

RESTATED
BY-LAWS OF
FOREST OAKS HOMEOWNERS ASSOCIATION
8/22/86

ARTICLE I.

NAME AND LOCATION

The name of the corporation is Forest Oaks Homeowners Association, hereinafter referred to as the "Association". The principal office of the corporation shall be located at P.O. Box 33086, Coon Rapids, MN 55433, but meetings of members and directors may be held at such places within the State of Mn., Co. of Anoka, as may be designated by the Board of Directors.

Article II

DEFINITIONS

SECTION 1. "Association" shall mean and refer to Forest Oaks Homeowners Association, its successors or assigns.

Section 2. "Properties" shall mean and refer to that certain real property described in the Declaration of Covenants Restrictions and Easements and such additions thereto as may hereafter be annexed.

Section 3. "Declaration" shall mean and refer to the Declaration of Covenants, Restrictions and Easements applicable to the property recorded in the office of the County Recorder in and for Anoka County, Minnesota as Document No. 545184.

Section 4. "Declarant" shall mean and refer to Gerald J. Smith and Assoc., Inc. and the Gorgen Co., their successors and assigns if such successors and assigns should acquire more than one undeveloped lot from Gerald J. Smith and Assoc., Inc. and the Gorgen Co. for the purpose of development.

Section 5. "Living Unit" shall mean and refer to the single family townhouse type dwelling located or to be located upon one given lot.

Section 6. "Lot" shall mean and refer to any individual lot shown upon a recorded survey of the properties with the exception of common area of public area.

Section 7. "Member" shall mean and refer to those persons entitled to membership as provided in the Declaration.

Section 8. "Mortgage" shall mean any Mortgage or other security instrument by which a parcel or any part thereof is encumbered.

Section 9. "Mortgagee" shall mean any person named as the Mortgagee under any mortgage under which the interest of any Owner is encumbered, or any successor to the interest of such person under such mortgage.

Section 10. "Owner" shall mean and refer to the record owner, whether one or more entities, of a fee simple title to any Lot which is a part of the Properties, including contract sellers, but excluding those having such interest merely as security for the performance of an obligation.

Section 11. "Private Yard Area" shall mean and refer to that portion of a Lot not covered by a Living Unit.

Section 12. "Common Area" shall mean and refer to all real property and facilities which may hereafter be acquired by the Association for the common use and enjoyment of the owners.

Section 13. "Private Common Driveway" shall refer to the access driveways from public streets to the units.

ARTICLE III

MEETINGS OF THE MEMBERS

Section 1. Annual Meetings. Each annual meeting of the Members shall be on the third Wednesday of June. All such meetings of the Members shall commence at 7:00 p.m. If the day of the annual meeting of the Members shall fall upon a legal holiday, the meeting shall be held on the first Wednesday thereafter which is not such a holiday.

Section 2. Special meetings. Special meetings of the Members may be called for any purpose at any time by the President or the Board of Directors, upon written

request of the Members who have a right to vote one-fourth (1/4) of the votes of the membership. Any such meeting shall be held at 7:00 p.m.

Section 3. Notice of Meetings. Written notice of each meeting of the Members shall be given to each Member at his address most recently appearing on the books of the Assoc. Each member shall register his address with the Secretary, and notice of meetings shall be delivered to him at such address. Such notice shall also be sent to any holder of any first mortgage who shall have submitted a written request with the Secretary for the same. Notice of any meeting, regular or special, shall be delivered at least thirty days in advance of any such meeting and shall set forth in general the nature of the business to be transacted, together with the place, day and hour of the meeting, provided, however, that if the business of any meeting shall involve an election governed by Article V or any article governed by the Articles of Incorporation or by the Declaration, notice of such meetings shall be given or sent as provided therein.

Section 4. Quorum. The presence at the meetings of the Members or Proxyholders, or both, entitled to cast one-tenth (1/10) of the votes of the membership shall constitute a quorum for any action except as otherwise provided in the Articles of Incorporation, the Declaration, or these By-Laws. If, however, such quorum shall not be present or represented at a meeting, the Members entitled to vote thereat shall have the power to adjourn the meeting from time to time, without notice other than announcement at the meeting, until a quorum as aforesaid shall be present or be represented.

ARTICLE IV.

BOARD OF DIRECTORS

Section 1. Number. The management and affairs of the Association shall be managed by nine (9) Directors, who need not be members of the Association.

Section 2. Term of Office. At the first and organizational meeting of the Members, the members shall elect three (3) Directors for a term of one (1) year, three (3) Directors for a term of two (2) years, and three (3) for a term of three (3) years.

Section 3. Removal. Any Director may be removed from the Board, with or without cause, by a majority vote of the Members of the Association. Vacancies in the Board of

Directors, as a result of death, resignation, removal or otherwise, shall be filled by a majority of the remaining Directors, any such appointed Director to hold office for the unexpired term of his predecessor and until his successor is duly elected by the Members.

Section 4. Compensation No Director shall receive compensation for any service he may render to the Association. However, any Director may be reimbursed for his actual expenses incurred in the performance of his duties.

Section 5. Action Taken Without a Meeting The Directors shall have the right to take any action in the absence of a meeting which they could take at a meeting by obtaining the written approval of all the directors. An action so approved shall have the same effect as though taken at a meeting of the Directors.

ARTICLE V.

NOMINATION AND ELECTION OF DIRECTORS

Section 1. Nomination. Nomination for election to the Board of Directors shall be made by a Nominating Committee. Nominations may also be made from the floor at the annual meeting. The Nominating Committee shall consist of a Chairman, who shall be a member of the Board of Directors, and two or more Members of the Association. The Nominating Committee shall be appointed by the Board of Directors prior to each annual meeting of the Members, to serve from the close of such annual meeting until the close of the next annual meeting and such appointment shall be announced at each annual meeting. The Nominating Committee shall make as many nominations for election to the Board of Directors as it shall in its discretion determine, but not less than the number of vacancies that are to be filled. Such nomination may be made from among Members or non-Members.

Section 2. Election. Election to the Board of Directors shall be by secret ballot. At such election the Member or their proxies may cast, in respect to each vacancy, as many votes as they are entitled to exercise under the provisions of the Declaration. The persons receiving the largest number of votes shall be elected. Cumulative voting shall not be permitted.

ARTICLE VI.

POWERS AND DUTIES OF THE BOARD OF DIRECTORS

Section 1. Powers. The Board of Directors shall have power:

a) To suspend the voting rights and right to use any recreational facilities that may be acquired by the Association during any period in which such Member shall be in default in the payment of any assessment levied by the Association. Such rights may also be suspended, after notice and hearing, for a period not to exceed sixty (60) days for infraction of published rules and regulations.

b) To exercise for the Association all powers, duties and authority vested in or delegated to this Association and not reserved to the membership by other provisions of these By-Laws, the Articles of Incorporation, or the Declaration.

c) To declare the office of a member of the Board of Directors to be vacant in the event such member shall be absent from three (3) consecutive regular meetings of the Board of Directors.

d) To appoint and remove at their pleasure all officers, agents and employees of the Association, prescribe their duties, fix their compensation, and require of them such security or fidelity bond as it may deem expedient. Nothing contained in these By-Laws shall be construed to prohibit the employment of any Member, officer or Director of the Association in any capacity whatsoever, subject to the provisions of Article IV, Section 4.

e) To call special meetings of the Members whenever it deems necessary and it shall call a meeting at any time upon written request of one-fourth (1/4) the voting Membership, as provided in Article III, Section 2.

f) To establish, levy and assess and collect the assessments or charges referred to in Article XI.

g) To employ a manager or such other persons as they may deem necessary, and to prescribe their duties.

Section 2. Duties. It shall be the duty of the Board of Directors:

a) To cause to be kept a complete record of all its acts and corporate affairs and to present a statement thereof to the Members at the annual meeting of the Members or at any special meeting of the Members when such is requested at any special meeting of the Members when such is requested in writing by one -fourth (1/4) of the votes of the entire membership, as provided in Article III, Section 2.

b) To supervise all officers, agents and employees of this Association, and to see that their duties are properly performed.

c) As more fully provided in the Declaration applicable to the property:

1) To fix the amount of the assessment against each Lot for each assessment period at least thirty (30) days in advance of such date or period and, at the same time,

2) To 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 member, and at the same time,

3) To send written notice of each assessment to every owner subject thereto at least thirty (30) days in advance of each annual assessment period; and,

4) Foreclose the assessment lien against any Lot for which assessments are not paid within thirty (30) days after the due date or to bring an action at law against the Owner personally obliged to pay the same.

d) To issue, or cause an appropriate officer to issue, upon demand by any person, a certificate setting forth whether any assessment has been paid and the amount of any unpaid assessment. Such certificate shall be conclusive evidence of any assessment therein stated to have been paid or the amount of any unpaid assessment. A reasonable charge may be made by the Board of Directors for the issuance of those certificates.

e) To procure and maintain adequate insurance on property owned by the Association and adequate insurance against those other risks more fully described in the Declaration.

f) To cause all officers of employees having fiscal responsibilities to be bonded in an amount not less than that required by the Declaration.

g) To cause the common area, private yard areas, the exteriors of all the living units and other buildings on the property and driveways to be maintained in accordance with standards set forth in the Declaration.

h) To charge, in its discretion, reasonable fees for the use of any recreational facility situated upon the common area.

i) To suspend the voting rights and right to use of the recreational facilities by an Owner for any period during which any assessment against his Unit remains unpaid; and

for a period not to exceed sixty (60) days for any infraction of its published rules and regulations.

ARTICLE VII.

DIRECTORS' MEETING

Section 1. Regular Meetings. A regular meeting of the Board of Directors shall be held monthly on a day, time and place agreed upon by a majority of the Directors.

Section 2. Notice of Regular Meetings. Notice of such regular meeting is hereby dispensed with.

Section 3. Special Meetings. Special meetings of the Board of Directors shall be held when called by any officer of the Association or by any two directors after not less than three (3) days notice to each Director.

Section 4. Validity of Action at Meeting. The transaction of any business at any meeting of the Board of Directors, however called and noticed, or wherever held shall be as valid as though made at a regular meeting, each of the Directors not present signs a written waiver of notice, or a consent to the holding of such meeting or an approval of the minutes thereof. All such consents or approvals shall be filed with the corporate records and made part of the minutes of the meeting.

ARTICLE VIII.

OFFICERS AND THEIR DUTIES

Section 1. Enumeration of Offices. The officers of this Association shall be a President and Vice President, who shall at all times be members of the Board of Directors, a Secretary, and a Treasurer, and such other officers as the Board of Directors may from time to time by resolution create.

Section 2. Election of Officers. The election of officers shall take place at the first meeting of the Board of Directors following each annual meeting of the Members.

Section 3. Term. The officers of this Association shall be elected annually by the Board of Directors and each shall hold office for one (1) year unless

he shall sooner resign, or shall be removed, or otherwise disqualified to serve.

Section 4. Special Appointments. The Board may elect such other officers as the affairs of the Association may require, each of whom shall hold office for such period, have such authority, and perform such duties as the Board may, from time to time, determine.

Section 5. Resignation and Removal. Any officer may be removed from office with or without cause by the Board. Any officer may resign at any time by giving written notice to the Board, the President or Secretary. Such resignation shall take effect on the date of receipt of such notice or at any later time specified therein, and unless otherwise specified therein, the acceptance of such resignation shall not be necessary to make it effective.

Section 6. Vacancies. A vacancy in any office may be filled by appointment by the Board. The officer appointed to such vacancy shall serve for the remainder of the term of the officer he replaces.

Section 7. Multiple Offices. No person shall simultaneously hold more than one of any of the other offices except in the case of special offices created pursuant to Sect. 4 of this Article.

Section 8. Duties. The duties of the officers are as follows:

a) President. The president shall preside at all meetings of the Board of Directors; shall see that orders and resolutions of the Board of Directors; shall see that orders and resolutions of the Board are carried out; shall sign all leases, Mortgages, deeds and other written instruments; shall designate a Board of Director or Officer to co-sign all checks and promissory notes.

b) Vice President. The Vice President shall act in the place and stead of the President in the event of his absence, inability or refusal to act, and shall exercise and discharge such other duties as may be required of him by the Board.

c) Secretary. The Secretary shall record the votes and keep the minutes of all meetings and proceedings of the Board and of the Members; keep the corporate seal; serve notice of meetings of the Board and of the Members; keep appropriate current records showing the Members of the Association together with their addresses, and shall perform such other duties as required by the Board.

d) Treasurer. The treasurer shall receive and deposit in appropriate bank accounts all monies of the Association and shall disburse such funds as directed by resolution of the Board of Directors; shall sign all checks and promissory notes of the Association; keep proper books of account; cause an annual audit of the Association books to be made by a public accountant at the completion of each fiscal year; and shall prepare an annual budget and a statement of income and expenditures to be presented to the membership at its regular annual meeting, and deliver a copy of each to the Members.

ARTICLE IX.

COMMITTEES

Section 1. The Standing Committees of the Association shall be:

THE NOMINATION COMMITTEE
THE MAINTAINENCE COMMITTEE
THE ARCHITECTURAL CONTROL COMMITTEE

Unless otherwise provided herein, each committee shall consist of a Chairman and two or more Members. The committees shall consist of a Chairman and two or more Members. The committees shall be appointed by the Board of Directors prior to each annual meeting to serve from the close of such annual meeting until the close of the next annual meeting and such appointment shall be announced at each such annual meeting. The Board of Directors may appoint such other committees as it deems desirable.

Section 2. The Nomination Committee shall have the functions and duties described in Article V.

Section 3. The Maintenance Committee shall advise the board on all matters pertaining to the maintainence, repair or improvement of the buildings and facilities located upon the Property, and shall periodically review the adequacy of the insurance coverage afforded the Association and advise the Board of Directors; and shall perform such other functions as the Board, in its discretion, determines.

Section 4. The Architectural Control Committee shall have the duties and functions described in the Declaration.

Section 5. With the exception of the Nomination committee and the architectural committee (but then only as

to those functions that are governed by the Declaration), each committee shall have the power to appoint a subcommittee from among its membership and may delegate to any such subcommittee any of its powers, duties and functions.

Section 6. It shall be the duty of each committee to receive complaints from members on any matter involving Association functions, duties and activities within its field of responsibility. It shall dispose of such complaints as it deems appropriate or refer them to such other committee, Directors or officer of the Association as is further concerned with the matter presented.

ARTICLE X

BOOKS AND RECORDS

SECTION 1. The books, records and papers of the association shall be, at all times, during reasonable business hours subject to the inspection of any Member. The Declaration, the Articles of Incorporation, and the By-Laws of the Association shall be available for the inspection by any Member at the principal office of this Association, where copies may be copied at reasonable cost.

ARTICLE XI.

ASSESSMENTS

As more fully provided in the Declaration, each member is obligated to pay to the Association annual and special assessments which are secured by a continuing lien upon the Lot against which the assessment is made. Any assessments which are not paid when due shall be delinquent. All Association fees are due by the 15th of each month. Starting July 15, 1986 a \$10.00 administrative fee will be charged against all delinquent fees after the 15th of the month. A \$10.00 assessment will be levied for each additional month your payment is delinquent. The Assoc. may bring action at law against the owner personally obligated to pay the same and/or foreclose the lien against the Lot and in the event that the Association shall prevail in any such action, interest, costs, and reasonable attorneys' fees of any such action shall be added to the amount of such assessment. No Owner may waive or otherwise escape liability of the assessments provided for herein by abandonment of his Lot or otherwise.

ARTICLE XII.

CORPORATE SEAL

Section 1. The Association shall have a seal which shall be circular in form and shall have inscribed around the border the name of the corporation, the name of the State of Minnesota, and the words "corporate seal".

ARTICLE XIII.

AMENDMENTS

Section 1. These By-Laws may be amended, at a regular or special meeting of the Members, by a vote of a majority of a quorum of each class of Members present in person or by proxy; provided, however, that the Federal Housing Administration or the Veterans Administration shall have the right to veto amendments to these By-Laws as long as there is a class B membership.

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

ARTICLE XIV.

FISCAL YEAR

The fiscal year of the Association shall begin on the first day of January and end on the 31st day of December of every year, except that the first fiscal year shall begin on the date of incorporation.