority vote of the Board, which Rules and Regulations shall be published to the Members but need not be recorded in the Public Records of Indian River County in order to be affective.

Section 27. Exemption for Builders.

Any Builder shall be exempt from the provisions of this Article, as well as those of Article VI hereof and any Rules and Regulations of the Association, to the extent that the application of same would prevent or unreasonably interfere with the construction of a Home in a lawful manner; provided, however, that such Builder shall not be so exempt unless it is subject to restrictions imposed by the Declarant. Without limiting the generality of the foregoing, such exemption of Builders shall specifically extend to and include the architectural review and approval provided in Section 13 of this Article if the Declarant has the right to approve the Homes constructed by the Builder per a separate agreement with such Builder. Notwithstanding the foregoing, each such Builder shall keep its construction site in a neat, clean and orderly manner appropriate for such a site.

**ARTICLE VIII
RESALE, LEASE AND OCCUPANCY RESTRICTIONS**

Section 1. Estoppel Certificate.

No Owner may sell or convey his interest in a Lot unless all sums due the Association are paid in full and an estoppel certificate in recordable form to such effect shall have been received by the Owner. If all such sums shall have been paid, the Association shall deliver such certificate within the time period provided in the Act. The Owner requesting the certificate may be required by the Association to pay to the Association a reasonable sum to cover the costs of examining records and preparing the certificate, subject to the Act.

Owners shall be obligated to deliver the documents originally received from the Declarant, containing this and other declarations and documents, to any grantee of such Owner.

Section 2. Leases.

No portion of a Lot and Home (other than an entire Lot and Home) may be rented. All leases shall be in writing and shall provide that the tenant shall comply with all of the provisions of this Declaration, the Articles of Incorporation and By-Laws of the Association and its applicable rules and regulations or other applicable provisions of any agreement, document or instrument governing The Properties or administered by the Association. Leasing of Lots and Homes, and any extensions or renewals thereof, shall also be subject to the prior written approval of the Association, which approval shall not be unreasonably withheld and which shall be deemed given if the Association does not deny approval within fifteen (15) days of its receipt of a request for approval together with a copy of the proposed lease and all supporting information reasonably requested by the Association. No lease shall be approved for a term less than one (1) year. The foregoing may be waived by the Board of Directors in a case where a *bona fide* default occurs under a lease, a tenant dies or declares bankruptcy or other extenuating circumstances beyond the control of the landlord Unit Owner.

Leasing of Lots/Homes shall be subject to the prior written approval of the Association, and each lease shall be in writing. The Lot Owner will be jointly and severally liable with the tenant to the Association for any amount which is required by the Association to repair any damage to the Common Areas resulting from acts or omissions of tenants (as determined in the sole discretion of the Association) and to pay any claim for injury or damage to property caused by the negligence of the tenant. All leases are hereby made subordinate to any lien filed by the Association, whether prior or subsequent to such lease.

The Association may charge a fee in connection with the approval of any lease, sublease, or other transfer of a Lot requiring approval, provided, however that such fee may not exceed \$100 per applicant, other than husband/wife of /dependent child (or other blood relative occupying a Home for the purpose of receiving care or a duly qualified caregiver occupying a Home for such purpose), who are considered one applicant, and provided further, that if the lease or sublease is a renewal of a lease or sublease with the same lessee or sublessee, no charge shall be made. If so required by the Association, Unit Owners wishing to lease their Units shall be required to place in escrow with the Association a reasonable sum, not to exceed the equivalent of one month's rental, which may be used by the Association to repair any damage to the Common Elements and/or Association Property resulting from acts or omissions of tenants (as determined in the sole discretion of the Association).

Owners wishing to lease their Lots and Homes shall be required to provide a true, correct and complete copy of the executed Lease to the Association and to place in escrow with the Association a sum of up to One Thousand and No/100 Dollars (\$1,000.00) which may be used by the Association to repair any damage to the Common Areas or other portions of The Properties resulting from acts or omissions of tenants (as determined in the sole discretion of the Association). The Association shall not be required to pay or remit any interest on any such escrowed funds. The Owner will be jointly and severally liable with the tenant to the Association for any amount in excess of such sum which is required by the

Association to affect such repairs or to pay any claim for injury or damage to property caused by the negligence of the tenant. Any balance remaining in the escrow account, less an administrative charge not to exceed Fifty and No/100 Dollars (\$50.00) and less any interest retained by the Association, shall be returned to the Owner within ninety (90) days after the tenant vacates the Home.

Section 3. Members' Permittees.

No Lot or Home shall be occupied by any person other than the Owner(s) thereof or the applicable Members' Permittees and in no event other than as a residence. For purposes of this Declaration, a Member's Permittees shall be the following persons and such persons' families, provided that the Owner or other permitted occupant must reside with his/her family: (i) an individual Owner(s), (ii) an officer, director, stockholder or employee of a corporate owner, (iii) a partner in or employee of a partnership owner, (iv) a fiduciary or beneficiary of an ownership in trust, (v) occupants named or described in a lease or sublease, but only if approved in accordance with this Declaration or (vi) a duly qualified caregiver serving a Member's Permittee. Under no circumstances may more than one family reside in a Home at one time. In no event shall occupancy (except for temporary occupancy by guests) exceed two (2) persons per bedroom and one (1) person per den (as defined by the Association for the purpose of excluding from such definition living rooms, dining rooms, family rooms, country kitchens and the like). The Board of Directors shall have the power to authorize occupancy of a Home by persons in addition to those set forth above. The provisions of this Section shall not be applicable to Homes used by the Declarant for model apartments, sales offices, management services or otherwise.

As used herein, "family" or words of similar import shall be deemed to include a spouse, children, parents, brothers, sisters, grandchildren and other persons permanently cohabiting the Home as or together with the Owner or permitted occupant thereof. As used herein, "guest" or words of similar import shall include only those persons who have a principal residence other than the Home. Unless otherwise determined by the Board of Directors of the Association, a person(s) occupying a Home for more than one (1) month shall not be deemed a guest but, rather, shall be deemed a lessee for purposes of this Declaration (regardless of whether a lease exists or rent is paid) and shall be subject to the provisions of this Declaration which apply to leases and lessees. The purpose of this Section is to prohibit the circumvention of the provisions and intent of this Article and the Board of Directors of the Association shall enforce, and the Owners comply with, same with due regard for such purpose.

**ARTICLE IX
ENFORCEMENT**

Section 1. Compliance by Owners.

Every Owner and Member's Permittee shall comply with the restrictions and covenants set forth herein and any and all rules and regulations which from time to time may be adopted by the Board of Directors of the Association.

Section 2. Enforcement.

Failure of an Owner or any Member's Permittee to comply with such restrictions, covenants or rules and regulations shall be grounds for immediate action which may include, without limitation, an action to recover sums due for damages, injunctive relief, or any combination thereof. The Association shall have the right to suspend the rights of use of Common Areas (except for legal access) of defaulting Owners in the manner provided in the Act. The offending Owner shall be responsible for all costs of enforcement including attorneys' fees actually incurred and court costs.

Section 3. Fines.

In addition to all other remedies of the Board of Directors, the Association may levy a fine or fines (including for continuing violations after notice thereof is given to the offending Owner) in the manner provided in the Act, as amended from time to time:

(a) Payment of Fines: Fines shall be paid not later than five (5) days after notice of the imposition or assessment of the penalties.

(b) Collection of Fines: Fines shall be treated as an assessment subject to the provisions for the collection of assessments as set forth herein.

(c) Application of Proceeds: All monies received from fines shall be allocated as directed by the Board of Directors.

(d) Non-exclusive Remedy: These fines shall not be construed to be exclusive, and shall exist in addition to all other rights and remedies to which the Association may be otherwise legally entitled; provided, however, any penalty paid by the offending Owner shall be deducted from or offset against any damages which the Association may otherwise be entitled to recover by law from such Owner.

Section 4. Review of Sanctions.

Any Owner as to whom any suspension is made or fines levied shall have the limited right of review provided for in the Act. The Board shall implement such procedures as and when called upon to do so.

ARTICLE X
SURFACE WATER MANAGEMENT SYSTEM

Section 1. Preamble.

The provisions of this Article X are adopted to comply with the requirements of the SJRWMD for an association which is a "responsible entity" for the operation of the Surface Water Management System.

Section 2. Association Power and Authority.

The Association shall be responsible for the maintenance, operation and repair of the Surface Water or Stormwater Management System. Maintenance of the Surface Water or Stormwater Management System(s) shall mean the exercise of practices which allow the systems to provide drainage, water storage, conveyance or other surface water or stormwater management capabilities as permitted by the St. Johns River Water Management District permit no. 105260-2. Any repair or reconstruction of the surface water or stormwater management system shall be as permitted or, if modified, as approved by the St. Johns River Water Management District.

All expenses related to the foregoing activities or otherwise related to the Surface Water Management System shall be paid for through assessments collected as provided in this Declaration.

Section 3. Amendment.

Any amendment to this Declaration which alters any provision relating to the Surface Water or Stormwater Management System, beyond maintenance in its original condition, including the water management portions of the common areas, must have the prior approval of the St. Johns River Water Management District.

Section 4. Enforcement.

The St. Johns River Water Management District shall have the right to enforce, by a proceeding at law or in equity, the provisions contained in this Declaration which relate to the maintenance, operation and repair of the Surface Water or Stormwater Management System.

**ARTICLE XI
DAMAGE OR DESTRUCTION TO COMMON AREAS**

Damage to or destruction of all or any portion of the Common Areas shall be handled in the following manner, notwithstanding any provision in this Declaration to the contrary:

(a) In the event of damage to or destruction of the Common Areas, if the insurance proceeds are sufficient to effect total restoration, then the Association shall cause such portions of the Common Areas to be repaired and reconstructed substantially as it previously existed.

(b) If the insurance proceeds are within Two Hundred Thousand and No/100 Dollars (\$200,000.00) or less of being sufficient to effect total restoration of the Common Areas, then the Association shall cause such portions of the Common Areas to be repaired and reconstructed substantially as it previously existed and the difference between the insurance proceeds and the actual cost shall be levied as a capital improvement

assessment against each of the Owners in equal shares in accordance with the provisions of Article V, of this Declaration.

(c) If the insurance proceeds are insufficient by more than Two Hundred Thousand and No/100 Dollars (\$200,000.00) to effect total restoration of the Common Areas, then by written consent or vote of a majority of each class of the Members, they shall determine whether (i) to rebuild and restore the Common Areas in substantially the same manner as they existed prior to damage and to raise the necessary funds over the insurance proceeds by levying capital improvement assessments against all Members, (ii) to rebuild and restore in a way which is less expensive than replacing the Common Areas in substantially the same manner as they existed prior to being damaged, or (iii) subject to the approval of the Board, to not rebuild and to retain the available insurance proceeds. Anything to the contrary herein notwithstanding, no decision not to rebuild or to rebuild in a manner which would result in a change in the Common Areas shall be effective without the written approval of the Board, which can require rebuilding as it deems appropriate.

(d) Each Member shall be liable to the Association for any damage to the Common Areas not fully covered by collected insurance which may be sustained by reason of the negligence or willful misconduct of any Member or his Member's Permittees. Notwithstanding the foregoing, the Association reserves the right to charge such Member an assessment equal to the increase, if any, in the insurance premium directly attributable to the damage caused by such Member. In the case of joint ownership of a Home, the liability of such Member shall be joint and several. The cost of correcting such damage shall be an assessment against the Member and may be collected as provided herein for the collection of assessments.

ARTICLE XII

ASSOCIATION INSURANCE

Insurance covering the Common Areas shall be governed by the following provisions:

Section 1. Purchase, Custody and Payment.

(a) Purchase. All insurance policies described herein covering the Common Areas shall be purchased by the Association and shall be issued by either an insurance company authorized to do business in Florida, or a surplus lines carrier reasonably acceptable to the Board.

(b) Named Insured. The named insured shall be the Association, individually, and as agent for Owners.

(c) Copies to Mortgagees. One copy of each insurance policy, or a certificate evidencing such policy, and all endorsements thereto, shall be furnished by the Association upon request to each First Mortgagee. Copies or certificates shall be furnished not less than ten (10) days prior to the beginning of the term of the policy, or not less than ten (10) days prior to the expiration of each preceding policy that is being renewed or replaced, as appropriate.

Section 2. Coverage.

The Association shall maintain insurance covering the following:

(a) Casualty. All insurable improvements on the Common Areas from time to time, together with all fixtures, building service equipment, personal property and supplies serving the Common Areas (collectively the "Insured Property"), shall be insured in an amount not less than 100% of the full insurable replacement value thereof, excluding foundation and excavation costs. Such policies may, however, contain reasonable deductible provisions as determined by the Board of Directors. Such coverage shall afford protection against loss or damage by fire and other hazards covered by a standard extended coverage endorsement, and such other risks as from time to time are customarily covered with respect to buildings and improvements similar to the Insured Property in construction, location and use, including, but not limited to, vandalism and malicious mischief.

(b) Liability. Comprehensive general public liability and automobile liability insurance covering loss or damage resulting from accidents or occurrences on or about or in connection with the Insured Property or adjoining driveways and walkways, or any work, matters or things related to the Insured Property, with such coverage as shall be required by the Board of Directors of the Association, but with combined single limit liability of not less than \$1,000,000 for each accident or occurrence, \$100,000 per person and \$50,000 property damage, and with a cross liability endorsement to cover liabilities of the Owners as a group to any Owner, and vice versa. The Association may also obtain and maintain liability insurance for its directors and officers and for the benefit of the Association's employees.

(c) Worker's Compensation and other mandatory insurance, when applicable.

(d) Flood Insurance covering the Common Areas if the Association so elects.

(e) Fidelity Insurance or Fidelity Bonds. The Association shall obtain and maintain adequate insurance or fidelity bonding of all persons who control or disburse Association funds, which shall include, without limitation, those individuals authorized to sign Association checks and the president, secretary and treasurer of the Association. The insurance policy or fidelity bond shall be in such amount as shall be determined by a majority of the Board, but must be sufficient to cover the maximum funds that will be in the custody of the Association or its management agent at any one time. The premiums on such bonds and/or insurance shall be paid by the Association.

(f) Such Other Insurance as the Board of Directors of the Association shall determine from time to time to be desirable.

When appropriate and obtainable, each of the foregoing policies shall waive the insurer's right to: (i) subrogation against the Association and against the Owners individually and as a group, (ii) to pay only a fraction of any loss in the event of

coinsurance or if other insurance carriers have issued coverage upon the same risk, and (iii) avoid liability for a loss that is caused by an act of the Board of Directors of the Association, a member of the Board of Directors of the Association, one or more Unit Owners or as a result of contractual undertakings. Additionally, each policy shall provide that the insurance provided shall not be prejudiced by any act or omissions of individual Owners that are not under the control of the Association.

Section 3. Additional Provisions.

All policies of insurance shall provide that such policies may not be canceled or substantially modified without at least thirty (30) days' prior written notice to all of the named insureds, including all mortgagees of Units. Prior to obtaining any policy of casualty insurance or any renewal thereof, the Board of Directors may obtain an appraisal from a fire insurance company, or other competent appraiser, of the full insurable replacement value of the Insured Property (exclusive of foundations and excavation costs), without deduction for depreciation, for the purpose of determining the amount of insurance to be effected pursuant to this Section.

Section 4. Premiums.

Premiums upon insurance policies purchased by the Association shall be paid by the Association, except that the costs of fidelity bonding and liabilities for any management company employee may be paid by such company pursuant to its contract with the Association. Premiums may be financed in such manner as the Board of Directors deems appropriate.

Section 5. Optional Coverage of Homes.

After all Townhomes in The Properties have been constructed and conveyed to Owners other than Declarant and Builder, if so approved by a majority of Owners voting at a meeting in person or by proxy, the Association shall be authorized to obtain fire and extended casualty insurance (including windstorm, if desired) insuring the Townhomes in lieu of the Owners doing so. In such event and for as long as such insurance is maintained, the Association shall assess only the Owners of Townhomes for all premiums and other costs associated with such insurance (including deductibles) and shall be responsible for all claims, administration, repairs or other actions provided for in this Article XII. The Board of Directors may adopt such additional rules and procedures as may be necessary to implement this provision.

ARTICLE XIII
MORTGAGEE PROTECTION

The following provisions are included herein for the protection of Mortgagee (and to the extent these provisions conflict with any other provisions of the Declaration, these provisions shall control):

(a) The Association shall be required to make available to all Owners and Mortgagees, and to insurers and guarantors of any mortgage on a Lot, for inspection, upon request, during normal business hours or under other reasonable circumstances, current copies of this Declaration (with all amendments) and the Articles, By-Laws and rules and regulations and the books and records of the Association. Furthermore, such persons shall be entitled, upon written request, to (i) receive a copy of the Association's financial statement for the immediately preceding fiscal year, (ii) receive notices of and attend the Association meetings, (iii) receive notice from the Association of an alleged default by an Owner in the performance of such Owner's obligations under this Declaration, the Articles of Incorporation or the By-Laws of the Association, which default is not cured within thirty (30) days after the Association learns of such default, and (iv) receive notice of any substantial damage or loss to the Common Areas.

(b) Any holder, insurer or guarantor of a mortgage on a Lot shall have, if first requested in writing, the right to timely written notice of (i) any condemnation or casualty loss affecting a material portion of the Common Areas, (ii) a sixty (60) day delinquency in the payment of the Assessments on a mortgaged Lot, (iii) the occurrence of a lapse, cancellation or material modification of any insurance policy or fidelity bond maintained by the Association, and (iv) any proposed action which requires the consent of a specified number of Mortgage holders.

(c) Unless at least 66-2/3% of first Mortgagees (based upon one vote for each Mortgage owned), and the Members holding at least two-thirds (2/3rds) of the votes entitled to be cast by them, have given their prior written approval, neither the Association nor the Owners shall:

(1) by act or omission seek to sell or transfer the Common Areas and any improvements thereon which are owned by the Association (the granting of easements for utilities or for other such purposes consistent with the intended use of such property by the Association or the Declarant or the transfer of the Common Areas to another similar association of the Owners in accordance with the Articles of Incorporation of the Association or dedication of such property to the public shall not be deemed a transfer within the meaning of this clause);

(2) change the basic methods of determining the obligations, assessments, dues or other charges which may be levied against a Lot, except as provided herein with respect to future Lots;

(3) by act or omission, waive or abandon any scheme of regulations, or enforcement thereof, pertaining to the architectural design or the exterior appearance of The Properties;

(4) fail to maintain fire and extended insurance on insurable portions of the Common Areas as provided herein; or

(5) use hazard insurance proceeds for losses to any Common Areas for other than the repair, replacement or reconstruction of the improvements.

ARTICLE XIV
PARTY WALLS

Each wall built as part of the original construction of the Townhomes on Lots within The Properties and placed on the dividing line between the Lots and acting as a commonly shared wall shall constitute a party wall and each Owner shall own that portion of the interior or exterior wall and fence which stands on the Owner's own Lot, with a cross-easement of support in the other portion. If a wall separating two (2) Townhomes, and extensions of such wall, shall lie entirely within the boundaries of one Lot, such wall or fence, together with any extensions, shall also be a party wall and the Owner of the adjacent Lot shall have perpetual easement to maintain the encroachment.

Easements are reserved in favor in all Lots over all other Lots and the Common Areas for overhangs or other encroachments resulting from original construction and reconstruction.

The costs of reasonable repair and maintenance of a party wall shall be shared equally by the Owners who make use of the wall.

If a party wall is destroyed or damaged by fire or other casualty, any Owner who has used the wall may restore same, but shall not construct or extend same to any greater dimension than that existing prior to such fire or other casualty, without the prior written consent of the adjacent Lot Owner. The extension of a party wall used by only a two-story Home abutting a one-story Home shall be promptly and diligently repaired and/or replaced by the Owner of the two-story Home at his sole cost and expense, even if lying in whole or in part on the abutting Lot. No part of any addition to the dimensions of said party wall or of any extension thereof already built that may be made by any of said Owners, or by those claiming under any of them, respectively, shall be placed upon the Lot of the other Owner, without the written consent of the latter first obtained, except in the case of the aforesaid wall of a two-story Home. If the other Owner thereafter makes use of the party wall, he shall contribute to the cost of restoration thereof in proportion to such use, without prejudice, however, to the right of any such Owner to call for a larger contribution from the other under any rule of law regarding liability for negligent or willful acts or omissions.

Notwithstanding any other provision of this Section, any Owner who, by his negligent or willful act, causes that part of the party wall not previously exposed to be exposed to the elements shall bear the whole cost of furnishing the necessary protection against such elements.

The right of any Owner to contribution from any other Owner under this Article shall be appurtenant to the land and shall pass to such Owner's successors in title. Upon a conveyance or other transfer of title, the liability hereunder of the prior Owner shall cease.

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 of a majority of all the arbitrators shall be final and conclusive of the question involved. If a panel cannot be designated pursuant hereto, the matter shall be arbitrated pursuant to the rules of the American Arbitration Association, or its successors in functions, then obtaining. Any decision made pursuant to this Section shall be conclusive and may be entered in any court of competent jurisdiction in accordance with the Florida Arbitration Code.

ARTICLE XV
GENERAL PROVISIONS

Section 1. Rights and Activities of Declarant.

Declarant, on behalf of itself and its affiliates and other parties designated by Declarant in writing, hereby declares and reserves the right and privilege to conduct all lawful activities necessary or convenient for the development of The Properties and the construction, marketing and sale of Homes and related improvements as well as the construction of facilities and/or the installation of equipment, if any, on the Common Areas as determined to be appropriate in Declarant's sole discretion.

Without limiting the generality of the foregoing, such rights and privileges shall include those necessary or convenient to:

(a) conduct construction and development activities on, over and under (as to utility installation) Lots, owned by Declarant and all Common Areas;

(b) have reasonable rights of access over Lots not owned by Declarant but adjoining an area described in (a), above, with Declarant to be responsible for the prompt repair or restoration of any portion of such Lot or improvements thereon which are disturbed or damaged by such activity;

(c) construct and make use of model homes, construction offices (which may be contained in a model home or in temporary structures, including trailers) and parking lots located within The Properties;

(d) have full access to The Properties for all development, construction, sales and marketing purposes including access for Declarant, its affiliates and designees as well as contractors, sub-contractors, suppliers, laborers, building department and other public officials, sales persons, potential and actual purchasers of Homes and other invitees, it being understood and specified that such access may be through any gate(s) installed for the benefit of The Properties, the hours of operation of which, if at all, to be subject to Declarant's approval;

(e) to place signs, banners and other sales and marketing devices on any and all Lots owned by Declarant as well as any portions of the Common Areas Declarant desires to use for such purposes;

(f) to place and use construction equipment, portable toilets, debris receptacles and other items on any Lot owned by Declarant or Common Areas (including roads); and

(g) during the course of all the aforesaid activities, generate noise, traffic, dust, debris and temporary damage to Common Area improvements such as roads and curbs (provided that Declarant shall be responsible to repair such damage when Declarant determines that such repairs will not be further disturbed by the activities described above).

Section 2. Duration.

The covenants and restrictions of this Declaration shall run with and bind The Properties, and shall inure to the benefit of and be enforceable by the Association, the Architectural Control Committee, the Declarant (at all times) and the Owner of any Lot or other land subject to this Declaration, and their respective legal representatives, heirs, successors and assigns, for a term of ninety-nine (99) years from the date this Declaration is recorded, after which time said covenants shall be automatically extended for successive periods of ten (10) years each unless an instrument signed by the then Owners of seventy-five percent (75%) of all the Lots subject hereto and of one hundred percent (100%) of the mortgagees thereof has been recorded, agreeing to revoke said covenants and restrictions; provided, however, that no such agreement to revoke shall be effective unless made and recorded three (3) years in advance of the effective date of such revocation, and unless written notice of the proposed agreement is sent to every Owner at least ninety (90) days in advance of any signatures being obtained.

Section 3. Notice.

Any notice required to be sent to any Member or Owner under the provisions of this Declaration shall be deemed to have been properly sent when personally delivered or mailed, postpaid, to the last known address of the person who appears as Member or Owner on the records of the Association at the time of such mailing

Section 4. Enforcement.

Enforcement of these covenants and restrictions shall be accomplished by any proceeding at law or in equity against any person or persons violating or attempting to violate any covenant or restriction, either to restrain violation or to recover damages, and against the Lots to enforce any lien created by these covenants; and failure to enforce any covenant or restriction herein contained shall in no event be deemed a waiver of the right to do so thereafter.

Section 5. Severability.

Invalidation of any one of these covenants or restrictions or any part, clause or word hereof, or the application thereof in specific circumstances, by judgment or court order shall

not affect any other provisions or applications in other circumstances, all of which shall remain in full force and effect.

Section 6. Amendment.

The covenants, restrictions, easements, charges and liens of this Declaration may be amended, changed, deleted or added to at any time and from time to time upon the execution and recordation of an instrument executed by the Declarant alone, for so long as it or its affiliates holds title to any Lot affected by this Declaration; or alternatively by a written recorded instrument certifying the approval by a sixty-six and two-thirds percent (66 2/3%) vote of the Members, provided that no amendment made by vote of the Members shall effect the rights, benefits, privileges, exemptions or protections of Declarant or any Builder without their written consent recorded in the Public Records with such amendment. The foregoing sentence and the provisions of this Section reserving amendment powers in the Declarant may not be amended.

Section 7. Effective Date.

This Declaration shall become effective upon its recordation in the Indian River County Public Records.

Section 8. Priority of Documents.

This Declaration shall take precedence over conflicting or inconsistent provisions in the Articles of Incorporation and By-Laws of the Association and said Articles shall take precedence over the By-Laws.

Section 9. Standards for Consent, Approval, Completion, Other Action and Interpretation.

Whenever this Declaration shall require the consent, approval, completion, substantial completion, or other action by the Declarant or its affiliates, the Association or the Architectural Control Committee, such consent, approval or action may be withheld in the sole and unfettered discretion of the party requested to give such consent or approval or take such action, and all matters required to be completed or substantially completed by the Declarant or its affiliates or the Association shall be deemed so completed or substantially completed when such matters have been completed or substantially completed in the reasonable opinion of the Declarant or Association, as appropriate. This Declaration shall be interpreted by the Board of Directors and an opinion of counsel to the Association or the counsel having drafted this Declaration rendered in good faith that a particular interpretation is not unreasonable shall conclusively establish the validity of such interpretation.

Section 10. Easements.

Should the intended creation of any easement provided for in this Declaration fail by reason of the fact that at the time of creation there may be no grantee in being having the capacity to take and hold such easement, then any such grant of easement deemed not to have been so created shall nevertheless be considered as having been granted directly to the Association as agent for such intended grantees for the purpose of allowing the original party or parties to whom the easements were originally intended to have been granted the benefit of such easement and the Owners designate hereby the Declarant and the Association (or either of them) as their lawful attorney-in-fact to execute any instrument on such Owners' behalf as may hereafter be required or deemed necessary for the purpose of later creating such easement as it was intended to have been created herein. Formal language of grant or reservation with respect to such easements, as appropriate, is hereby incorporated in the easement provisions hereof to the extent not so recited in some or all of such provisions.

Section 11. Disclaimer of Common Area Warranties.

To the maximum extent lawful, and as provided in Florida Statute 553.835 as it exists on the date hereof, Declarant, on behalf of itself and all Builders hereby disclaims any and all warranties of merchantability, fitness for a particular purpose, compliance with plans and specifications or otherwise with respect to all Common Areas and all persons acquiring any interest or a portion of The Properties (including, without limitation, the Association and all Owners, whether those having purchased directly from Declarant or otherwise), by acceptance of title to their respective portions of The Properties, hereby waive any such warranties and agree that their acceptance of their portion of The Properties is on a "AS IS, WHERE IS WITH ALL FAULTS" basis and that no such party has bargained for or been promised any warranty as aforesaid.

Without limiting the generality of the foregoing, all persons are hereby notified that Declarant acquired The Properties with its infrastructure (including roadways, utilities and drainage) already in place and therefore disclaims any and all warranties or other responsibility for same as provided above, including as to the automatic waiver of such matters by Owners.

In addition to the foregoing, all Owners acknowledge and agree, by virtue of taking title to the respective Lots, that the conduct of construction activities within any community naturally and customarily results in wear and tear on common areas such as roadways, curbs, landscaping and the like. Neither Declarant nor any Builder shall be liable for the repair, replacement or rehabilitation of any such wear and tear and the "AS IS, WHERE IS WITH ALL FAULTS" provisions set forth in the immediately preceding paragraph shall extend to include and provide for the acceptance of the Common Areas subject to such wear and tear.

Section 12. Notices and Disclaimers as to Water Bodies.

NEITHER DECLARANT, THE ASSOCIATION, NOR ANY OF THEIR OFFICERS, DIRECTORS, COMMITTEE MEMBERS, EMPLOYEES, MANAGEMENT AGENTS, CONTRACTORS OR SUBCONTRACTORS (COLLECTIVELY, THE "LISTED PARTIES") SHALL BE LIABLE OR RESPONSIBLE FOR MAINTAINING OR ASSURING THE SAFETY, WATER QUALITY OR WATER LEVEL OF/IN ANY LAKE, POND, CANAL, CREEK, STREAM OR OTHER WATER BODY WITHIN THE PROPERTIES, EXCEPT AS SUCH RESPONSIBILITY MAY BE SPECIFICALLY IMPOSED BY, OR CONTRACTED FOR WITH, AN APPLICABLE GOVERNMENTAL OR QUASI-GOVERNMENTAL AGENCY OR AUTHORITY. FURTHER, NONE OF THE LISTED PARTIES SHALL BE LIABLE FOR ANY PROPERTY DAMAGE, PERSONAL INJURY OR DEATH OCCURRING IN, OR OTHERWISE RELATED TO, ANY WATER BODY, ALL PERSONS USING SAME DOING SO AT THEIR OWN RISK.

ALL OWNERS AND USERS OF ANY PORTION OF THE PROPERTIES LOCATED ADJACENT TO OR HAVING A VIEW OF ANY OF THE AFORESAID WATER BODIES SHALL BE DEEMED, BY VIRTUE OF THEIR ACCEPTANCE OF THE DEED TO OR USE OF, SUCH PROPERTY, TO HAVE AGREED TO RELEASE THE LISTED PARTIES FROM ALL CLAIMS FOR ANY AND ALL CHANGES IN THE QUALITY AND LEVEL OF THE WATER IN SUCH BODIES.

ALL PERSONS ARE HEREBY NOTIFIED THAT FROM TIME TO TIME ALLIGATORS AND OTHER WILDLIFE MAY HABITAT OR ENTER INTO WATER BODIES WITHIN OR NEARBY THE PROPERTIES AND MAY POSE A THREAT TO PERSONS, PETS AND PROPERTY, BUT THAT THE LISTED PARTIES ARE UNDER NO DUTY TO PROTECT AGAINST, AND DO NOT IN ANY MANNER WARRANT OR INSURE AGAINST, ANY DEATH, INJURY OR DAMAGE CAUSED BY SUCH WILDLIFE.

Section 13. Covenants Running With The Land.

Anything to the contrary herein notwithstanding and without limiting the generality (and subject to the limitations) of Section 1 hereof, it is the intention of all parties affected hereby (and their respective heirs, personal representatives, successors and assigns) that these covenants and restrictions shall run with the land and with title to the properties. Without limiting the generality of Section 4 hereof, if any provision or application of this Declaration would prevent this Declaration from running with the land as aforesaid, such provision and/or application shall be judicially modified, if at all possible, to come as close as possible to the intent of such provision or application and then be enforced in a manner which will allow these covenants and restrictions to so run with the land; but if such provision and/or application cannot be so modified, such provision and/or application shall be unenforceable and considered null and void in order that the paramount goal of the parties (that these covenants and restrictions run with the land as aforesaid) be achieved.

ARTICLE XVI
DISCLAIMER OF LIABILITY OF ASSOCIATION

NOTWITHSTANDING ANYTHING CONTAINED HEREIN OR IN THE ARTICLES OF INCORPORATION, BY-LAWS, ANY RULES OR REGULATIONS OF THE ASSOCIATION OR ANY OTHER DOCUMENT GOVERNING OR BINDING THE ASSOCIATION (COLLECTIVELY, THE "**ASSOCIATION DOCUMENTS**"), THE ASSOCIATION SHALL NOT BE LIABLE OR RESPONSIBLE FOR, OR IN ANY MANNER A GUARANTOR OR INSURER OF, THE HEALTH, SAFETY OR WELFARE OF ANY OWNER, OCCUPANT OR USER OF ANY PORTION OF THE PROPERTIES INCLUDING, WITHOUT LIMITATION, RESIDENTS AND THEIR FAMILIES, GUESTS, INVITEES, AGENTS, SERVANTS, CONTRACTORS OR SUBCONTRACTORS OR FOR ANY PROPERTY OF ANY SUCH PERSONS. WITHOUT LIMITING THE GENERALITY OF THE FOREGOING:

(a) IT IS THE EXPRESS INTENT OF THE ASSOCIATION DOCUMENTS THAT THE VARIOUS PROVISIONS THEREOF WHICH ARE ENFORCEABLE BY THE ASSOCIATION AND WHICH GOVERN OR REGULATE THE USES OF THE PROPERTIES HAVE BEEN WRITTEN, AND ARE TO BE INTERPRETED AND ENFORCED, FOR THE SOLE PURPOSE OF ENHANCING AND MAINTAINING THE ENJOYMENT OF THE PROPERTIES AND THE VALUE THEREOF;

(b) THE ASSOCIATION IS NOT EMPOWERED, AND HAS NOT BEEN CREATED, TO ACT AS AN ENTITY WHICH ENFORCES OR ENSURES THE COMPLIANCE WITH THE LAWS OF THE UNITED STATES, STATE OF FLORIDA, INDIAN RIVER COUNTY AND/OR ANY OTHER JURISDICTION OR THE PREVENTION OF TORTIOUS ACTIVITIES; AND

(c) ANY PROVISIONS OF THE ASSOCIATION DOCUMENTS SETTING FORTH THE USES OF ASSESSMENTS WHICH RELATE TO HEALTH, SAFETY AND/OR WELFARE SHALL BE INTERPRETED AND APPLIED ONLY AS LIMITATIONS ON THE USES OF ASSESSMENT FUNDS AND NOT AS CREATING A DUTY OF THE ASSOCIATION TO PROTECT OR FURTHER THE HEALTH, SAFETY OR WELFARE OF ANY PERSON(S), EVEN IF ASSESSMENT FUNDS ARE CHOSEN TO BE USED FOR ANY SUCH REASON.

EACH OWNER (BY VIRTUE OF HIS ACCEPTANCE OF TITLE TO HIS LOT) AND EACH OTHER PERSON HAVING AN INTEREST IN OR LIEN UPON, OR MAKING ANY USE OF, ANY PORTION OF THE PROPERTIES (BY VIRTUE OF ACCEPTING SUCH INTEREST OR LIEN OR MAKING SUCH USES) SHALL BE BOUND BY THIS ARTICLE AND SHALL BE DEEMED TO HAVE AUTOMATICALLY WAIVED ANY AND ALL RIGHTS, CLAIMS, DEMANDS AND CAUSES OF ACTION AGAINST THE ASSOCIATION ARISING FROM OR CONNECTED WITH ANY MATTER FOR WHICH THE LIABILITY OF THE ASSOCIATION HAS BEEN DISCLAIMED IN THIS ARTICLE.

AS USED IN THIS ARTICLE, "**ASSOCIATION**" SHALL INCLUDE WITHIN ITS MEANING ALL OF THE ASSOCIATION'S DIRECTORS, OFFICERS, COMMITTEE AND BOARD MEMBERS, EMPLOYEES, AGENTS, CONTRACTORS (INCLUDING

MANAGEMENT COMPANIES), SUBCONTRACTORS, SUCCESSORS AND ASSIGNS. THE PROVISIONS OF THIS ARTICLE SHALL ALSO INURE TO THE BENEFIT OF THE DECLARANT, BUILDERS AND ALL PARTIES RELATED THERETO, ALL OF WHICH SHALL BE FULLY PROTECTED HEREBY.


(Execution Page Follows)

EXECUTED as of the date first above written.

WITNESSES:

DECLARANT:


Print Name: Christina Selph


Print Name: Buffy Kindell

GRBK GHO LUCAYA POINTE, LLC, a
Florida limited liability company

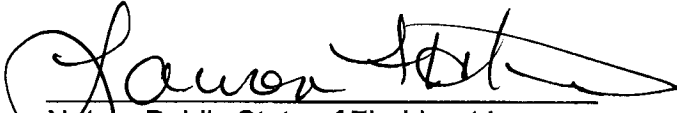
By: 
William Handler, Manager

[Corporate Seal]

STATE OF FLORIDA)
 Indian River
COUNTY OF ST. LUCIE)

The foregoing instrument was acknowledged before me by means of physical presence or online notarization, this 5 day of April, 2022, by William Handler, as Manager of GRBK GHO LUCAYA POINTE, LLC, a Florida limited liability company, on behalf of the company, who is personally known to me OR who produced _____ as identification.

My Commission Expires: 2/7/2023


Notary Public State of Florida at Large



LAUREN F. HAMILTON
Commission # GG 273201
Expires February 7, 2023
Bonded Thru Budget Notary Services

CONSENT OF MORTGAGEE

JBGL BUILDER FINANCE LLC, a Texas limited liability company ("Mortgagee"), the holder of that certain Mortgage recorded on April 27, 2018 in the Official Records Book 3111, Page 2053, of the Public Records of Indian River County, Florida, as amended and as spread to The Properties (as defined in the Declaration described below) by instrument recorded in Official Records Book 3111, Page 2053, of said Public Records and all related instruments evidencing or securing the loan secured thereby (together, the "Mortgage"), which Mortgage constitutes a lien upon the property described in the foregoing of Declaration of Covenants for Lucaya Pointe and all exhibits thereto (the "Declaration"), hereby consents to subjecting the real property described therein to the provisions of the Declaration and agrees that the Declaration shall be binding upon all present and future owners of the real property encumbered by the Declaration and, further, that the Mortgage shall be subject and subordinate to the Declaration, except as provided therein with respect to assessment liens and otherwise.

Notwithstanding the execution of this Consent, nothing herein shall be construed to render the undersigned Mortgagee responsible or liable for any of the covenants, undertakings, acts or omissions of the Declarant under the Declaration.

Dated this 4th day of April, 2022.

WITNESSES:

JBGL BUILDER FINANCE LLC, a Texas limited liability company

Robin Karickhoff
Print Name: ROBIN KARICKHOFF
Taylor Ross
Print Name: TAYLOR ROSS

By: Richard A. Costello, President

STATE OF TEXAS
COUNTY OF COLLIN

The foregoing instrument was acknowledged before me this 4th day of April, 2022, by Richard A. Costello, the President of JBGL BUILDER FINANCE LLC, a Texas limited liability company, on behalf of the company. He is personally known to me or produced as identification.

Kathryn Odom
Notary Public
(Print Name) Kathryn Odom

My Commission Expires: 1-22-24

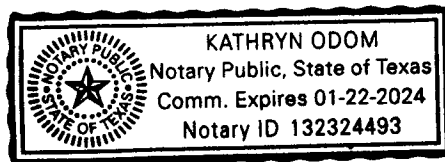


EXHIBIT "A"

ARTICLES OF INCORPORATION

(((H21000199106 3)))

**ARTICLES OF INCORPORATION
OF
LUCAYA POINTE PROPERTY OWNERS ASSOCIATION, INC.
(A corporation not-for-profit organized under the laws of the State of Florida)**

The undersigned incorporator, desiring to form a corporation not for profit under Chapter 617, Florida Statutes, as amended, hereby adopts the following Articles of Incorporation:

**ARTICLE I
NAME PRIMARY ADDRESS**

The name of the corporation shall be the **LUCAYA POINTE PROPERTY OWNERS ASSOCIATION, INC.**, which is hereinafter referred to as "**the Association**". The primary address of the Association shall be 590 NW Mercantile Place, Port St. Lucie, FL 34986.

**ARTICLE II
PURPOSES AND POWERS**

The objects and purposes of the Association are those objects and purposes as are authorized by the Declaration of Covenants for Lucaya Pointe recorded (or to be recorded) in the Public Records of Indian River County, Florida, as hereafter amended and/or supplemented from time to time (the "**Declaration**"). The further objects and purposes of the Association are to preserve the values and amenities in The Properties and to maintain the Common Areas for the benefit of the Members of the Association. The definitions set forth in the Declaration are incorporated herein by this reference.

The Association is not organized for profit and no part of the net earnings, if any, shall inure to the benefit of any Member or individual person, firm or corporation.

The Association shall have the power to contract for the management of the Association and to delegate to the party with whom such contract has been entered into (which may be an affiliate of the Declarant) the powers and duties of the Association, except those which require specific approval of the Board of Directors or Members.

The Association shall have all of the common law and statutory powers of a corporation not for profit which are not in conflict with the terms of these Articles and the Declaration identified above. The Association shall also have all of the powers necessary to implement the purposes of the Association as set forth in the Declaration and to provide for the general health and welfare of its membership.

The Association shall operate, maintain and manage the surface water or stormwater management system(s) in a manner consistent with the St. Johns River Water Management District permit requirements and applicable District rules, and shall assist in the enforcement of the Declaration of Covenants and Restrictions which relate to the surface water or stormwater management system.

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**ARTICLE III
MEMBERS**

Section 1. Membership. Every person or entity who is a record Owner of a fee or undivided fee interest in any Lot shall be a Member of the Association, provided that any such person or entity who holds such interest merely as security for the performance of an obligation shall not be a Member.

Section 2. Voting Rights. The Association shall have two (2) classes of voting membership:

Class A. Class A Members shall be all Owners (including any Builders) as defined in Section 1 with the exception of the Declarant (as long as the Class B Membership shall exist, and thereafter, the Declarant shall be a Class A Member to the extent it would otherwise qualify). Except as provided below, Class A Members shall be entitled to one (1) vote for each Lot in which they hold the interests required for membership by Section 1. When more than one person holds such interest or interests in any Lot, all such persons shall be Members, and the vote for such Lot shall be exercised as they among themselves determine, but, subject only as provided in the following sentence, in no event shall more than one vote be cast with respect to any such Lot.

Class B. The Class B Member shall be the Declarant. The Class B Member shall be entitled to one (1) vote, plus two (2) votes for each vote which the Class A Members are entitled to cast in the aggregate. The Class B Membership shall cease and convert to a Class A Membership as provided in the Declaration.

Section 3. Meetings of Members. The By-Laws of the Association shall provide for an annual meeting of Members, and may make provisions for regular and special meetings of Members other than the annual meeting. A quorum for the transaction of business at any meeting of the Members shall exist if thirty percent (30%) of the total number of Members in good standing shall be present or represented by proxy at the meeting.

Section 4. General Matters. When reference is made herein, or in the Declaration, By-Laws, Rules and Regulations, management contracts or otherwise, to a majority or specific percentage of Members, such reference shall be deemed to be reference to a majority or specific percentage of the votes of Members and not of the Members themselves.

**ARTICLE IV
CORPORATE EXISTENCE**

Existence of the Association shall commence with the filing of these Articles of Incorporation with the Secretary of State, Tallahassee, Florida. The Association shall exist in perpetuity.

In the event of termination, dissolution or final liquidation of the Association, the

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responsibility for the operation and maintenance of the Surface Water or Stormwater Management System must be transferred to and accepted by an entity which would comply with Section 62-330, F.A.C., and be approved by the St. Johns River Water Management District prior to such termination, dissolution or liquidation.

ARTICLE V
BOARD OF DIRECTORS

Section 1. Management by Directors. The property, business and affairs of the Association shall be managed by a Board of Directors, which shall consist of not less than three (3) persons, but as many persons as the Board of Directors shall from time to time determine. A majority of the directors in office shall constitute a quorum for the transaction of business. The By-Laws shall provide for meetings of directors, including an annual meeting.

Section 2. Original Board of Directors. The names and addresses of the first Board of Directors of the Association, who shall hold office until the first annual meeting of Members and thereafter until qualified successors are duly elected and have taken office, shall be as follows:

<u>Name</u>	<u>Address</u>
William N. Handler	590 NW Mercantile Place Port St Lucie, FL 34986
Rene Flowers	590 NW Mercantile Place Port St Lucie, FL 34986
Julio Recio	590 NW Mercantile Place Port St Lucie, FL 34986

Section 3. Election of Members of Board of Directors. Except as otherwise provided herein and for the first Board of Directors and their Declarant appointed replacements, directors shall be elected by a plurality vote of the Members of the Association at the annual meeting of the membership as provided by the By-Laws of the Association, and the By-Laws may provide for the method of voting in the election and for removal from office of directors. All directors shall be members of the Association residing in The Properties or shall be authorized representatives, officers, or employees of corporate members of the Association, or designees of the Declarant. Notwithstanding the foregoing, until such time as the Class B Membership in the Association terminates, the Declarant shall have the right to appoint the Directors of the Association by written notice to such effect or by an announcement reflected in the minutes of the annual meeting of the Association.

Section 4. Duration of Office. Members elected to the Board of Directors shall hold office until the next succeeding annual meeting of Members, and thereafter until qualified successors are duly elected and have taken office.

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Section 5. Vacancies. If a director elected by the general membership shall for any reason cease to be a director, the remaining directors so elected may elect a successor to fill the vacancy for the balance of the term.

ARTICLE VI OFFICERS

Section 1. Officers Provided For. The Association shall have a President, a Vice President, a Secretary and a Treasurer, and such other officers as the Board of Directors may from time to time elect.

Section 2. Election and Appointment of Officers. The officers of the Association, in accordance with any applicable provision of the By-Laws, shall be elected by the Board of Directors for terms of one (1) year and thereafter until qualified successors are duly elected and have taken office. The By-Laws may provide for the method of voting in the election, for the removal from office of officers, for filling vacancies and for the duties of the officers. The President shall be a director; other officers may or may not be directors of the Association. If the office of President shall become vacant for any reason, or if the President shall be unable or unavailable to act, the Vice President shall automatically succeed to the office or perform its duties and exercise its powers. If any office shall become vacant for any reason, the Board of Directors may elect or appoint an individual to fill such vacancy.

Section 3. First Officers. The names and addresses of the first officers of the Association, who shall hold office until the first annual meeting of directors and thereafter until successors are duly elected and have taken office, shall be as follows:

<u>Name and Office</u>	<u>Address</u>
<u>President</u> : William N. Handler	590 NW Mercantile Place Port St Lucie, FL 34986
<u>Vice-President</u> : Rene Flowers	590 NW Mercantile Place Port St Lucie, FL 34986
<u>Secretary-Treasurer</u> : Julio Recio	590 NW Mercantile Place Port St Lucie, FL 34986

ARTICLE VII BY-LAWS

The Board of Directors shall adopt By-Laws consistent with these Articles of Incorporation. Such By-Laws may be altered, amended or repealed in the manner set forth in the By-Laws.

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**ARTICLE VIII
AMENDMENTS AND PRIORITIES**

Section 1. Amendments to these Articles of Incorporation shall be proposed and approved by the Board of Directors and thereafter submitted to a meeting of the membership of the Association for adoption or rejection by affirmative vote of 66-2/3% of the Members, all in the manner provided in, and in accordance with the notice provisions of, Florida Statute 617.017.

Section 2. In case of any conflict between these Articles of Incorporation and the By-Laws, these Articles shall control; and in case of any conflict between these Articles of Incorporation and the Declaration, the Declaration shall control.

**ARTICLE IX
INCORPORATOR**

The name and address of the incorporator of this Corporation is: Charles W. Edgar, III, Cherry, Edgar & Smith, P.A., 8409 North Military Trail, Suite 123, Palm Beach Gardens, FL 33410.

**ARTICLE X
INDEMNIFICATION**

Section 1. The Association shall indemnify any person who was or is a party or is threatened to be made a party to any threatened, pending or contemplated action, suit or proceeding, whether civil, criminal, administrative or investigative, by reason of the fact that he is or was a director, employee, officer or agent of the Association, against all expenses (including attorneys' fees and appellate attorneys' fees), judgments, fines and amounts paid in settlement actually and reasonably incurred by him in connection with such action, suit or proceeding, unless (i) it is determined by a court of competent jurisdiction, after all available appeals have been exhausted or not pursued by the proposed Indemnitee, that he did not act in good faith or that he acted in a manner he believed to be not in or opposed to the best interest of the Association, and, with respect to any criminal action or proceeding, that he had reasonable cause to believe his conduct was unlawful, and (ii) such court further determines specifically that indemnification should be denied. The termination of any action, suit or proceeding by judgment, order, settlement, conviction, or upon a plea of nolo contendere or its equivalent, shall not, of itself, create a presumption that the person did not act in good faith or did act in a manner which he believed to be not in or opposed to the best interest of the Association, and with respect to any criminal action or proceeding, that he had reasonable cause to believe that his conduct was unlawful.

Section 2. To the extent that a director, officer, employee or agent of the Association has been successful on the merits or otherwise in defense of any action, suit or proceeding referred to in Section 1 above or in defense of any claim, issue or matter therein, he shall be indemnified against expenses (including attorneys' fees and appellate attorneys' fees) actually incurred by him in connection therewith.

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Section 3. The indemnification provided by this Article shall not be deemed exclusive of any other rights to which those seeking indemnification may be entitled under any by-law, agreement, vote of Members or otherwise, both as to action in his official capacity while holding such office or otherwise, and shall continue as to a person who has ceased to be director, officer, employee or agent and shall inure to the benefit of the heirs, executors and administrators of such person.

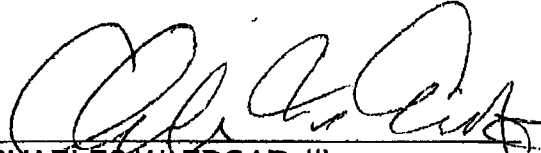
Section 4. The Association shall have the power to purchase and maintain insurance on behalf of any person who is or was a director, officer, employee or agent of the Association, or is or was serving at the request of the Association as a director, officer, employee or agent of another corporation, partnership, joint venture, trust or other enterprise. Such insurance shall cover any liability asserted against him and incurred by him in any such capacity, or arising out of his status as such, whether or not the Association would have the power to indemnify him against such liability under the provisions of this Article.

Section 5. The provisions of this Article X shall not be amended.

**ARTICLE XI
REGISTERED AGENT**

Until changed, **CHARLES W. EDGAR, III, ESQ.**, shall be the registered agent of the Association and the registered office shall be at 8409 North Military Trail, Suite 123, Palm Beach Gardens, FL 33410.

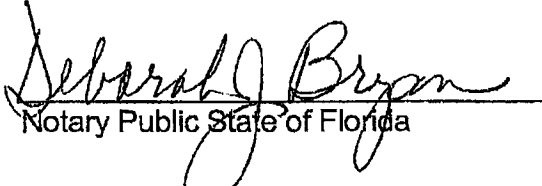
IN WITNESS WHEREOF, the aforesaid incorporator has hereunto set his hand this 18th day of May, 2021.

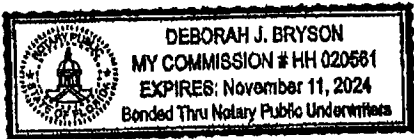

CHARLES W. EDGAR, III

STATE OF FLORIDA)
COUNTY OF PALM BEACH)

The foregoing instrument was acknowledged before me by means of physical presence or online notarization, this 18th day of May, 2021 by Charles W. Edgar, III, who is personally known to me and who did not take an oath.

My Commission Expires:


Notary Public State of Florida



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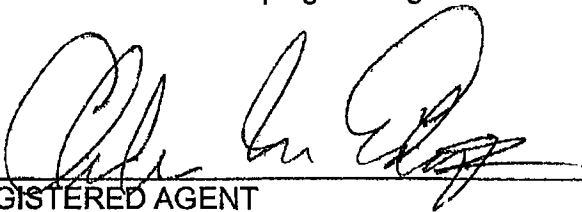
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**CERTIFICATE DESIGNATING PLACE OF BUSINESS OR
DOMICILE FOR THE SERVICE OF PROCESS WITHIN THIS
STATE, NAMING AGENT UPON WHOM PROCESS MAY BE SERVED**

In compliance with the laws of Florida, the following is submitted:

That desiring to organize under the laws of the State of Florida with its principal office,
as indicated in the foregoing Articles of Incorporation, at the City of Palm Beach Gardens,
County of Palm Beach, State of Florida, the corporation named in said Articles has named
Charles W. Edgar, III, Esq. located at Cherry, Edgar & Smith, P.A., 8409 North Military Trail,
Suite 123, Palm Beach Gardens, FL 33410, as its statutory registered agent.

Having been named the statutory agent of the above corporation at the place
designated in this certificate, I hereby accept the same and agree to act in this capacity, and
agree to comply with the provisions of Florida law relative to keeping the registered office
open.


REGISTERED AGENT

Dated this 18th day of May, 2021

EXHIBIT "C"
INITIAL COMMON AREA

All streets and rights of way, Stormwater Management Tract "A", Drainage Easements, Drainage Tract, Landscape Easements, Landscape Tracts "C-1", "C-2", "I" and "J", Sidewalk Easements, Recreation and Drainage Tracts "G" and "M", Landscape and Drainage Tracts "D" and "E-1", and Recreation Tract "L", all as shown on the Plat of Lucaya Pointe, according to the Plat thereof, as recorded in Plat Book _32 Page _ 18 , in the Public Records of Indian River County, Florida.

EXHIBIT "D"
INITIAL PORTION OF THE PROPERTIES

All of the plat of Lucaya Pointe, according to the Plat thereof, as recorded in Plat Book 32, Page 18, in the Public Records of Indian River County, Florida.

SCHEDULE "A"
RULES AND REGULATIONS
FOR
LUCAYA POINTE PROPERTY OWNERS ASSOCIATION, INC.

1. The sidewalks, entrances, passages, driveways and like portions of the Common Areas shall not be obstructed nor used for any purpose other than for ingress and egress to and from the Common Areas and Lots; nor shall any carts, bicycles, carriages, chairs, tables or any other objects be stored therein, except in areas (if any) designated for such purposes.

2. The personal property of Owners and occupants must be stored in their respective Homes or other areas approved by the Association.

3. No articles other than patio-type furniture, barbecues and other usual and customary items shall be placed on the lanais or patios on Lots. No linens, clothes, clothing, curtains, rugs, mops or laundry of any kind, or other articles, shall be shaken or hung from any of the windows, doors or other portions of the Homes.

4. No Owner or occupant shall permit anything to fall from a window or door of the Home, nor sweep or throw from the Home any dirt or other substance onto the Common Areas.

5. No garbage, refuse, trash or rubbish shall be deposited except as permitted by the Association. The requirements from time to time of the company or agency providing trash removal services for disposal or collection shall be complied with. All equipment for storage or disposal of such material shall be kept in a clean and sanitary condition and shall be at a uniform nature, which may be provided by the Association.

6. Employees of the Association and any management company are not to be sent out by Owners or occupants for personal errands. No Owner shall supervise or direct the activities of any such employee.

7. No repair of vehicles shall be made within The Properties except minor maintenance or repairs within enclosed garages.

8. No Owner or occupant shall make or permit any disturbing noises by himself or his family, servants, employees, agents, visitors or licensees, or pets, or permit any conduct by such persons or pets that will interfere with the rights, comforts or conveniences of other Owners or occupants. No Owner or occupant shall play or permit to be played any musical instrument, nor operate or permit to be operated a television, radio or other sound producing device in a Home in such a manner as to disturb or annoy other residents.

9. No radio or television, mechanical or electronic installation may be permitted in any Home which interferes with the television or other telecommunications reception of another Home.

10. No flammable, combustible or explosive fluids, chemicals or substances shall be kept in any Home except for barbeque propane tanks and usual household items.

11. An Owner or occupant who plans to be absent during the hurricane season must designate a responsible firm or individual to care for the Home should a hurricane threaten the Home or should the Home suffer hurricane damage, and such Owner or occupant shall furnish the Association with the name(s) and contact information of such firm or individual.

12. An Owner or occupant shall not cause anything to be affixed or attached to, hung, displayed or placed on the exterior walls, doors, balconies or windows of such party's Home. Curtains and drapes (or linings thereof) which face on exterior windows or glass doors of Home shall be subject to disapproval by the Board, in which case they shall be removed and replaced with acceptable items.

13. Children will be the direct responsibility of their parents or legal guardians, including full supervision of them while within the Common Area and including full compliance by them with these Rules and Regulations and all other restrictions administered by the Association. Loud noises will not be tolerated. All children under twelve (12) years of age must be accompanied by a responsible adult when entering and/or utilizing the recreational facilities.

14. Pets, birds, fish and other animals, reptiles or wildlife shall neither be kept nor maintained in or about The Properties except in accordance with the following, in addition to the applicable terms of the Declaration:

(a) Dogs and cats shall not be permitted outside of its Owner's Unit unless attended by an adult and on a leash not more than six (6) feet long. Said dogs and cats shall only be walked or taken upon those portions of the Common Areas designated by the Association from time to time for such purposes. In no event shall said dog or cat ever be allowed to be walked or taken on or about any recreational facilities.

(b) Fish or caged domestic (household-type) birds may be kept inside the Homes, subject to the provisions of the Declaration.

15. These rules and regulations shall be cumulative with the covenants, conditions and restrictions set forth in the Declaration, provided that the provisions of the same shall control over these rules and regulations in the event of a conflict or doubt as to whether a specific practice or activity is or is not permitted. All of these rules and regulations shall apply to all Owners and occupants even if not specifically so stated in portions hereof. The Board of Directors shall be permitted (but not required) to grant relief to one or more

Owners from specific rules and regulations upon written request therefor and good cause shown in the sole opinion of the Board.

16. These Rules and Regulations may be amended from time to time by a majority vote of the Board of Directors, which amendments shall be published to the Members but need not be recorded in the Public Records of Indian River County.

Prepared by / Return to:

Charles W. Edgar, III, Esquire
Cherry, Edgar & Smith, P. A.
8409 North Military Trail, Suite 123
Palm Beach Gardens, Florida 33410

**AMENDMENT TO DECLARATION OF COVENANTS
FOR
LUCAYA POINTE**

THIS AMENDMENT is made this 11th day of ~~June~~^{July}, 2022 by **GRBK GHO LUCAYA POINTE, LLC**, a Florida limited liability company ("**Developer**").

RECITALS

A. Declarant is the "Declarant" under, and as defined in, the **DECLARATION OF COVENANTS FOR LUCAYA POINTE**, recorded in **Official Records Book 3532, Page 1396 of the Public Records of Indian River County, Florida** (the "**Declaration**"). The capitalized terms used herein shall have the meanings given them in the Declaration.

B. Article XV, Section 6 of the Declaration provides, in pertinent part, that the Declaration may be amended by Declarant for so long as it holds title to any Lot, which it currently does.

C. Declarant now wishes to do so by this instrument.

NOW, THEREFORE, in consideration of the premises and the aforesaid authority of Declarant, the Declaration is hereby amended by adding the following new Section to Article VII thereof:

"Section 23. Protection and Preservation of Trees; Impact on Future Improvements."

All persons are hereby advised and bound by the fact that many or all of the trees, tree wells, retaining walls, raised walks, root barriers or other protective measures and improvements in the community are not to be removed, altered, trimmed or harmed in any way by any Owner or Member's Permittee (or, where not permitted by law, the Association). Further, any trees located on Common Areas or which were in place on a Lot prior to the construction of the Home thereon shall not be removed or substantially trimmed (e.g., no "hat racking"), or any of the aforesaid protective improvements removed, altered or harmed in any way, without the prior approval of the Board of Directors.

Because of the importance and protected nature of the trees described above, the existence or location of any such trees or associated

roots or the like may restrict the size, shape, design or location of swimming pools, decks, equipment such as air conditioning compressors and pool equipment, alterations to Homes, driveways or improvements of any kind and the like on the applicable Lot. In addition to the foregoing Board of Directors' right of approval, the Architectural Control Committee shall act and may reject or require changes to any submitted plans or applications for any improvements in an effort to protect all of the trees without regard to the hardship or loss possibly claimed by any resident or member. Likewise, all persons are advised that Declarant or any Builder may also be constrained by these factors in their design and construction of Homes and related improvements. By way of example only, a Home with three (3) car garage may have less than three (3) car driveway or it may not be possible for the Architectural Control Committee to approve, or an Owner to construct or install, improvements such as pool decks, patios or other alterations on a Lot.

It is specifically noted the Declarant or its affiliated Builder may at its sole and absolute discretion modify, remove, effect or in any way act as it sees fit with regard to the trees and shall have no liability to anyone for doing so.

IN WITNESS WHEREOF, Developer has executed this Amendment for the purposes herein stated as of the date and year first above written.

WITNESSES:

GRBK GHO LUCAYA POINTE, LLC, a Florida limited liability company

[Signature]
Print Name: Yvesena J Carrasco

[Signature]
Print Name: Rebecca Dima

By: [Signature]
William N. Handler, Manager

STATE OF FLORIDA
COUNTY OF ST. LUCIE

The foregoing instrument was acknowledged before me by means of physical presence or online notarization, this 11th day of July, 2022, by William N. Handler, Manager of **GRBK GHO LUCAYA POINTE, LLC**, a Florida limited liability company, who is personally known to me or has produced a _____ as identification.

(Notary Seal)



[Signature]
Notary Public State of Florida at Large
Name Printed: Rebecca Dima
My Commission Expires: 01/09/2025
Commission No.: HA 075530

Prepared by / Return to:

Charles W. Edgar, III, Esquire
Cherry, Edgar & Smith, P. A.
8409 North Military Trail, Suite 123
Palm Beach Gardens, Florida 33410

**AMENDMENT TO DECLARATION OF COVENANTS
FOR
LUCAYA POINTE**

THIS AMENDMENT is made this 16th day of November, 2022 by GRBK GHO LUCAYA POINTE, LLC, a Florida limited liability company ("Developer").

RECITALS

A. Declarant is the "Declarant" under, and as defined in, the **DECLARATION OF COVENANTS FOR LUCAYA POINTE**, recorded in **Official Records Book 3532, Page 1396 of the Public Records of Indian River County, Florida** (the "Declaration"). The capitalized terms used herein shall have the meanings given them in the Declaration.

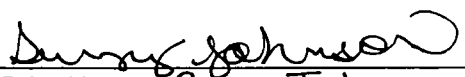
B. Article XV, Section 6 of the Declaration provides, in pertinent part, that the Declaration may be amended by Declarant for so long as it holds title to any Lot, which it currently does.


C. Declarant now wishes to do so by this instrument.

NOW, THEREFORE, in consideration of the premises and the aforesaid authority of Declarant, the Declaration is hereby amended by changing the minimum lease term in Article VIII, Section 2 thereof from one (1) year to six (6) months.


IN WITNESS WHEREOF, Developer has executed this Amendment for the purposes herein stated as of the date and year first above written.

WITNESSES:


Print Name: Suzy Johnson


Print Name: Rebecca Lima

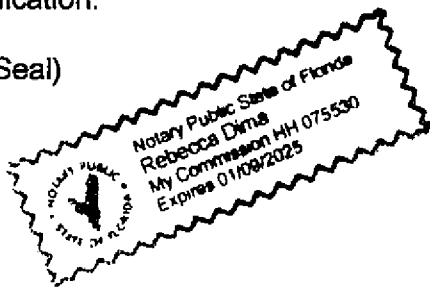
GRBK GHO LUCAYA POINTE, LLC, a Florida limited liability company

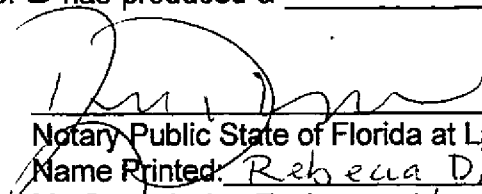
By: 
William N. Handler, Manager

STATE OF FLORIDA
COUNTY OF ST. LUCIE

The foregoing instrument was acknowledged before me by means of physical presence or online notarization, this 16th day of November, 2022, by William N. Handler, Manager of **GRBK GHO LUCAYA POINTE, LLC**, a Florida limited liability company, who is personally known to me or has produced a _____ as identification.

(Notary Seal)





Notary Public State of Florida at Large
Name Printed: Rebecca Dima
My Commission Expires: 01/09/2025
Commission No.: HH 075530