DRAFT 073117

BYLAWS OF ONEJOY CONDOMINIUM OWNERS ASSOCIATION

These Bylaws have been adopted this	is day of	, 201	, by the p	ersons
constituting all of the members of the Or	•		• •	
Bylaws shall relate solely to the property c	alled Onejoy Condor	ninium located	l at 1 Joy	Place,
Portland, Maine (the "Property"), more	fully described in	the Declarat	ion of (Onejoy
Condominium, dated, 201 a	nd the Plat and Plans	attached there	to (collec	tively,
the "Declaration"), recorded in the Cumbe	erland County Regist	ry of Deeds in	ı Book _	,
Page, and in Plan Book, P	ages through	n, as th	ne same n	nay be
amended from time to time				

TABLE OF CONTENTS

ARTICLE I.	OFFICE	
	Section 1	Principal Office
	Section 2	Place of Meetings
ARTICLE II.	ASSOCIAT	ION OF OWNERS
	Section 1	Membership
	Section 2	First Meeting; Annual Meeting
	Section 3	Special Meetings
	Section 4	Notice of Meetings
	Section 5	Waiver of Notice
	Section 6	Quorum
	Section 7	Voting, Proxies, Actions of Association without a
		Meeting
	Section 8	Adjournment
ARTICLE III.	BOARD OF	F DIRECTORS
	Section 1	Number and Qualification
	Section 2	Powers and Duties
	Section 3	Other Duties
	Section 4	Manager or Management Agent, Employees, Generally
	Section 5	Election and Term of Office
	Section 6	Vacancies
	Section 7	Removal, Resignation of Directors
	Section 8	Compensation
	Section 9	Annual Meeting
	Section 10	Regular Meetings
	Section 11	Special Meetings
	Section 12	Waiver of Notice
	Section 13	Quorum
	Section 14	Unanimous Action Without a Meeting
	Section 15	Bonds of Officers and Employees
	Section 16	Committees
ARTICLE IV.	OFFICERS	
	Section 1	Designation
	Section 2	Election of Officers
	Section 3	Removal of Officers
	Section 4	President
	Section 5	Secretary
	Section 6	Treasurer
	Section 7	Compensation
	Section 8	Auditor

ARTICLE V. FISCAL MANAGEMENT

Section 1 Accounting Section 2 Assessments

Section 3 Revised and Emergency Assessments Section 4 Declarant Payment of Assessments

Section 5 Maintenance and Repair

Section 6 Improvements Section 7 Use of Units

Section 8 Rules and Regulations Section 9 Foreclosure of Lien

Section 10 Title

Section 11 Mortgages Section 12 Insurance

Section 13 Reconstruction or Repair of Casualty Damage

ARTICLE VI. EXECUTION OF INSTRUMENTS

Section 1 Instruments Generally

ARTICLE VII. LIABILITY OF DIRECTORS AND OFFICERS

Section 1 Exculpation
Section 2 Indemnification

ARTICLE VIII. FISCAL YEAR

Section 1 Fiscal Year

ARTICLE IX. BYLAWS

Section 1 Amendment Section 2 Conflict

BYLAWS OF ONEJOY CONDOMINIUM OWNERS ASSOCIATION

ARTICLE I. OFFICE

<u>Section 1. Principal Office</u>. The principal office of the Onejoy Condominium Owners Association (hereinafter referred to as the "Association") and the Board of Directors shall be located at the Property, at 1 Joy Place, Portland, Maine or at such other place as may be designated from time to time by the Board of Directors.

<u>Section 2. Place of Meetings</u>. All meetings of the Association shall be held at its principal office unless some other place is stated in the call.

ARTICLE II. ASSOCIATION OF OWNERS

Section 1. Membership. The members shall consist of all Unit Owners of Onejoy Condominium (hereinafter referred to as the "Condominium"), a property submitted to the provisions of the Maine Condominium Act and located in Portland, Cumberland County, Maine. Membership shall be in accordance with the Declaration of Onejoy Condominium (hereinafter referred to as the "Declaration") or by these Bylaws, as amended from time to time. The membership of each Unit Owner terminates upon a sale, transfer or other disposition of his or her ownership in a Condominium Unit (hereinafter referred to as "Unit") as provided in the Declaration, whereupon the membership and any interest in the funds of the Association shall automatically transfer to and be vested in the successor in ownership. A conveyance in mortgage of a Unit, however, shall not operate to transfer membership until the mortgage is foreclosed or the property held in lieu of foreclosure. The Association may, but is not required to, issue certificates of membership.

<u>Section 2. First Meeting</u>; <u>Annual Meeting</u>. The first meeting of the members shall be held, at the call of the Declarant of Onejoy Condominium (hereinafter referred to as the "Declarant"), within sixty (60) days after the closing of sales of seventy-five percent (75%) of the Units by the Declarant, or the expiration of three (3) years from the date of the first Unit sale by Declarant, whichever is first. Thereafter, the annual meeting of the Association shall be held each year on the first Monday in March, or in the event that day is a legal holiday, then on the first day thereafter which is not a holiday.

<u>Section 3. Special Meetings</u>. Special meetings of the members may be held at any time upon the call of the President of the Association (hereinafter referred to as the "President") or upon the call of any two (2) Unit Owners. Upon receipt of the call, the Secretary of the Association (hereinafter referred to as the "Secretary") shall send out notices of the meeting to all members of the Association.

<u>Section 4. Notice of Meetings</u>. A written or printed notice of every meeting of the Association, stating whether is an annual meeting or special meeting, the authority for the call, the place, day and hour of the meeting, and the purpose therefor shall be given by the Secretary or the person or persons calling the meeting at least ten (10) days but not more than sixty (60) days before the date set for the meeting. Such notice shall be given to each member as indicated in the records of the Association by delivery in hand or mailing such notice, postage prepaid, addressed to the member at the member's address as it appears on the records of the

Association. Such notice shall also be given to holders, insurers or guarantors of a mortgage on any unit when required by the Declaration. If notice is given pursuant to provisions of this Section, the failure of any member to receive actual notice of the meeting shall in no way invalidate the meeting or any proceedings thereat. Upon written request for notices mailed by registered mail addressed to the Secretary at the address of the Association, the holder of any duly recorded mortgage against any Unit may promptly obtain a copy of any and all notices permitted or required to be given to the members from and after receipt of the request until the request is withdrawn or the mortgage is discharged of record.

Section 5. Waiver of Notice. The presence of all the members, in person or by proxy, at any meeting shall render the same a valid meeting, unless any member shall, at the opening of the meeting, object to the holding of the same for noncompliance with the provisions of Section 4 of this Article II. Any meeting so held without objection shall, notwithstanding the fact that no notice of meeting was given, or that the notice given was improper, be valid for all purposes, and any general business may be transacted and any action may be taken.

<u>Section 6. Quorum</u>. The presence at any meeting of the Association in person or by proxy of Unit Owners whose aggregate voting rights constitute at least fifty percent (50%) of the total voting rights shall constitute a quorum.

Section 7. Voting, Proxies, Actions of Association without a Meeting. Any person, firm, corporation, trust, or other legal entity or a combination thereof, owning any Unit, other than as a mortgagee, in the Condominium duly recorded in his, her or its name, the ownership whereof shall be determined by the records of the Cumberland County Registry of Deeds, shall be a member of the Association, and either in person or by proxy shall be entitled to one vote for each Unit so owned. When the ownership of a Unit is in more than one person, the person who shall be entitled to cast the vote of such Unit shall be the person owning such Unit who is present. If more than one person owning such Unit is present, then such vote shall be cast only in accordance with the majority in interest of the multiple owners pursuant to Section 1603-110 of the Act. There shall be deemed to be majority agreement if any one of the multiple owners casts the vote allocated to that Unit without protest being made promptly to the person presiding over the meeting by any of the other owners of the Unit. An executor, administrator, guardian, or trustee may vote in person or by proxy at any meeting of the Association with respect to any Unit owned or held by him in such a capacity, whether or not the same shall have been transferred to his name by a duly recorded conveyance. In case such Unit shall not have been so transferred to his name, he shall satisfy the Secretary that he is the executor, administrator, guardian, or trustee holding such Unit in such capacity. If the Declarant owns or holds title to one or more Units, the Declarant shall have the right at any meeting of the Association to cast the votes to which such Unit or Units are entitled. No vote pertaining to a Unit owned by the Association may be cast. Finally, an Eligible Mortgage Holder shall have the voting rights provided by Section 1602-110 of the Maine Condominium Act.

A vote may be cast in person or by proxy. If a Unit is owned by more than one person each Owner of the Unit may vote through a duly executed proxy, subject, however, to the restrictions that there may be no splitting of votes, that the Unit vote shall be cast only in accordance with the majority in interest of the multiple owners, and that, notwithstanding any proxies to the contrary, if one of multiple owners is present in person, that person shall be entitle to cast the vote of such Unit. Such proxy may be granted by any Unit Owner only in favor of another Unit

Owner, the holder of a mortgage on a Unit, or the Declarant. Proxies shall be duly executed in writing, shall be valid only for the particular meeting designated therein and must be filed with the Secretary before the appointed time of the meeting. Such proxy shall be deemed revoked only by actual receipt by the person presiding over the meeting of written notice of revocation from the grantor of the proxy. No proxy shall be valid for a period in excess of one year after the execution thereof. A proxy is void if it is not dated or if it purports to be revocable without notice.

Except where a greater number is required by the Act, the Declaration or by these By- laws, the affirmative vote of a majority of those voting in person or by proxy at one time at a duly convened meeting at which a quorum is present, with votes tallied on the basis of one vote for each Unit, is required to adopt decisions at any meeting of the Association.

Any action required or permitted to be taken by a vote of the Association may be taken without a meeting if all Unit Owners shall consent in writing to such action. Any such written consent shall be filed with the proceedings of the Association.

<u>Section 8. Adjournment</u>. Any meeting of the Association may be adjourned from time to time to such place and time as may be determined by Unit Owners entitled to cast a majority of the votes represented at that meeting, whether a quorum be present or not. If the adjournment is for less than thirty (30) days and the time and place of the adjourned meeting are announced at the meeting at which the adjournment is taken, no further notice need be given. At any adjourned meeting at which a quorum is present, any business may be transacted which might have been transacted by a quorum at the meeting as originally called.

ARTICLE III. BOARD OF DIRECTORS

Section 1. Number and Qualification. As provided by these Bylaws, the Declaration and the Maine Condominium Act, the Association shall be administered by an executive board to be known as the Board of Directors. Until the first meeting of the members, the affairs of the Association shall be governed by a Board of Directors composed of three (3) persons appointed by the Declarant, who need not be Unit Owners. Thereafter, the affairs of the Association shall be governed by a Board of Directors composed of three (3) persons. Each such Director shall be an Owner of a Unit in the Condominium or, in the case of a Unit Owner which is a corporation, partnership, trust or estate, then a designated agent thereof or, in the case of Units owned by the Declarant, one or more persons appointed by the Declarant, who need not be Unit Owners.

Section 2. Powers and Duties. The Board of Directors shall have the power and duties necessary for the administration of the affairs of the Association as provided by the Maine Condominium Act, including without limitation those powers identified in Section 1603-102 of the Maine Condominium Act, and may do all such acts and things as are not by law or by these Bylaws directed to be exercised and done by the Unit Owners; notwithstanding the foregoing, the Board of Directors shall not have the power to assign its right to future income, including the right to receive common expense assessments, without the consent of eighty percent (80%) of the members of the Association, including eighty percent (80%) of the members of the Association other than the Declarant. The powers of the Board of Directors shall be limited as provided in Section 1603-103(b) of the Maine Condominium Act.

<u>Section 3. Other Duties</u>. In addition to other duties imposed by these Bylaws, by the Rules and Regulations, or by resolutions of the Association, the Board of Directors shall be responsible for the following:

- (a) Care and upkeep of the Condominium common elements,
- (b) Determination and collection of the monthly assessments from the Unit Owners,
- (c) Designation and dismissal of the personnel necessary for the maintenance and operation of the Condominium and the common elements.

Section 4. Manager or Management Agent, Employees, Generally. The Board of Directors may employ for the Association a management agent or manager, at a compensation established by the Board of Directors to perform such duties and services as the Board of Directors shall authorize including, but not limited to, the duties listed in Section 3 of this Article. However, notwithstanding anything herein to the contrary, the Board of Directors may opt not to employ a management agent or manager. Any agreement for professional management, or any other contract providing services of the Declarant to the Unit Owners, shall not exceed a term of three (3) years and shall be cancelable by either party without cause and without a termination fee upon ninety days written notice. The Board of Directors may employ any other employees or agents to perform such duties and at a reasonable and customary fee. Until the first meeting of members, the Board of Directors may employ or use the services of the Declarant or the Declarant's employees, and all costs and expenses related to those services shall be charged to common expenses. Neither the Board of Directors nor the Declarant shall be charged with self-dealing or breach of fiduciary duty by reason of such employment.

Section 5. Election and Term of Office. From and after the first meeting of the members, the Directors shall be elected by the members of the Association. The term of office for each Director shall be fixed for one year. At the expiration of the initial term of office of each Director, his or her successor shall be elected in the same manner to serve a term of one year. Directors shall hold office until the earlier to occur of the election of their respective successors or their death, adjudication of incompetency, removal or resignation. A Director may serve an unlimited number of terms and may succeed himself or herself.

<u>Section 6. Vacancies</u>. Until the first meeting of members, vacancies in the Board of Directors shall be filled by appointment of the Declarant. Thereafter, vacancies in the Board of Directors shall be filled by vote of the Unit Owners, provided, however, that the Declarant shall have the right to fill any vacancy created by the resignation, death, or adjudication of incompetency of member who had been appointed by the Declarant and had not been elected by the Unit Owners.

<u>Section 7. Removal, Resignation of Directors</u>. The Declarant shall have the right to remove and replace any and all members appointed by the Declarant at any time and from time to time until the first meeting of the members. At any regular or special meeting duly called, any Director may be removed, with or without cause, by vote of the majority of all Unit Owners and a successor may then and there be elected to fill the vacancy thus created. A Director shall be deemed to have resigned upon transfer of title to his or her Unit.

<u>Section 8. Compensation</u>. No compensation shall be paid to Directors for their services as Directors. No remuneration shall be paid to a Director for services performed by him for the Association in any other capacity, unless a resolution authorizing such remuneration shall have been adopted by the Board of Directors before or after the services are undertaken. A Director may not be an employee of the Association.

<u>Section 9. Annual Meeting</u>. The annual meeting of the Board of Directors shall be held immediately following the annual meeting of the Association and at the same place, and no notice shall be necessary in order legally to constitute such meeting, providing a majority of the whole Board of Directors shall be present.

<u>Section 10. Regular Meetings</u>. Regular meetings of the Board of Directors may be held at such time and place as shall be determined, from time to time, by a majority of the Directors. Notice of regular meetings of the Board of Directors shall be given to each Director, personally or by mail, addressed to his residence, or by telephone, at least three (3) days prior to the day named for such meeting. Directors may participate in meetings by telephone if they may hear and be heard by other Directors.

Section 11. Special Meetings. Special meetings of the Board of Directors may be called by the President on three (3) days' notice to each Director, given personally or by mail, addressed to his residence, or by telephone, which notice shall state the time, place and purpose of the meeting. Special meetings of the Board of Directors shall be called by the President or Secretary in like manner and on like notice on the written request of at least two Directors. Upon the request of any Director made within thirty (30) days after a meeting, the person giving notice of the meeting shall execute a sworn affidavit setting forth the specific manner in which notice of the meeting was given to and received by each Director.

<u>Section 12. Waiver of Notice</u>. Before or after any meeting of the Board of Directors, any Director may, in writing, waive notice of such meeting and such waiver shall be deemed equivalent to the giving of such notice. Attendance by a Director at any meeting of the Board of Directors shall be a waiver of notice by him of the time and place thereof. If all the Directors are present at any meeting of the Board of Directors, no notice shall be required and any business may be transacted at such meeting.

Section 13. Quorum. At all meetings of the Board of Directors, a majority of the Directors shall constitute a quorum for the transaction of business, and the acts of the majority of the Directors present at a meeting at which a quorum is present shall be the acts of the Board of Directors and shall bind the Board of Directors for all purposes unless otherwise provided in the Declaration or these Bylaws. If, at any meeting of the Board of Directors, there be less than a quorum present, the majority of those present may adjourn the meeting from time to time. At any such adjourned meeting, any business which might have been transacted at the meeting as originally called may be transacted without further notice.

Section 14. Unanimous Action Without a Meeting. Unless otherwise provided by law, the Declaration, or these Bylaws, any action which may be taken at a meeting of the Board of Directors may be taken without a meeting if all of the Directors sign written consents, setting forth the action taken or to be taken, at any time before or after the intended effective date of such action. Such consents shall be filed with the minutes of Directors meetings and shall have

the same effect as a unanimous vote.

<u>Section 15. Bonds of Officers and Employees</u>. The Board of Directors may require that all officers and employees of the Association handling or responsible for corporate funds shall furnish adequate bonds. The premiums on such bonds shall be paid by the Association.

<u>Section 16. Committees</u>. The Board of Directors may establish such standing or other committees, with such powers and duties, as it deems advisable, including but not limited to a Rules Committee.

ARTICLE IV. OFFICERS

<u>Section 1. Designation</u>. The principal officers of the Association shall be a President, a Secretary, and a Treasurer, all of whom shall be elected by the Board of Directors from among the members of the Board of Directors. The Directors may in their discretion appoint any Assistant Treasurer, and an Assistant Secretary, and such other officers, as in their judgment may be necessary, who need not be members of the Board of Directors.

<u>Section 2. Election of Officers</u>. The principal officers of the Association shall be elected annually by the Board of Directors at the annual meeting and shall hold office at the pleasure of the Board of Directors.

<u>Section 3. Removal of Officers</u>. Upon an affirmative vote of a majority of the members of the Board of Directors, any officer may be removed, either with or without cause, and his successor elected at any regular meeting of the Board of Directors, or at any special meeting of the Board of Directors called for such purpose.

<u>Section 4. President</u>. The President shall be the chief executive officer of the Association. The President shall preside at all meetings of the Association and of the Board of Directors. In the President's absence, a chair pro tempore may be chosen by the members or Directors, as the case may be, to preside at a meeting. The President shall have all of the general powers and duties which are usually vested in the office of president of an association, including but not limited to the power to appoint ad hoc committees from among the Unit Owners or their spouses from time to time as he or she may, in his or her discretion, decide is appropriate to assist in the conduct of the affairs of the Association.

Section 5. Secretary. The Secretary shall attend and keep the minutes of all meetings of the Board or of the Association, shall give all notices as provided by these Bylaws, and shall have other powers and duties as may be incidental to the office of Secretary, given by these Bylaws or assigned from time to time by the Board Members. If the Secretary shall not be present at any meeting, the presiding officer shall appoint a secretary pro tempore who shall keep the minutes of such meeting and record them in the books provided for that purpose. The Secretary shall be responsible for the filing of all reports and documents required to be filed by the Association with any governmental agency. The Secretary shall keep a record of the names and addresses of all Unit Owners and Eligible Mortgage Holders (as defined in the Declaration), and shall keep copies of all Condominium documents. The Secretary shall, within ten (10) days after receipt of a request and payment of a fee, established by the Board, provide any person entitled thereto a written statement or certification of the information required to be

provided by the Association pursuant to Section 1603-116(h) and 1604-108(b) of the Maine Condominium Act.

Section 6. Treasurer. The Treasurer shall have the responsibility for Association funds and securities and shall be responsible for keeping full and accurate accounts of all receipts and disbursements in books belonging to the Association. Such books shall be available for examination by Unit Owners during reasonable weekday hours. The Treasurer shall be responsible for the deposit of all monies and other valuable effects in the name, and to the credit, of the Association in such depositories as may from time to time be designated by the Board. The Treasurer shall be responsible, subject to the direction of the Board, for preparing and providing to the Secretary for dissemination to the members of all financial reports, budgets and notices required, and for the preparation and signing, if necessary, of all financial reports or tax returns required to be filed by the Association. The Treasurer shall have such other powers and duties as may be incidental to the office of Treasurer, given by these Bylaws, or assigned from time to time by the Board Members.

<u>Section 7. Compensation</u>. The officers shall receive no compensation for their services except as expressly provided by a resolution duly adopted by the Board.

<u>Section 8. Auditor</u>. The Board may at any meeting appoint some person, firm or corporation engaged in the business of auditing to act as auditor of the Association and to perform such audits and fiscal duties as may be requested by the Association.

ARTICLE V. FISCAL MANAGEMENT

<u>Section 1. Accounting</u>. Books and accounts of the Association shall be kept under the direction of the Treasurer and in accordance with customary accounting principles and practices. Within ninety (90) days after the close of each fiscal year, the Association shall furnish its members with a statement of the income and disbursements for such prior fiscal year and a balance sheet as of the close of that year.

<u>Section 2. Assessments</u>. With respect to each fiscal year, the Board of Directors shall estimate the amount required by the Association to meet its expenses for such year, including but not limited to the following items:

- (a) Management and administration expenses;
- (b) The estimated cost of repairs, maintenance and replacement of common elements;
- (c) The cost of such insurance and utilities as may be furnished by the Association;
- (d) The amount of such reserves as may be reasonably established by the Board of Directors, including general operating reserves, reserves for contingencies, reserves for insurance deductibles and reserves for maintenance and replacements; and
- (e) Such other expenses of the Association as may be approved by the Board of Directors, including operating deficiencies, if any, for prior periods.

At least sixty (60) days prior to the commencement of each fiscal year, the Board of Directors shall cause an estimated annual budget to be prepared based on its estimations of annual expenses, and copies of such budget shall be furnished to each member. The Board of Directors shall call a meeting of the members not less than fourteen (14) nor more than thirty (30) days after such budget is furnished to the members for the purpose of considering ratification of such budget. Unless at that meeting a majority of all of the Unit Owners in attendance vote to reject the budget, the budget shall be deemed ratified, whether or not a quorum is present at the meeting. In the event the budget is rejected, the budget last ratified by the members shall be continued until such time as the Unit Owners ratify a subsequent budget proposed by the Board of Directors.

The Board of Directors shall make reasonable efforts to meet the deadlines set forth above, but compliance with such deadlines shall not be a condition precedent to the effectiveness of any budget or any common expense assessment based thereon.

On or before the first day of each month of the fiscal year covered by such estimated annual budget, each member shall pay as his respective monthly assessment one-twelfth (1/12) of his proportionate share of the amount designated in the estimated annual budget as membership assessments. Each member's proportionate share of membership assessments shall be an amount equal to the total membership assessment multiplied by his respective percentage interest in the common elements; provided, however, that with respect to certain common elements, as further outlined in the Declaration and as delineated in the budget, the operation, maintenance and replacement costs and reserves may be allocated among the members according to the respective use and benefit of the particular facility or element to each Unit rather than according to the percentage interest of each Unit.

Any surplus funds collected by the Association shall be deposited in a general reserve fund, and shall not be refunded to Unit Owners or credited against future common expense assessments levied against Unit Owners, unless the Board determines to so refund or credit such surplus funds.

Until the annual budget for a fiscal year is ratified by the members, each member shall continue to pay that amount which had been established on the basis of the previous annual budget.

If any member shall fail or refuse to make payment of his proportionate share of the common expenses or any other amount payable to the Association when due, the amount thereof shall bear interest at a rate per annum of eighteen percent (18%); and the amount thereof, together with such interest as aforesaid and such costs and attorney's fees as are allowed by law, shall constitute a lien against each Unit Owner's Unit as provided in the Act and in the Declaration. The Association and the Board of Directors shall have the authority to exercise and enforce any and all rights and remedies provided in the Maine Condominium Act, the Declaration or these Bylaws, or otherwise available at law or in equity for the collection of all unpaid amounts including the right to accelerate payment on the full assessment for the year and, if available, all possessory remedies under the Forcible Entry and Detainer laws of Maine.

<u>Section 3. Revised and Emergency Assessments</u>. If at any time prior to or during the course of any fiscal year the Board of Directors shall deem the amount of the membership assessments to be inadequate by reason of a revision in its estimate of either expenses or other income, the

Board of Directors shall prepare and cause to be delivered to the members a revised estimated annual budget for the balance of such fiscal year and shall call a meeting of the members to ratify such budget in the same manner as for an annual budget. After ratification, monthly assessments shall be determined and paid on the basis of such revision.

The Board of Directors may, upon finding that an emergency exists which requires immediate assessment of the members, make an emergency assessment not to exceed an amount equal to the current monthly assessment for each Unit, which shall be due and payable when communicated to the members.

Section 4. Declarant Payment of Assessments. With respect to any Units owned by the Declarant, the Declarant shall pay a monthly assessment determined in the same manner as the monthly assessment is determined for all other Unit Owners upon the later of: (1) sixty (60) days after the first conveyance of any Unit, (2) when the Association commences making common expense assessments against any Unit Owner; or (3) when the Declarant has obtained a Certificate of Occupancy for the Unit.

Section 5. Maintenance and Repair. Each Unit Owner shall furnish and be responsible for, at his or her own expense, all the maintenance, repairs and replacements within his or her own Unit and for the payment of any insurance deductible on damages within the Unit. Each Unit Owner must perform promptly all maintenance and repair work within his or her own Unit which, if omitted, would affect the Condominium in its entirety (or any part thereof) or would affect a part belonging to one or more other Unit Owners, and each Unit Owner shall be expressly responsible for any damages or liabilities resulting from his or her failure to do so. A Unit Owner shall reimburse the Association for any expenditures incurred in repairing or replacing any common elements damaged through his or her negligence, misuse or neglect. All maintenance and repair of the common elements, including but not limited to the limited common elements, shall be performed at the direction of the manager or Board of Directors, and shall be a common expense. However, even though a common expense, assessments associated with maintenance, repair or replacement of a limited common element shall be assessed against the Unit(s) to which that limited common element is assigned equally, and any common expense which benefits fewer than all of the Units shall be assessed exclusively against the benefited Unit(s), both pursuant to the terms of the Declaration. As a common expense, the Association shall have a mandatory duty to remove snow from the parking area in accordance with the terms of the Declaration.

<u>Section 6. Improvements</u>. The Board of Directors may make improvements to the common elements and assess the cost thereof to all Unit Owners as a common expense. In addition, if an improvement is requested by one or more Unit Owners and is, in the opinion of the Board of Directors, exclusively or substantially for the benefit of those who requested it, the cost shall be assessed against such Unit Owner or Unit Owners in such proportion as the Board of Directors shall determine as fair and equitable. Nothing contained herein shall prevent the Unit Owners affected by such improvement from agreeing, in writing, either before or after the assessment is made, to be assessed in different proportions.

The Declarant may, at his own expense, make such improvements to the common elements as he deems advisable, until the expiration of the applicable warranty period.

<u>Section 7. Use of Units</u>. All Units shall be utilized in accordance with the provisions of the Bylaws, Declaration and any Rules and Regulations established by the Board of Directors pursuant to Section 8 of this Article V.

Every Unit Owner shall pay to the Association promptly on demand all costs and expenses including reasonable attorneys' fees incurred by or on behalf of the Association in collecting any delinquent assessments or fees against such Unit, foreclosing its lien therefor, collecting any penalties imposed hereunder, or enforcing any provisions of the Declaration, these Bylaws or the Rules and Regulations against such Owner or any occupant of such Unit.

Upon any violation of the Declaration, Bylaws, or the Rules and Regulations, the offending party (including any Owner, tenant, lessee, licensee, guest or invitee) and the Owner of any Unit in which the violation is occurring or has occurred shall be given ten (10) days written notice by the Board of Directors by delivery in hand or by mail of the violation committed and necessary corrective action that is required, and, if such violation continues beyond the ten (10) day period, the offending party and the Unit Owner shall each pay a penalty in the amount of ten percent (10%) of the then monthly assessment of the Unit per day to the Association until the violation is corrected. The delivery in hand or mailing of the notice shall constitute the commencement of the ten (10) day period. This penalty shall not be the sole remedy for breach.

Any person against whom a penalty is asserted under the preceding paragraph of this section shall be entitled to a hearing before the Board of Directors upon such reasonable notice and in accordance with such reasonable procedures as the Board of Directors may determine, but a request for such a hearing shall not interrupt or stay the time for correcting the violation or the continued penalty assessment.

Section 8. Rules and Regulations. In order to assure the peaceful and orderly use and enjoyment of the buildings and common elements of said project, the Board of Directors may from time to time, by affirmative vote of at least Sixty-Six (66%) per cent of the members of the Board of Directors, adopt, modify, and revoke in whole or in part, at any meeting duly called for the purpose, such reasonable rules and regulations, to be called Rules and Regulations, governing the conduct of persons on said project as it may deem necessary, including, but not limited to, regulations governing such matters as parking, pets, noise, lights, signs, leasing of units, landscaping, window appearance, refuse disposal, storage areas, use of common and limited common elements and methods and procedures of enforcing compliance with the Declaration and Bylaws. Such Rules and Regulations, and every amendment, modification, and revocation thereof, shall, upon adoption, be delivered promptly to each Unit Owner and shall be binding upon all members of the Association and occupants of the property. Once adopted, the Rules and Regulations may only be modified by affirmative vote of at least Sixty-Six (66%) per cent of the members of the Board of Directors.

Section 9. Foreclosure of Lien. In any action to foreclose the lien against any Owner of a Unit, the Association may represent itself through its manager or Board of Directors in like manner as any mortgagee of real property. The manager or Board of Directors acting on behalf of the Unit Owners shall have the power to bid and acquire such Unit at a foreclosure sale. The delinquent Owner shall be required to pay the Association a reasonable rent for such Unit until the sale or foreclosure, together with all costs and reasonable attorneys' fees. Suit to recover money judgement of unpaid common expenses shall be maintainable with all costs and

reasonable attorneys' fees without foreclosing or waiving the lien securing the same.

<u>Section 10. Title.</u> Every Unit Owner shall promptly cause to be duly recorded in the Cumberland County Registry of Deeds the deed, lease, assignment, or other conveyance to him or her of his or her Unit or other evidence of his title thereto and file such evidence of his or her title with the Board of Directors, and the Secretary shall maintain such information in the record of Ownership of the Association.

<u>Section 11. Mortgages</u>. Any mortgagee of a Unit may file a copy of its mortgage with the Board of Directors, and the Secretary shall maintain such information in the record of Ownership of the Association. After the filing of the mortgage, and upon the request of the mortgagee, the Board of Directors, through its manager, or if none, the Secretary, shall be required to notify the mortgagee of any matters for which notice to eligible mortgage holder is required under the Maine Condominium Act or Declaration.

Section 12. Insurance.

- (1) The Board of Directors shall obtain and maintain, to the extent available in accordance with general business practices and the standard requirements of mortgage holders, including but not limited to the requirements of the Federal National Mortgage Association, insurance on the Condominium buildings and all other insurable improvements upon the land, including, but not limited to, all of the Units and Common Elements, together with the fixtures, service machinery and equipment and all other personal property as may be held and administered by the Board of Directors for the benefit of the Unit Owners, covering the interest of the Condominium Association, the Board of Directors and all Unit Owners and their mortgagees as their interest may appear. To the extent reasonably available and required by the Federal National Mortgage Association, Federal Home Loan Mortgage Corporation, Veterans Administration, Federal Housing Administration, or Maine State Housing Authority, such policy shall cover the fixtures, equipment and other personal property inside a Unit financed by a mortgage purchased by the Federal National Mortgage Association, Federal Home Loan Mortgage Corporation, Veterans Administration, Federal Housing Administration, or Maine State Housing Authority. The insurance shall be purchased from recognized insurance companies duly licensed to operate in the State of Maine. Such insurance shall be primary even if Unit Owners obtain other insurance covering the same loss. It must show the named insured as "Association of the Owners of Onejoy Condominium, for the use and benefit of the individual Owners".
- (2) The Board of Directors shall obtain master policies of insurance which shall provide that the loss thereunder shall be paid to the Board of Directors as insurance trustees under the Declaration. Under the said master policies, certificates of insurance shall be issued which indicate on their face that they are part of such master policies of insurance covering each and every Unit of the Condominium and its common elements. Upon request, a certificate of insurance with proper mortgagee endorsements shall be issued to the Owner of each Unit and Eligible Mortgage Holders. The certificate of insurance shall show the relative amount of insurance covering the Unit and the interest in the common elements of the Condominium property and shall provide that improvements to a Unit or Units which may be made by the Unit Owner or Owners shall not affect the valuation for the purposes of this insurance of the buildings and other improvements upon the land. Such master insurance policies and

certificates shall contain provisions that any Insurance Trust Agreement will be recognized, that the insurer waives its right to subrogation as to any claim against the Board of Directors, its agent and employees, Unit Owners, their respective employees, agents and guests, and of any defense based in invalidity arising from the acts or omissions of the insured or the individual Unit Owners who are not under the control of the Association, providing further that the insurer shall not be entitled to contribution against casualty insurance which may be purchased by individual Unit Owners as hereinafter permitted. The original master policy of insurance shall be deposited with the Board of Directors as insurance trustee. The Board of Directors shall pay, for the benefit of the Unit Owners and each Unit mortgagee, the premiums for the insurance hereinafter required to be carried at least thirty (30) days prior to the expiration date of any such policies.

(3) The property shall be covered by:

- (a) Casualty or physical damage insurance in an amount equal to not less than one hundred percent (100%) of the full replacement value of the Condominium buildings and facilities as determined annually by the Board of Directors with the assistance of the insurance company affording such coverage, containing agreed amount provisions and provisions designed to protect against inflationary increases in value. The maximum deductible amount for any such policy shall be no more than \$10,000.00. Such coverage shall afford protection against the following:
- (i) Loss or damage by fire, lightning, sprinkler leakage, vandalism and malicious mischief, boiler and machinery coverage, if applicable, and other hazards covered by the standard extended coverage endorsement together with coverage for the payment of common expense assessments with respect to damaged Units during the period of repair;
- (ii) Such other risks as from time to time customarily shall be covered with respect to buildings similar in construction, location and use as the Condominium buildings, including but not limited to, those covered by standard "all risk" endorsements, vandalism, malicious mischief, windstorm and water damage, collapsed boiler and machinery explosion or damage, and such other insurance as the Board of Directors may determine.

To the extent reasonably available and required by the Federal National Mortgage Association, Federal Home Loan Mortgage Corporation, Veterans Administration, Federal Housing Administration, or Maine State Housing Authority, such policies shall also contain an Inflation Guard Endorsement, when it can be obtained, a Steam Boiler and Machinery Coverage Endorsement, if applicable, and construction Code endorsements, which may include, but are not necessarily limited to, the following: Demolition Cost Endorsements; Contingent Liability from Operation of Building Laws Endorsement; Increased Cost of Construction Endorsement.

The policies providing such coverage shall provide that, notwithstanding any provisions thereof which give the carrier the right to elect to restore damage in lieu of making a cash settlement, such option shall not be exercisable without the approval of the Board of Directors and shall further provide that the coverage thereof shall not be terminated or substantially changed by the insurer without thirty (30) days' notice to all of the insured parties, including each Eligible Mortgage Holder, except that the notice period may be reduced to ten (10) days' notice in the

event of premium non-payment.

The policies shall also provide standard mortgage clauses which shall provide that any reference to a mortgagee in such policy shall mean and include all holders of mortgages of any Unit in their respective order and preference, whether or not named therein; provide that such insurance as to the interest of any mortgagee shall not be invalidated by any such act or neglect of the Board of Directors or Unit owners or any persons under any of them; waive any provision invalidating such mortgagee clauses by reason of the failure of any mortgagee to notify the insurer of any hazardous use or vacancy, any requirement that the mortgagee pay any premium thereon, and any contribution clause; and provide that without affecting any protection afforded by such mortgagee clause, any proceeds payable under such policy shall be payable to the Insurance Trustee designated by the Board of Directors for that purpose, otherwise to the Association.

- (b) Public liability insurance covering the common elements and any other property under the Association's supervision in such amounts, but not less than One Million Dollars (\$1,000,000) Bodily Injury and Property Damage, and in such forms as shall be required by the Board of Directors, including but not limiting the same to water damage, legal liability, off premises employee coverage, bodily injury or property damage that results from the operation, maintenance or use of the common elements and any legal liability that results from law suits related to employment contracts in which the Association is a party. Said policy must provide that the insurer may not cancel or substantially modify it without thirty (30) days' notice to all of the insured parties, including each Eligible Mortgage Holder, except the notice period may be reduced to ten (10) days in the event of premium non-payment. Additionally, said policy shall also contain "severability of interest" provisions to the effect that the insurer waives its right to subrogation or to deny coverage to any claim against the Association or any Unit Owner as a result of negligent acts by the Association or such Unit Owner.
 - (c) Workers' Compensation insurance to meet the requirements of law.
- (d) Blanket Fidelity Bond coverage naming the Association as the Obligee and covering anyone who handles Condominium funds in an amount equaling the maximum amount of funds that will be in the custody of the Association or any management agent at any time during which the insurance is in effect, but in no event less than the sum of three (3) months' assessments on all Units plus the Association's reserve funds. The bond shall provide that the insurer may not cancel or substantially modify it without ten (10) days' notice to all of the insured parties, including each Eligible Mortgage Holder, in the event of non-payment, and thirty (30) days' notice for any other cause. Any management agent shall be required to post a blanket fidelity bond for the benefit of the Association, paid for by the management agent, in an amount and upon terms acceptable to the Association.
- (e) Flood insurance, if applicable, in the amount of the lesser of (i) one hundred percent (100%) of the current replacement cost of all buildings and the insurable property located in a flood hazard areas or (ii) the maximum available coverage for the property under the National Flood Insurance Program. If applicable, a blanket or master policy shall be obtained which includes a maximum deductible of the lesser of \$5000 or 1% of the policy's face amount.

- (f) Any other insurance the Board of Directors deems appropriate to protect the Association or the Unit Owners.
- (4) Each Unit Owner may obtain additional insurance at his own expense affording coverage upon his personal property and for his personal liability, but all such insurance shall contain the same waiver of subrogation as that referred to in the preceding paragraph (2) hereof. Each Unit Owner may obtain casualty insurance at his own expense upon his Unit but such insurance shall provide that it shall be without contribution as against the casualty insurance purchased by the Board of Directors or shall be written by the same carrier. If a casualty loss is sustained and there is a reduction in the amount of the proceeds which would otherwise be payable on the insurance purchased by the Board of Directors pursuant to the preceding section due to proration of insurance purchased by the Unit Owner under this section, the Unit Owner agrees to assign the proceeds of this latter insurance, to the extent of the amount of such reduction, to the Board of Directors to be distributed as herein provided.
- (5) Premiums upon insurance policies purchased by the Board of Directors shall be paid by it and charged as common expenses.
- by insurance purchased by the Board of Directors hereinabove set forth shall be paid to it. The Board of Directors shall act as the insurance trustees. In the event that the Board of Directors have not posted surety bonds for the faithful performance of their duties as such managers or if such bonds do not exceed the funds which will come into its hands, and there is a damage to part or all of the Condominium property resulting in a loss, the Board of Directors shall obtain and post a bond for the faithful performance of its duties as insurance trustee in an amount equal to one hundred percent (100%) of the insurance proceeds payable before it shall be entitled to receive the proceeds of the insurance payable as a result of such loss. The sole duty of the insurance trustee shall be to receive such proceeds as are paid and to hold the same in trust for the purposes elsewhere stated herein, and for the benefit of the Unit Owners and their respective mortgagees.
- (7) Each Unit Owner shall be deemed to have delegated to the Board of Directors his right to adjust with the insurance companies all losses under policies purchased by the Board of Directors.
- (8) In no event shall any distribution of proceeds be made by the Board of Directors directly to a Unit Owner where there is a mortgagee endorsement on the certificate of insurance. In such event any remittance shall be to the Unit Owner and his mortgagee jointly. This is a covenant for the benefit of any mortgagee of a Unit and may be enforced by such mortgagee.
- Section 13. Reconstruction or Repair of Casualty Damage. Except as hereinafter provided, damage to or destruction of the buildings shall be promptly repaired or reconstructed by the Board of Directors, using the proceeds of insurance, if any, on the building for that purpose, and any deficiency shall constitute common expenses; provided, however, that if at least eighty percent (80%) of the Unit Owners vote not to proceed with repair or restoration, then and in that event the insurance proceeds attributable to the damaged common elements shall be used to restore the damaged area to a condition compatible with the remainder of the Condominium; (2) the insurance proceeds attributable to Units and limited common elements which are not

rebuilt shall be distributed to the Owners of those Units and the Owners of the Units to which those limited common elements were allocated or to their respective lien holders as their interests may appear; and (3) the remainder of the proceeds shall be distributed to all the Unit Owners or lien holders as their interests may appear in proportion to the common element interests of all the Unit Owners. If the Unit Owners vote not to rebuild any Unit, that Unit's allocated interests are automatically reallocated upon the vote as if the Unit had been condemned and the Association promptly shall prepare, execute and record an amendment to the Declaration reflecting the reallocations. Notwithstanding the provisions of this subsection, Section 1602-118 of the Maine Condominium Act governs the distribution of insurance proceeds if the Condominium is terminated.

- (a) Immediately after a casualty causing damage to property for which the Board of Directors has the responsibility of maintenance and repair, the Board of Directors shall obtain reliable and detailed estimates of the cost to place the damaged property in condition as good as that before the casualty. Such costs may include professional fees and premiums for such bonds as the Board of Directors desires.
- (b) The proceeds of insurance collected on account of casualty, and the sums received by the Board of Directors from collections of assessments against Unit Owners on account of such casualty, shall constitute a construction fund which shall be disbursed in payment of the costs of reconstruction and repair.
- (c) Encroachments upon or in favor of Units which may be created as a result of such reconstruction or repair shall not constitute a claim or basis of a proceeding or action by Unit Owner upon whose property such encroachment exists. Such encroachments shall be allowed to continue in existence for so long as the building stands.
- (d) In the event that there is any surplus of monies in the construction fund after the reconstruction or repair of the casualty damage has been fully completed and all costs paid, such sums may be retained by the Board of Directors as a reserve or may be used in the maintenance and operation of the Condominium property, or, in the discretion of the Board of Directors, it may be distributed to the Unit Owners and mortgagees who are the beneficial Owners of the fund. The action of the Board of Directors in proceeding to repair or reconstruct damage shall not constitute a waiver of any rights against a member for committing willful or malicious damage.

ARTICLE VI. EXECUTION OF INSTRUMENTS

<u>Section 1. Instruments Generally</u>. All checks, drafts, notes, bonds, acceptances, contracts, deeds, amendments to the Declaration and all other instruments shall be signed by the President, Secretary or Treasurer or by such other officer or employee as the Board of Directors may designate.

ARTICLE VIL. LIABILITY OF DIRECTORS AND OFFICERS

<u>Section 1. Exculpation</u>. No Director or officer of the Association shall be liable for acts or defaults of any other officer, Director or members or for any loss sustained by the Association or any member thereof, unless the same has resulted from his or her own willful misconduct or

gross negligence.

Section 2. Indemnification. Every Director, officer, and member of the Association shall be indemnified by the Association against all reasonable costs, expenses, and liabilities (including counsel fees) actually and necessarily incurred by or imposed upon him in connection with any claim, action, suit, proceeding, investigation, or inquiry of whatever nature in which he may be involved as a party or otherwise by reason of his having been a Director, officer or member of the Association whether or not he continues to be such Director, officer or member of the Association at the time of the incurring or imposition of such costs, expenses, or liabilities, except in relation to matters as to which he shall be finally adjudged in such action, suit, proceeding, investigation or inquiry to be liable for willful misconduct or gross negligence toward the Association in the performance of his duties, or in the absence of such final adjudication, any determination of such liability by the opinion of the legal counsel selected by the Association. The foregoing right of indemnification shall be in addition to and not in limitation of all rights to which such persons may be entitled as a matter of law and shall inure to the benefit of the legal representative of such person.

ARTICLE VIII. FISCAL YEAR

<u>Section 1. Fiscal Year</u>. The fiscal year of the Association shall be such as may from time to time be established by the Board of Directors.

ARTICLE IX. BYLAWS

<u>Section 1. Amendment</u>. These Bylaws may be amended, modified, or revoked in any respect from time to time by vote of the members of the Association whose aggregate interest in the common elements constitutes at least sixty-six percent (66%), at a meeting duly called for the purpose, PROVIDED, HOWEVER, that the contents of these Bylaws shall always contain those particulars which are required to be contained herein by the Maine Condominium Act.

<u>Section 2. Conflict</u>. In the event of any conflict between these Bylaws and the provisions of the Declaration or the Maine Condominium Act, the latter shall govern and apply.

DRAFT 073117

DECLARATION OF ONEJOY CONDOMINIUM

Portland, Maine

LOCATION: 1 Joy Place Street

Portland, Maine

04102

DECLARANT: Onejoy Place LLC

2 Union Street, 5th Floor Portland, Maine 04101

ATTORNEY Richard A. Shinay, Esq. FOR Drummond Woodsum

DECLARANT: 84 Marginal Way, suite 600

Portland, Maine 04101-2480

SURVEYOR: Owen Haskell, Inc.

390 U.S. Route 1, Unit 10 Falmouth, Maine 04105

ARCHITECT: Archetype, P.A.

48 Union Wharf

Portland, Maine 04101

Table of Contents

ARTICLE 1.	SUBMISSION	; DEFINED TERMS
Section Section	1.2 Defined Terms	<u> </u>
Section		
ARTICLE 2.	ALLOCATION	N THE LAND; UNIT BOUNDARIES; N OF PERCENTAGE INTERESTS, COMMON ND VOTING RIGHTS
Section Section	2.2 Units	pimension of Building
Section		
Section		Jnit Boundaries and Subdivision of Units
Section	2.5 Percentage Inte	erests, Common Expenses and Voting Rights
ARTICLE 3.	COMMON EL	EMENTS AND LIMITED COMMON ELEMENTS
Section	3.1 Common and I	imited Elements Generally
Section	3.2 Alteration of C	ommon Elements by the Declarant
Section	3.3 Alteration of U by Unit Owner	nit, Limited Common Element or Common Element
Section	3.4 Rental Operation	on
ARTICLE 4.		CLARANT RIGHTS, DEVELOPMENT RIGHTS, RANTCONTROL
Section	1	ant Rights
Section		
Section	1	-
Section	4.4 Amendment, V	Vaiver, Etc.
ARTICLE 5.	EASEMENTS	
Section	5.1 Easement to Fa	cilitate Sales and Construction
Section	5.2 Easement for A	access and Support
Section		cilitate Discharge of Declarant's Obligations
Section		ervice and Utility Companies
Section	5.5 Easement for A	attachments

ARTICLE 6.	AMENDMENT
Section 6.1	General
Section 6.2	Certain Amendments
Section 6.3	Notice, Execution & Recording
Section 6.4	Challenge
Section 6.5	Secondary Mortgage Market Requirement
ARTICLE 7.	RESTRICTIONS ON USE, OCCUPANCY AND ALIENATION
Section 7.1	Use and Occupancy Restrictions on Units
Section 7.2	Interval Ownership Prohibited
Section 7.3	Leasing Restrictions
Section 7.4	Household Pets
Section 7.5	Outdoor Facilities
Section 7.6	Compliance with Condominium Documents; Violations
Section 7.7	No Action to Increase Rate or Result in Cancellation of Insurance
Section 7.8	Miscellaneous Use Restrictions
Section 7.9	Covenants
Section 7.10	Restrictions Regarding Joy Place
ARTICLE 8.	COMMON CHARGES AND ASSESSMENTS
Section 8.1	Common Expense Assessments
Section 8.2	Service Charges
Section 8.3	Payment of and Lien for Assessments, Service Charges, Etc.
Section 8.4	Liability
Section 8.5	Budget
Section 8.6	Working Capital Fund
ARTICLE 9.	MAINTENANCE AND REPAIR
Section 9.1	General Maintenance Responsibility
Section 9.2	Maintenance of Common Elements
Section 9.3	Maintenance of Limited Common Elements
Section 9.4	Maintenance of Unit/Repair Responsibility
Section 9.5	Liability of Owner
Section 9.6	Management Contracts
Section 9.7	Exterior Appearance
ARTICLE 10.	CONDOMINIUM ASSOCIATION
Section 10.1	The Association
Section 10.2	Board of Directors Powers; Declarant Control Period
Section 10.3	Rules and Regulations

ARTICLE 11.	INSURANCE	
Section 11.1 Section 11.2	General Institutional Mortgage Programs	
ARTICLE 12.	MORTGAGES OF UNITS; RIGHTS OF ELIGIBLE MORTGAGE HOLDERS AND OTHER HOLDERS, INSURERS OR GUARANTORS OF MORTGAGES	
Section 12.2 Section 12.3 Section 12.4	Right to Mortgage Mortgage Foreclosure Eligible Mortgage Holder, Notice Approval Rights of Eligible Mortgage Holders Mortgagee Priority Records	
ARTICLE 13.	DAMAGE, DESTRUCTION, TERMINATION, REMOVAL	
	Application of Insurance Proceeds Termination of Condominium	
ARTICLE 14.	EMINENT DOMAIN	
Section 14.1 Section 14.2	General Power of Attorney	
ARTICLE 15. GENERAL PROVISIONS		
Section 15.2 Section 15.3 Section 15.4 Section 15.5 Section 15.6	Waiver Dispute between Unit Owner(s), Association and/or Declarant Headings Interpretation Effective Date Schedules	
SCHEDULE A	LEGAL DESCRIPTION	
SCHEDULE B	UNIT NUMBERS; COMMON ELEMENT INTEREST; COMMON EXPENSE LIAIBLITY; VOTE; PARKING SPACES	

REDUCED COPIES OF PLAT AND PLANS

SCHEDULE C

DECLARATION OF ONEJOY CONDOMINIUM

ARTICLE 1 SUBMISSION; DEFINED TERMS

Section 1.1. Submission of Property. Onejoy Place, LLC, a Maine limited liability company, whose mailing address is 2 Union Street, 5th Floor, Portland, Maine 04101 (the "Declarant"), owner in fee simple of the land described in Schedule A annexed hereto, located in the City of Portland, County of Cumberland and State of Maine (the "Land"), hereby submits the Land, together with all improvements, easements, rights and appurtenances thereunto belonging (the "Property") to the provisions of Chapter 31 of Title 33 of the Maine Revised Statutes Annotated, as amended, known as the Maine Condominium Act (the "Condominium Act") and hereby creates with respect to the Property a condominium, to be known as "Onejoy Condominium" (the "Condominium"). The Property is shown on the condominium plat and plans recorded herewith in the Cumberland County Registry of Deeds in Plan Book ______, Pages ______ through ______, and identified as follows (the "Plat and Plans"):

[Insert titles of Plat and Plans]

<u>Section 12 Defined Terms</u>. Terms not otherwise defined herein, as the same may be amended from time to time, or in the Plat and Plans, shall have the meanings specified in Section 1601-103 of the Condominium Act. "Condominium Instruments" shall mean this Declaration, as it may be amended from time to time, and all schedules attached hereto.

Section 1.3. Name and Address of Condominium and Association. The name of the Condominium is "Onejoy Condominium." The address of the Condominium is 1 Joy Place, Portland, Maine 04102. The name of the Unit Owners association is Onejoy Condominium Owners' Association (the "Association") and its address is 1 Joy Place, Portland, Maine 04102.

<u>Section 1.4. Successor Declarants</u>. For the purposes of this Declaration or of the Condominium Act, a conveyance of one or more Units to a successor to any special declarant rights (See Section 1603-104 of the Condominium Act) shall not be considered a sale to a person other than Declarant.

ARTICLE2

BUILDING ON THE LAND; UNIT BOUNDARIES; ALLOCATION OF PERCENTAGE INTERESTS, COMMON EXPENSES AND VOTING RIGHTS

<u>Section 2.1. Location and Dimension of Building</u>. The location and dimensions of the building constructed or to be constructed on the Land which will contain the Units created hereunder (the "Building") is depicted on the Plat recorded with this Declaration, reduced copies of which are attached as Schedule C hereto.

- Section 2.2. Units. This Declaration creates twelve (12) Units (the "Units") on the Land. The Declarant does not reserve the right to create any further Units in the Condominium. The location of Units and their dimensions are shown on the Plat and Plans recorded with this Declaration, reduced copies of which are attached hereto as Schedule C.
- <u>Section 2.3. Unit Boundaries</u>. The boundary lines of each Unit are as shown on the Plat and Plans and are formed by the following planes:
- A. The Unit-side surface of the walls and partitions of the Building which enclose such Unit and separate it from adjoining Units or Common Elements, the Unit to include the thickness of the finish material such as plaster or drywall;
- B. The Unit-side surface of furring around utility shafts, and other Common Elements within or passing through such Unit, the Unit to include the thickness of the finish material such as plaster or drywall;
- C. The Unit-side surface of the ceiling of the uppermost story of the Unit and furring under and around (i) wood members and (ii) utility lines, ducts and cables, the Unit to include the thickness of the finish material such as plaster or drywall;
- D. The Unit-side surface of the bottom floor of the lowest story of such Unit, the Unit to include the thickness of the finish material such as carpet, ceramic or resilient tile or hardwood;
- E. The exterior surface of the sash of windows which are set in the exterior walls of such Unit, the exterior surface of the panes of such windows and the exterior surface of window sills, moldings, trim, jambs and mullions for such windows, the Unit to include the thickness of the finish material such as glass, wood, and paint or other finish material on the wood, and the exterior surface of storm windows, if any, associated with such windows; and
- F. The exterior surface of doors, and their sills and hardware, and the Unit-side surface of the door frames in which such doors are set, the Unit to include the thickness of the finish material such as paint, plaster or drywall.

Each Unit consists of all portions of the Building in which it is located within the aforesaid boundary lines, except the air space displaced by (i) structural members, firewalls including gypsum drywall finish, and load bearing partitions within or passing through such Unit which are deemed to be Common Elements, and (ii) other Common Elements within such Unit including, without limitation, chutes, flues, ducts, wires, conduits and pipe runs which serve more than one Unit. By way of illustration and not limitation, there is included within a Unit: (1) the air space enclosed by such boundary lines, (2) all non-load bearing partitions which are wholly contained within such boundary lines including, but not limited to, all doors, door frames, hardware, electrical outlets and wiring, telephone outlets and conduits and other equipment and devices in such partitions serving only such Unit, (3) all fixtures located within such boundary lines and serving only such Unit, and their water and waste connections, (4) all items of kitchen

equipment located within such boundary lines and serving only such Unit, and such equipment's water, waste and electrical connections, (5) heat pumps, furnaces, exhaust fans and the grilles, registers, ventilation ducts, and related fixtures, and screens and storm windows, which serve only such Unit, whether or not any of the foregoing is located in any portion of the Common Elements, (6) lighting devices (including by way of illustration and not limitation, lamps and bulbs which are surface mounted on, recessed in or suspended from, ceilings, walls and partitions within or around the perimeter of such Unit) serving only such Unit, whether or not such lighting devices are themselves located entirely within the boundary lines of such Unit, (7) outlets, wires, cables, conduits, circuits and related equipment transmitting electricity for lighting and power or transmitting electrical impulses and signals (including, but not limited to, impulses and signals for telephone, telegraph, internet and television transmission, except to the extent otherwise specifically provided herein) which serve only such Unit and which are located entirely within the boundary lines of such Unit, (8) surface mounted and recessed medicine cabinets including, by way of illustration and not limitation, all associated lighting fixtures and accessories, and (9) refrigerators, ranges, dishwashers and other appliances and the portions of their water, waste, electrical and exhaust connections located within such boundary lines and serving only such Unit.

Notwithstanding subsections E and F above, no Owner shall alter the exterior appearance of windows and doors providing access to the Common Elements, Limited Common Elements or exterior of the Building, including without limitation any grills or mullions on the doors and windows and the window sashes without prior written approval of the Board of Directors.

<u>Section 2.4. Relocation or Unit Boundaries and Subdivision of Units</u>. Relocation of boundaries between Units is permitted subject to compliance with the provisions therefor in Section 1602-112 of the Condominium Act and subject to compliance with any applicable City of Portland ordinances and regulations. Subdivision of Units is not permitted.

Section 2.5. Percentage Interests, Common Expenses, and Voting Rights. Attached as Schedule B hereto is a list of all twelve (12) created Units by their identifying number and the Percentage Interest appurtenant to each Unit, with the Percentage Interest assigned in equal shares to each of the twelve (12) Units. The liability of each Unit for the Common Expenses of the Condominium shall be the same percentage share as the Percentage Interest set forth on Schedule B. The Owner(s) of each Unit shall be entitled to one (1) vote for each Unit owned.

ARTICLE3 COMMON ELEMENTS AND LIMITED COMMON ELEMENTS

<u>Section 3.1. Common and Limited Common Elements Generally</u>. Common Elements shall mean those portions of the Building defined as such pursuant to Sections 1601-103(4) and 1602-102(1) of the Act, except as provided otherwise herein, or as identified and designated as Common Elements in the Plat and Plans, including but not limited to

the trees, shrubbery and other plantings already existing on the Property or planted by or on behalf of the Declarant. Limited Common Elements shall mean those portions of the Building defined as such pursuant to Section 1602-102(2) and (4) of the Act or as identified and designated as Limited Common Elements on the Plat and Plans or by this section. Those portions of the Limited Common Elements serving only the Unit above, below or adjacent to such Limited Common Element, as the case may be, are Limited Common Elements allocated only to the Unit which they serve. Pursuant to Section 1602-102(2) of the Condominium Act, any chute, flue, duct, wire, conduit, bearing wall, bearing column or other fixture which lies partially within and partially outside a Unit's boundaries may be a Limited Common Element or Common Element, depending on whether it serves only one Unit or more than one Unit. Pursuant to Section 1602-102(4) of the Condominium Act, shutters, awnings, window boxes, doorsteps, stoops, porches, balconies, and patios, if any, and all exterior doors and other fixtures which are designed to serve only a single Unit, but are located outside the Unit's boundaries, are Limited Common Elements allocated exclusively to that Unit.

The Common Elements consist of all of the Property except the individual Units, and shall include the land, building, foundation, roof, outside walls, pipes, ducts, electrical wiring and conduits, public utility lines, floors and ceilings (other than the interior finish material and finished surfaces thereof located within the Units), perimeter walls of Units (other than the interior finish material and finished surfaces thereof located within the Units); structural parts of the Building, including structural columns, girders, beams and supports, easements for access and utilities and any other appurtenant easements, if any, trees, shrubbery and other landscaping, and in addition, all other parts of the Property necessary and convenient to its existence, maintenance and safety, and normally in common use as defined in the Condominium Act, except such parts of the Property as may be specifically excepted or reserved herein or in any schedule attached hereto. Each Unit Owner shall have the right to use the Common Elements (but excluding the Limited Common Elements, which are located to one or more Units) in common with all other Unit Owners, as may be required for the purposes of ingress and egress to and use, occupancy and enjoyment of the respective Unit owned by such Unit Owner. Such rights shall extend to the Unit Owners and the members of the immediate family, guests and other authorized occupants, licensees, and visitors of the Unit Owner.

The Common Elements shall also include (a) common bike storage area and a common laundry area in the basement of the building, and (b) an exterior common kayak/surf board storage area.

The Limited Common Elements shall also include one designated storage locker for each Unit, which lockers shall be located in the basement of the building.

The use of the Common Elements, including the Limited Common Elements, and the rights of the Unit Owners with respect thereto shall be subject to and governed by the provisions of the Condominium Act, this Declaration, the Bylaws of the Association (the "Bylaws") and Rules and Regulations of the Association (the "Rules and Regulations"), as they may hereafter be amended from time to time. Any conveyance, encumbrance, judicial sale, or other transfer (voluntary or involuntary) of an individual interest in the

Common Elements will be void unless the unit to which that interest is allocated is also transferred.

Two tandem parking blocks designated on the Plat as "Tandem Parking Block A" and "Tandem Parking Block B" may be sold as Limited Common Elements appurtenant to one or more Units at the initial sale of said Units and so designated in the Deeds of said Units. Regardless of the designation of said parking spaces as Limited Common Elements to the designated Units, said parking spaces shall, nevertheless, be maintained by the Association provided, however, that costs associated with such maintenance shall be allocated to the Units to which said parking spaces are appurtenant as Limited Common Elements. Said parking spaces, as approved by the City of Portland, may not be full regulation-sized spaces, and that cooperation and moderately sized vehicles will be required to facilitate access to and egress from the designated parking spaces.

[Further language will be added here as appropriate regarding arrangements for additional off-site vehicular parking spaces to be made by the Declarant]

Each Unit is served by an individual air-source electric heat pump for heating and air-conditioning serving only that Unit. Portions of the air-source electric heat pump heating and air-conditioning system, and associated ducts, pipes, registers, and other elements which constitute part of the Unit. Each Unit Owner is solely responsible for arranging for and paying all costs associated with maintenance, service, repair and replacement of the air-source electric heat pump system serving that the Unit Owner's Unit.

No Unit Owner may use any portion of the roof as inhabited space or as dwelling space for that Unit or for a skylight or similar opening through the roof, nor may the roof be used by any Unit Owner for purposes of a deck, porch, or similar recreational space.

<u>Section 3.2. Alteration of Common Elements by the Declarant</u>. The Declarant reserves the right to modify, alter, or improve portions of the Common Elements, including without limitation any equipment, fixtures and appurtenances, when in the Declarant's judgment it is necessary or desirable to do so, until the expiration of the applicable warranty period.

Section 3.3 Alteration of Unit, Limited Common Element or Common Element by Unit Owner. Relocation of Unit Boundaries may only be accomplished pursuant to Section 2.4. above. No Unit Owner may make any alteration or improvement to a Unit which would impair the structural, thermal or acoustical integrity or mechanical systems of the Unit or the Property, lessen the support of any portion of the Condominium, jeopardize the soundness or safety of the Property, nor may any Unit Owner make any alteration or improvement which involves any change to a Common Element or Limited Common Element without prior written Board approval. Specifically, but not by way of limiting the generality of the foregoing, a Unit Owner may not make changes in the exterior appearance of the Unit including exterior doors, windows, roofs, foundations, chimneys, or walls (including drilling of new holes and exterior mounting of equipment) unless pursuant to procedure established in the Rules and Regulations a majority of the members of the Board of Directors vote to allow the Unit Owner to make the proposed change. The

Board shall determine whether to grant approval based on a review of written, detailed proposals submitted by the Unit Owner, and if necessary, inspection of the property, and review of an engineer's report (prepared by an engineer engaged by a Unit Owner at the Unit Owner's expense) for any matter that might affect structural integrity. In the event a Unit Owner obtains approval to make changes to a Common Element, the Unit Owner shall be solely responsible for permitting, design, construction, and requisite insurance, shall use only contractors who provide proof of adequate liability insurance and Workers' Compensation insurance as required by Maine law, and shall comply with such other conditions as may be imposed by the Board. If a Unit Owner takes action to make an alteration which involves a change in structural, thermal or acoustical integrity, removal or relocation of an interior wall, or change to a Common Element without prior Board approval, the Unit Owner may be required, at the Unit Owner's expense, to remove all unapproved changes or additions and to restore the building, Common Element or Limited Common Element to its original condition.

<u>Section 3.4. Rental Operation</u>. The Declarant shall have the right to operate any Units owned by the Declarant as rental units. The Declarant may establish and maintain all signs and other accourrements normally used in the operation of such rental properties in the sole discretion of the Declarant. Such operations shall be for the benefit of the Declarant and neither the Association nor any Unit Owner (other than the Declarant) shall have any right or interest in the profits or losses thereof.

ARTICLE 4 SPECIAL DECLARANT RIGHTS, DEVELOPMENT RIGHTS, AND DECLARANT CONTROL

<u>Section 4.1 Special Declarant Rights</u>. The Declarant reserves, in favor of itself and any successor Declarant, the following rights with respect to the Property until the construction, marketing and sale of all Units and the Common Elements are completed:

- A. To locate and relocate in the Common Elements, Limited Common Elements and Units of the Property, even though not depicted on the Plat and Plans, and grant and reserve easements and rights-of-way for the installation, maintenance, repair, replacement and inspection of utility lines, wires, pipes, conduits and facilities servicing the Property including but not limited to water, electric, telephone, cable television, natural gas, and sewer and transformers, meters and other equipment related thereto, provided that no such easement shall be effective until of record, that no such easements may be granted through Units sold by Declarant to third parties without such Owner's consent and that the Common Elements shall be promptly restored upon installation and repair of such utility lines;
- B. To connect with and make use of utility lines, wires, pipes and conduits located on the Property for construction and sales purposes, provided that the Declarant shall be responsible for the cost of services so used;

- C. To use the Common Elements and Limited Common Elements for ingress and egress and construction activities and for the storage of construction materials and equipment used in the completion of the Units and Common Elements. This right shall continue until the Declarant has conveyed all Units which are or may be created hereunder to Unit Owners other than the Declarant;
- D. To appoint and remove members of the Board and Officers of the Association until sixty (60) days after the sale of 75% of the Units to Owners other than a successor Declarant, but in any event until expiration of the Declarant Control Period;
- E. Those Special Declarant Rights established under the Condominium Act;
- F. Notwithstanding anything to the contrary above, until the expiration of any applicable warranty established by law or agreement, upon reasonable prior notice, the Declarant, its contractors, agents and employees shall have the right of entry into a Unit, a Common Element and a Limited Common Element to perform warranty-related work, whether for the benefit of that Unit or any other Unit; and
- G. Pursuant to Section 1602-116 of the Condominium Act, Declarant shall have an easement through the Common Elements as may be reasonably necessary for the purpose of discharging Declarant's obligations or exercising Declarant's rights under this Declaration or pursuant to the Condominium Act.
- <u>Section 4.2 Unsold Units</u>. Except as provided in this Declaration and/or in the Condominium Act, the Declarant shall have the same rights and be subject to the same obligations with respect to unsold Units as the owners of individual Units after initial conveyance thereof by the Declarant.
- <u>Section 4.3 Development Rights; Phasing</u>. The Declarant does not reserve any right to add real estate to the Condominium nor does Declarant reserve any right to create additional Units.

Section 4.4 Amendment, Waiver, Etc. This Article 4 shall not be amended or waived without the consent of the Declarant duly recorded in said Registry of Deeds. The rights and benefits of Article 4 and all other rights of Declarant set forth in this Declaration, the Bylaws or otherwise, as amended from time to time, may be transferred in whole or part by recorded instrument specifically referring to this Section and executed by Declarant and its successor or assignee. The Declarant shall have the right to waive the Development and Special Declarant Rights reserved hereunder in whole or part by written instrument provided that such waiver shall only be effective upon recording in said Registry of Deeds and such waiver shall be subject to the limitations of Section 1603-103(d) of the Act regarding Declarant Control of the Association.

ARTICLE 5
EASEMENTS

In addition to the easement for encroachments with respect to Units and Common Elements created by Section 1602-114 of the Condominium Actand any other easements provided for by the Act, the following easements are hereby created:

Section 5.1. Easement to Facilitate Sales and Construction. The Property shall be subject to an easement in favor of the Declarant pursuant to Section 1602-115 of the Condominium Act. The Declarant reserves the right to use any Units owned or leased by the Declarant as models. The Declarant reserves the right to relocate the same from time to time within the Property; upon relocation, the furnishings thereof may be removed. The Declarant further reserves the right to maintain on the Property such advertising signs as may comply with applicable governmental regulations, which may be placed in any location on the Property and may be relocated or removed, all at the sole discretion of the Declarant. This easement shall continue until the Declarant has conveyed all Units which are or may be created hereunder to Unit Owners other than the Declarant.

The Declarant further reserves an easement to connect with and make use of utility lines, wires, pipes and conduits located on the Property for construction purposes, provided that Declarant shall be responsible for the cost of service so used, and to use the Common Elements for ingress and egress and construction activities and for the storage of construction materials and equipment used in the completion of the Units and Common Elements. This easement shall continue until the Declarant has conveyed all Units which are or may be created hereunder to Unit Owners other than the Declarant.

Section 5.2. Easement for Access and Support. The Declarant reserves in favor of the Declarant and the management agent, if any, and/or any other person authorized by the Board of Directors, upon reasonable prior notice, the right of access to any Unit as provided in Section 1603-107(a) of the Condominium Act for purposes of maintenance, repair and replacement of Common Elements and Limited Common Elements, and for purposes of inspection of the Units and Limited Common Elements to verify the performance by Unit Owners of all items of maintenance and repair for which they are responsible. In case of emergency, such entry shall be immediate whether or not the Unit Owner is present at the time, for the purpose of making emergency repairs therein necessary to prevent damage to the Common Elements, or to other Units. Further, until the expiration of the warranty period such entry shall be permitted to perform warrantyrelated work whether or not the Unit Owner consents or is present at the time. Declarant, its agents, officers, servants, and its successors and assigns, shall have the reasonable right of access to all Common Elements as long as it or they may own Units or shall have obligations or rights with respect to such Common Elements. The Association or its authorized representatives shall have the irrevocable right, to be exercised by the Manager or Board of Directors, to have access to each Unit from time to time during reasonable hours as may be necessary for the maintenance, repair or replacement of any of the Common Elements therein, or for making emergency repairs therein necessary to prevent damage to the Common Elements, or to other Units.

A. Each Unit and Common Element shall have an easement for lateral and subjacent support from every other Unit and Common Element. In addition, the

Declarant reserves in favor of the Declarant and other Unit Owners an easement for the encroachment of Common Elements on any Unit, or a Unit encroaching on the Common Elements or on another Unit, and its maintenance for whatever period the encroachment exists in the situation in which the construction, repair, shifting, settlement, or other movement of any portion of the improvements results in an encroachment as aforesaid, as long as the physical boundaries of the Units after the construction, reconstruction or repairs will be in substantial accord with the description of those boundaries contained herein and in attachments hereto.

B. Each Unit Owner shall have a perpetual, unrestricted right of ingress and egress to his or her Unit, which passes with the Unit as transfers of ownership of the Unit occur.

<u>Section 5.3. Easement to Facilitate Discharge of Declarant's Obligations</u>. Pursuant to Section 1602-116 of the Condominium Act, Declarant shall have an easement through the Common Elements as may be reasonably necessary for the purpose of discharging Declarant's obligations or exercising Declarant's rights.

Section 5.4. Easement for Utility and Service Companies. The Units and Common Elements shall be, and hereby are, made subject to easements in favor of the Declarant, other Unit Owners, appropriate utility and service companies, internet companies, cable television companies and governmental agencies or authorities for such utility and service lines and equipment as may be necessary or desirable to serve any portion of the Property, including, without limitation, the right to install, maintain, and replace utility and service lines. Notwithstanding the foregoing, any such easement through a Unit shall be located either in substantially the same location as such facilities or similar facilities existed at the time of first conveyance of the Unit by the Declarant or so as not to materially interfere with the use or occupancy of the Unit. With respect to any utility lines or equipment serving only the Condominium and located upon the Common Elements, the Association shall have the right and power to dedicate and convey title to the same to any private or public utility company. The Association shall also have the right and power to convey permits, licenses and easements over the Common Elements for the installation, maintenance, repair and replacement of utility poles, lines, wires and other equipment to any private or public utility company.

<u>Section 5.5.</u> Easement for Attachments. Provided that any such action will not unreasonably interfere with the common use of any part of the Common Elements, adversely affect either the thermal or acoustical character of the Building, or impair or structurally weaken the Building, each Unit shall have an easement for driving and removing nails, screws, bolts and other attachment devices into the Unit side surface of the studs which support the perimeter walls bounding the Unit, the bottom surface of floor/ceiling joists above the Unit and the top surface of the floor joists or cement slab below the Unit to the extent such nails, screws, bolts and other attachment devices may encroach into a part of a Common Elements adjacent to such Unit.

AMENDMENT

- Section 6.1. General. Except in cases of amendments to this Declaration that may be unilaterally executed and recorded by the Association as described in Sections 1601-107, Eminent Domain; 1602-108(c), Limited Common Elements; 1602-112(a), Relocation of Boundaries between Adjoining Units; or 1602-113, Subdivision of Units; and except in cases, where permitted, of amendments to this Declaration by certain Unit Owners, as described in Sections 1602-108(b), Reallocation of Limited Common Elements; 1602-112(a), Relocation of Boundaries Between Adjoining Units, 1602-113(b); or 1602-118(b), Termination of Condominium; and except in cases, if any, of amendments to the Declaration that may be executed by the Declarant under Section 1602-109(f) Plat and Plans, or under Section 1602-110, Exercise of Development Rights, of the Condominium Act, and subject to the other provisions of this Declaration and of the Condominium Act, this Declaration, and the Plat and Plans may be amended as follows:
 - A. <u>Before Any Conveyance</u>. Prior to the conveyance of any Unit by the Declarant to a Unit Owner other than as security for an obligation, the Declarant shall in any manner which the Declarant may deem appropriate have the right to amend and re-amend this Declaration.
 - B. <u>After First Conveyance</u>. After the first conveyance of a Unit by a Declarant, the terms of the following subparagraphs shall apply to the amendment of this Declaration:
 - (1) Notice. Notice of the subject matter of a proposed amendment shall be included in the notice of any meeting of the Board of Directors in which a proposed amendment is considered, and shall be served upon all Unit Owners in the manner provided for service of notices and upon Eligible Mortgage Holders in the manner provided.
 - (2) Resolution. An amendment may be proposed by either by the Board of Directors or by Unit Owners holding in the aggregate no less than sixty percent (60%) of the votes in the Association. No resolution of the Board of Directors adopting a proposed amendment shall be effective unless it has been adopted at a meeting of the Association duly called and held in accordance with the Bylaws by the affirmative vote of at least eighty percent (80%) in voting interest of the Unit Owners and then executed and recorded as provided in Paragraph (e) of this Article. In addition, approval of amendments of a material nature must be obtained from Eligible Mortgage Holders representing at least fifty-one (51%) of the votes of Units that are subject to mortgages held by Eligible Mortgage Holders, as further defined and described in Section 12.4, below.
 - C. <u>Agreement</u>. In the alternative, an amendment may be made by an agreement signed by the record owners of the Units to which at least one hundred percent (100%) of the votes in the Association are allocated in the manner required for the execution of a deed and acknowledged by at least one of them, and such

amendment shall be effective when recorded in the Cumberland County Registry of Deeds.

Section 6.2 Certain Amendments. Notwithstanding the foregoing provisions of this Article, except as otherwise permitted by the Condominium Act and provided in this Declaration, no amendment may increase the number of Units or change the boundaries of any Unit, the Allocated Interests allocated to a Unit, or the uses to which any Unit is restricted, without the unanimous consent of the Unit Owners. No amendment of this Declaration shall make any change which would in any way affect any of the rights, privileges, powers and options of the Declarant, its successors or assigns, unless the Declarant, or its successors or assigns shall join in the execution of such amendment.

<u>Section 6.3.</u> Notice, <u>Execution and Recording</u>. A copy of each amendment adopted pursuant to the provisions of this Article 6 shall be attached to or included with a certificate, certifying that the amendment was duly adopted, which certificate shall be executed and acknowledged by such officer(s) or director(s) of the Association as are designated for that purpose in the Bylaws. The amendment shall be effective when such certificate and copy of the amendment are recorded in the Cumberland County Registry of Deeds. After each amendment has been recorded, notice thereof shall be sent to all Unit Owners and to all Eligible Mortgage Holders, but failure to send such notices shall not affect the validity of such amendment.

<u>Section 6.4. Challenge</u>. No action to challenge the validity of an amendment to this Declaration adopted by the Association may be brought more than one (1) year after such amendment is recorded in the Cumberland County Registry of Deeds.

Section 6.5. Secondary Mortgage Market Requirements. It is Declarant's intentthat this Declaration complies with the underwriting requirements of Federal Home Loan Mortgage Corporation (Freddie Mac), the Federal National Mortgage Association (Fannie Mae), the Veterans' Administration, the Federal Housing Administration or other recognized institutional mortgage programs. In the event that this Declaration does not comply with such underwriting requirements, Declarant, in Declarant's sole discretion, shall have the right to amend this Declaration to make this Declaration conform to such underwriting requirements.

ARTICLE 7 RESTRICTIONS ON USE, OCCUPANCY AND ALIENATION

<u>Section 7.1. Use and Occupancy Restrictions on Units</u>: The Declarant shall own in fee simple each Unit to which legal title is not conveyed or otherwise transferred to another person. The Declarant retains the right to enter into leases with any persons for the occupancy of any of the Units owned by the Declarant.

Each Unit is intended to serve as a self-contained, residential living Unit and shall be subject to the Rules and Regulations and Bylaws of the Association. Units shall be used for residential purposes only, except that (i) the Declarant may use the Property in the exercise of Special Declarant Rights and (ii) a Unit Owner may also use the Unit for a

home occupation which is incidental and secondary to the use of the dwelling for residential purposes if it meets all of the following requirements: (1) it is in compliance with all applicable local, state and federal codes, laws and regulations and obtains any necessary City permits or approvals; (2) the home occupation does not occupy more than twenty-five percent (25%) of the total floor area of such Unit; (3) the home occupation does not employ or otherwise engage more than one person who does not reside in the Unit to work within the Unit in furtherance of the home occupation; (4) except for such signage as may be allowed by the City of Portland and the Association, there is no other exterior indication of the home occupation or any other variation or deviation from the residential character of the neighborhood; specifically, there shall be no exterior display, no display of goods visible from the outside, and no exterior storage of materials related to the home occupation; (5) activities conducted as part of the home occupation shall not create a nuisance, nor shall they generate unreasonable offensive noise, vibration, smoke, dust, other particulate matter, odors, heat, humidity, glare, electrical disturbance, or other unreasonable external effects; and (6) no traffic may be generated by the home occupation in greater volumes than would normally be expected in a residential neighborhood.

Each Unit shall be subject to the Rules and Regulations and Bylaws of the Association, in addition to this Declaration, all as amended from time to time.

Section 7.2. Interval Ownership Prohibited. No ownership interest in any Unit in the Condominium shall or may be subdivided to permit "time sharing" or other devices to effect interval ownership. For purposes of this paragraph, "devices" to effect interval ownership shall include but not be limited to ownership arrangements, including uses of corporations, trusts, partnerships or tenancies in common, in which four or more persons not members of a single household have acquired, by means other than will, descent, inheritance or operation of law, an ownership interest (directly or indirectly, equitable or legal) in the same Unit and such owners have a formal or informal right-to-use agreement.

<u>Section 7.3. Leasing Restrictions</u>. No Unit may be leased for transient purposes and no Unit may be leased to any lessee for a period of less than four (4) consecutive months. No portion of any Unit (other than the entire Unit) shall be leased for any period. No Unit may be used for short-term rental purposes in which only a portion of the Unit is made available to a boarder, guest or tenant, nor may the entire Unit be made available to a boarder, guest or tenant, such as through Airbnb, HomeAway, VRBO or similar short-term rentals or vacation rentals, for a period of less than four (4) consecutive months for each boarder, guest or tenant.

No Unit Owner shall rent or lease a Unit other than in accordance with a written form of lease which contains the following provisions:

- A. requiring the tenant to comply with the Declaration, the Bylaws and Rules and Regulations; providing that failure to comply constitutes a default under the lease; and
- B. providing that the Board of Directors has the power, but not the obligation, to

terminate the lease or to bring summary proceedings to evict the tenant in the name of the Unit Owner after thirty (30) days prior written notice to the Unit Owner, in the event of a default by the lessee in the performance of the lease; and

C. in the event that the payment of Common charges and/or service charges or other amounts due to the Association becomes more than thirty (30) days past due, authorizing the Association to require the tenant to pay directly to the Association the rent on the Unit in an amount of up to the balance of current and delinquent Common charges and other unpaid amounts outstanding, subject to the rights of any recorded first mortgage or eligible mortgage holder which has exercised an assignment of rents. The Association's notice to the tenant shall be conclusive and binding on the Tenant as to the Tenant's obligation to pay the rent directly to the Association and as to the amount of Common charges and other fees due. The Unit Owner shall have ten (10) days after such notice is sent to file any objection, which objection must be in writing and signed under oath under the pains and penalties of perjury, must contain a short and plain statement of any alleged errors by the Association, and shall include copies of canceled checks orother written evidence of objection or miscalculation of the amounts due. The Unit Owner must state what amounts, if any, which the Owner admits is owed to the Association.

Any lease or tenancy shall be in writing. The foregoing provisions shall be deemed to be automatically incorporated into any lease and into the terms of any tenancy or other agreement for the occupancy of a Unit.

The Unit Owner must not suspend his or her own condominium owner's insurance policy during the period of rental. Regardless of the terms of rental, timely payments of the Unit's monthly fees and assessments and any special assessments during the rental period remain the responsibility of the Unit Owner.

Each Unit Owner of a Unit shall, promptly following the execution of any written lease of a Unit, forward a true copy thereof to the Board of Directors together with information about the tenant(s) including the home and work telephone numbers, mailing address, email address if any, and emergency contact information.

The foregoing provisions of this paragraph shall not apply to an institutional lender in possession of a Unit as a result of foreclosure, judicial sale or a proceeding in lieu of foreclosure.

Section 7.4 Household Pets. The following use restrictions apply to household pets:

A. No animals, birds or reptiles of any kind shall be raised, bred or kept in any Unit or upon the Common Elements or Limited Common Elements, except that orderly dogs, cats or other household pets, not to exceed an aggregate total of two per Unit (except aquarium fish which are not so limited in number), may be kept in a Unit, subject to the regulation of the Board.

Additional numbers of such pets may be kept only with the prior written approval of the Board, subject to compliance with this Section 7.4, the Bylaws and the Rules and Regulations.

- B. A pet permitted pursuant to A. above may be maintained in a Unit only so long as it is not a nuisance. Actions which will constitute a nuisance include but are not limited to abnormal or unreasonable crying, barking, meowing, or scratching such that it disturbs another Unit Owner's rest or quiet enjoyment of his or her Unit; unhygienic offensiveness; causing repeated damage to the landscaping or other Common Elements; or a pet owner's repeated failure to comply with these pet rules.
- C. All pets must be registered and inoculated as required by law.
- D. Pet owners are fully responsible for personal injuries and/or property damage caused by their pets.
- E. No pets shall be allowed to run freely on the Property. When upon the Common Elements of the Property, pets must be confined in a container or leashed on a leash which does not exceed six feet in length, and, in either case, under the immediate super- vision of a responsible person.
- F. The Owner of any pet which enters upon the Common Elements must promptly clean up any excrement left by that pet upon any Common Element.
- G. Unless otherwise authorized in advance in writing by the Board of Directors, no animal may be tied or leashed outside the Unit at any time, and exterior pet runs of any type are not allowed at the Condominium.

The Association shall have the power to further regulate pets and animals under the Bylaws or Rules and Regulations of the Association as promulgated or amended from time to time, including without limitation the express power to regulate the size and species of pet, to establish additional behavior requirements and to expel any offending pets and animals from the Property.

Section 7.5. Outdoor Facilities. Owners, and their families, guests and invitees, shall comply with all rules and regulations issued by the Association with respect to use of any outdoor facilities, including but not limited to outdoor decks and balconies, garden and yard areas. The Association shall have the power to further regulate use of outdoor Common Elements, including Limited Common Elements, under the Bylaws or Rules and Regulations of the Association as promulgated or amended from time to time.

<u>Section 7.6. Compliance with Condominium Documents; Violations</u>. For the mutual benefit of all Unit Owners, each Unit Owner shall comply strictly with the Bylaws and with the Rules and Regulations adopted pursuant thereto, and with the covenants, conditions and restrictions set forth or incorporated by reference in this Declaration or in

the deed to his or her Unit (the "Condominium Documents"). By way of direction but not by way of limitation, as this is a twelve (12) Unit condominium, it is hoped that the Unit Owners will be able to resolve issues by discussion among themselves. However, if a dispute arise which is not resolved in this manner, the Board of Directors, by majority vote, may opt to refer a matter to mediation as provided in Section 15.4. Moreover, if, in the opinion of a majority of the Board of Directors, a Unit Owner's failure to comply with the Condominium Documents as aforesaid is serious and intractable (which may be evidenced by failure to reach a resolution through mediation and/or refusal to participate in mediation in good faith and/or such other evidence as the majority of the Board deems compelling), the Board of Directors, by majority vote, on behalf of the Association, after notice and opportunity for the Owner alleged to be in violation to be heard, shall have the right to take any one or more of the following actions: (i) to assess the expense of maintenance, repair or replacement of any damage to the Common Elements, Limited Common Elements or any Unit caused by any violation; (ii) to authorize officers of the Association to commence appropriate legal proceedings, at law or in equity, necessary to enjoin, abate or remedy the continuance of any violations, or to compel compliance with these Rules and Regulations and the Condominium Documents, and/or to recover damages for any violation or for injunctive relief, or both; (iii) to assess all costs incurred by the Association, including mediation fees, court costs and attorneys' fees, in the process of rectifying any violation; to enter the Unit to abate the violation; (v) to assess fines and penalties in the amount of ten percent (10%) of the then monthly assessment of the Unit for each violation (with each day during which a violation is found to exist or continue to be considered a separate violation); and (vi) to take such other or further action as it deems appropriate, all as may be further outlined in the Rules and Regulations.

Section 7.7 No Action to Increase Rate or Result in Cancellation of Insurance. Notwithstanding anything in this Article 7 to the contrary, nothing shall be done or kept in any Unit or in the Limited Common Elements that will increase the rate of insurance for the Property or any part thereof without the prior written consent of the Board. No Owner shall permit anything to be done or kept in this Unit or in the Limited Common Elements that will result in the cancellation of insurance on the Property or any part thereof, or that would be in violation of any law, regulation or administrative ruling.

<u>Section 7.8. Miscellaneous Use Restrictions</u>. The following additional restrictions apply to use:

- A. No Smoking in Common Elements or Units: No Unit Owner, Tenant, resident or guest or invitee of a Unit Owner, Tenant or resident shall smoke any tobacco product anywhere upon the Property; without limiting the generality of the foregoing, smoking is prohibited within each Unit, and upon the Common Elements and Limited Common Elements of the Property, including but not limited to the halls, stairs, garage/parking, storage areas, entrances, driveway, lawn, porches, decks and within fifty (50) feet of any entrance to the Building.
- B. No articles of personal property shall be left unattended in common areas of the Building or passageways, sidewalks or lawns or elsewhere on the Common

Elements. Nothing shall be stored upon or obstruct any of the Common Elements, including stair- ways and hallways, except in those areas, if any, designated for storage by the Declaration or the Board. Neither the Board, the Association, any other Unit Owner, nor the Declarant shall be responsible for the security of such personal property or for any loss or damage thereto, whether or not exclusive possession of the particular area is given to a Unit Owner for storage purposes, and whether or not due to negligence, except to the extent covered by insurance in excess of any applicable deductible.

- C. Unit Owners may not install any fireplace or stove in the Unit which is designed to burn coal, wood, pellets, gas or any other material.
- D. No signs, window displays or advertising shall be erected, posted or displayed upon, in, from or about any Common Element or Limited Common Element or any Unit window or door without the prior written approval of the Board; provided however, subject to such reasonable rules which the Board, from time to time, may adopt on sign placement and manner of affixing signs to the Building, Unit Owners, including the Declarant and any Mortgagee who may become the Owner of any Unit, shall have the right to place one (1) non-illuminated "for sale" sign not exceeding a total area of six (6) square feet on the Condominium property.
- E. Without the prior written approval of the Board, no Unit Owner shall cause or permit anything to be hung, installed, or displayed on the exterior of a Unit or upon a Common Element. This prohibition includes, without limitation, works of art, laundry, clothing, rugs, awnings, canopies, shutters, radio or television antenna, or any other items. No television or radio antennas or other items may be installed by the Unit Owner beyond the boundaries of his or her unit except with the prior written permission of the Board of Directors.
- F. Trash, garbage and other waste shall be kept only in sanitary containers in such location as designated on the Plat and Plan and shall be disposed of in such manner as may be prescribed in Rules and Regulations established by the Board.
- G. The Limited Common Element parking areas may not be used for any purpose other than parking passenger automobiles and trucks with a gross vehicle weight of less than 6,000 pounds. No buses, trucks with a gross vehicle weight in excess of 6,000 pounds, trailers, boats or recreational vehicles shall be parked in the Limited Common Element parking area. All vehicles must have current license plates and be in operating condition. Vehicle repairs shall not be done on any portion of the Property.

<u>Section 7.9. Covenants</u>. The provisions of this Declaration and the rights and obligations established hereby shall be deemed to be covenants, running with the land, so long as the Property remains subject to the provisions of the Condominium Act as amended, replaced or revised, and shall inure to the benefit of and be binding upon each and all of the Unit

Owners and their respective heirs, representatives, successors, assigns, purchasers, lessees, grantees and mortgagees. By the recording of or by the acceptance of a deed or other document of conveyance, which deed or document transfers a Unit or any interest therein, the grantee, his heirs, personal representatives and assigns shall be deemed to accept and agree to be bound by and subject to all of the provisions of the Condominium Act and this Declaration.

Section 7.10 Restrictions Regarding Joy Place. The property comprising the Condominium includes a right of passageway, in common with others, over Joy Place, so-called, as depicted on the Plat. No temporary or permanent parking of any vehicles or other conveyances shall be permitted within Joy Place, except on a temporary basis in the event of an emergency, and Joy Place is to be kept open and unobstructed.

ARTICLE 8 COMMON CHARGES AND ASSESSMENTS

<u>Section 8.1 Common Expense Assessments</u>. Common expense assessments shall be made as follows:

- A. Each Unit Owner shall pay to the Association, or its authorized representative, monthly, or as otherwise required by the Association, the Unit Owner's proportionate share, as assessed by the Board of Directors, of the expenses of maintenance, repair, replacement, insurance, administration and operation of the Common Elements and of any reserves for operation, maintenance or replacement established by the Board of Directors. Such proportionate share shall be equivalent to the Common Expense Liability as set forth in Schedule B attached hereto:
 - (1) any other Common expense associated with the maintenance, repair or replacement of a Limited Common Element shall be assessed against the Unit(s) to which that Limited Common Element is assigned equally,
 - (2) any Common expense which, in the judgment of the Board of Directors of the Association, benefits fewer than all of the Units shall be assessed exclusively against the benefited Unit(s), and
 - (3) notwithstanding anything to the contrary, if any Common expense is caused by the misconduct of any Unit Owner, the Board of Directors may assess that expense exclusively against that unit owner.

Payment thereof shall be in such amount and at such times as may be provided by the Bylaws or the Rules and Regulations of the Association and shall be subject to annual review. Provided, however, with regard to (1) and (2) above, if all Units have similar Limited Common Elements, then all Units shall pay such expenses in accordance with their Common Expense Liabilities.

In the event of the failure of a Unit Owner to pay such assessments when due, the amount

thereof shall constitute a lien on the Unit, as provided by the Condominium Act. Such assessments shall be the personal obligation of the Unit Owner who owns the Unit at the time such assessments become due and such personal liability shall not pass to successor Owners of the Unit unless such successor Owner agrees to assume the obligation. Any lien for delinquent Common expense assessments or other charges that the Association has on a Unit will be subordinate to a first mortgage on the Unit if the mortgage was recorded either before or after the date on which the assessment sought to be enforced becomes delinquent. A lien against the Unit so purchased for assessments imposed pursuant to this Declaration or the Act shall not be affected by such sale, conveyance or other transfer of the Unit, unless a foreclosure of a first mortgage is involved, in which case the foreclosure will extinguish any lien for any assessments that were payable before the foreclosure sale, but will not relieve any subsequent unit owner from paying further assessments. Assessments will begin as to all existing Units including Units owned by the Declarant, upon the first Unit sale by the Declarant.

- B. Electricity, gas, cable television and telephone services shall be supplied by the public utility company serving the area directly to each Unit through a separate meter and each Owner shall be required to pay the bills for such services consumed or used in his Unit. The electricity serving the Common Elements shall be separately metered, and the Association shall pay all bills for such services consumed in the Common Elements as a Common Expense assessable to all the owners of the Units. At the time of initial installation, water and sewer services will be supplied to the structure without being separately metered. Heat for the Common Elements, and hot water, cold water and sewer expenses shall be assessed to each Unit as a Common Expense, in accordance with their Common Expense Liabilities; provided, however that the Association reserves the right to submeter and then separately charge for hot water, cold water and sewer services supplied to the Units as Service Charges. Unit Owners shall take reasonable steps to conserve such utilities as are not separately metered. If a Unit Owner fails to take reasonable steps to conserve such utilities and/or wastes such utilities, the Board of Directors may assess that Unit Owner for that Unit Owner's disproportionate use of such utilities.
- C. No adjustment to the Common Expense Assessments against Unit(s) shall be allowed or made based on the frequency or intensity of use of Common Elements or Limited Common Elements, except as expressly provided in this Declaration.
- D. In the event of the failure of a Unit owner to pay such assessments when due, the amount thereof shall constitute a lien on the Unit, as provided by the Condominium Act. Each Unit is subject to a lien in favor of the Association for the unpaid Common Expense Assessments, interest and costs of collection as provided in the Condominium Act, which lien may be foreclosed in like manner as a mortgage on real estate. No foreclosure of the Association's lien shall release the Owner from any personal liability for any unpaid portion of the lien. The recordation of this Declaration constitutes record notice of the

lien. Such lien for Common Expense Assessments shall not have priority over a first mortgage securing a loan to purchase a Unit, and upon foreclosure of such first mortgage, any liens for then-existing Common Expense Assessments automatically shall be released but without releasing the responsible Unit owner from any personal liability for the liability secured by the released lien.

- E. No Owner shall be liable for Common Expense Assessments until the later to occur of (i) sixty (60) days after the first conveyance of any Unit to a purchaser or (ii) until the Association makes its first Common Expense Assessment or (iii) a certificate of occupancy is first issued for the Unit.
- F. Real estate taxes are to be separately taxed to each Unit Owner for such owner's Unit and the corresponding percentage of ownership in the Common elements, as provided in the Act. However, in the event that for any year such taxes are not separately assessed to each Unit Owner, but are taxed on the Property as a whole, then each Unit Owner shall pay a proportionate share thereof in accordance with such owner's relative percentage of ownership interest in the Common elements, excluding units already assessed by the City directly to purchasers of such units. Unit Owners, including Declarant if Declarant then owns one or more Units, shall pay full property taxes, both real estate and personal property taxes, if any, assessed on the Property.
- G. If pickup of trash and recycled materials is not provided by the City of Portland, periodic trash pickup for ordinary household waste and any pickup of recycled materials shall be the responsibility of the Association, and the cost of thereof shall be assessed as a Common Expense liability. The Association may make reasonable rules concerning waste disposal, and may restrict disposal of and/or separately assess individual owners for the costs of disposing of waste which in volume, composition and/or any other characteristic exceeds or deviates from ordinary household waste.

Section 8.2 Service Charges. The Association shall have the express power, but not the obligation, to separately charge a Unit and the Owner for services rendered to that Unit, and interest and costs of collection in connection with service charges. Such charges shall be a lien on the Unit with the same status as a lien for Common Expense Assessments under the Condominium Act, this Declaration and Bylaws, which lien for service charges may be foreclosed in like manner as a mortgage on real estate. The recordation of this Declaration constitutes record notice of the lien. The Board may assess service charges, which may include without limitation: (i) the cost of reimbursement if an Owner damages the Common Elements or fails to perform maintenance and repair work required; (ii) fees, if any, established by the Board for the use and maintenance of water, sewer and/or other utility services and equipment; (iii) insurance premiums on permanent improvements to Units installed by Owners and insured by the request of the Owner with the Association's hazard insurance carrier.

Section 8.3. Payment of and Lien for Assessments, Service Charges, Etc.

A. Each Unit Owner shall pay to the Association the following amounts: (i) on the first day of each month or on such other date that the Board may determine, one-twelfth (1/12th) of the annual Common charges for Common Expenses (including Limited Common Expenses, and Service Charges and revised Common Expenses including revised Limited Common Expenses) assessed against his Unit; (ii) all special assessments and any other sums duly levied against the Unit pursuant to this Declaration, the Bylaws, the Rules and Regulations or the Condominium Act which are assessed against Unit Owners; and (iii) fines, penalties and fees as provided by this Declaration, the Bylaws, or the Condominium Act, all interest and late charges and legal fees and other costs of collection thereof.

If for any reason the Association shall revise its annual budget and as a result the Common Expenses or Limited Common Expenses are increased, then commencing on the next day assessments are due each Unit Owner shall pay to the Association or its authorized representative such revised annual Common Expenses, including Limited Common Expenses, assessed against his Unit.

B. The total annual assessment levied against each Unit for Common Expenses, Limited Common Expenses, Service Charges, any special assessments, other sums duly levied against the Unit pursuant to this Declaration, the Bylaws, the Rules and Regulations, or the Act, all interest and late charges, all legal fees and other costs of collection thereof, and all fines, penalties and fees as provided in this Declaration or the Bylaws: (i) shall constitute the personal liability of the Owner of the Unit so assessed; and (ii) shall, until fully paid, constitute a lien against the Unit in favor of the Association as provided in Section 1603-116 of the Condominium Act.

Such lien is prior to all other liens and encumbrances on a Unit except (a) liens and encumbrances recorded before the recordation of this Declaration, (b) a first priority mortgage recorded before or after the date on which the assessment sought to be enforced becomes delinquent, and (c) statutory liens for real estate taxes and other governmental assessments or charges against the Units; provided, however, that such lien is not subject to the provisions of 14 M.R.S.A. Section 4651 and 18-A M.R.S.A. Section 2-201, et seq. as they or their equivalents may be amended or modified from time to time.

If any assessment is payable in installments, upon a default by such Unit Owner in the timely payment of any two (2) installments in any fiscal year, the maturity of the remaining total of the unpaid installments may be accelerated at the option of the Board, and the entire balance of the assessment may be declared due and payable in full.

C. The lien for assessments described in subparagraph B. may be enforced and foreclosed by the Association in like manner as a mortgage on real estate as provided in the Condominium Act, or by any other means presently or hereafter provided by law or in equity. A suit to recover a money judgment for unpaid

assessments, interest, fines, penalties, and costs of collection may be maintained against the Unit Owner personally without foreclosing or waiving the lien securing such assessments, and a foreclosure may be maintained notwithstanding the pendency of any suit to recover a money judgment.

Section 8.4. Liability. Multiple Owners of a Unit shall each be jointly and severally liable with one another for all unpaid Common Expense Assessments, Limited Common Expenses, special assessments, Service Charges, interest, fees, penalties and costs of collection during their period of Unit ownership up to the time of the grant or conveyance. A grantee shall not be prevented from exercising any right to recover from the grantor such amounts paid for those Common Expenses Assessments, service charges, etc. arising prior to the conveyance. A grantee or proposed purchaser under a purchase and sale contract for a Unit may obtain, upon request and the payment of such fee as may be established from time to time by the Board, a statement from the Association setting forth the amount of unpaid Common Expense Assessments and service charges, interest, penalties and costs of collection against the Unit as of the date of grant or conveyance and such other information required by the Condominium Act. The grantee shall not be liable for, and the Unit conveyed shall not be subject to a lien for any unpaid amounts due from the grantor before the statement date in excess of the amount set forth in the statement except interest and costs of collection accruing thereafter.

<u>Section 8.5. Budget</u>. The proposed budget approved by the Association's Board shall be adopted unless rejected by a sixty-six percent (66%) or greater vote of all Owners. After the first conveyance of an individual Unit (as distinguished from the conveyance of the entire project), the budget must contain funding for an adequate reserve for replacements of improvements to the Common Elements and to those Limited Common Elements that the Association is obligated to maintain.

Section 8.6. Working Capital Fund. Contemporaneous with the initial conveyance of each Unit by Declarant to a party other than a successor Declarant, the Unit purchaser shall pay to Declarant an amount equal to two (2) months' estimated Common Expense charges for each such Unit, and Declarant shall contribute such payment from the Unit purchaser to a working capital fund established by the Declarant as provided below. Such working capital fund shall be established by Declarant, prior to the conveyance of the first Unit, as a segregated account, owned by and in the name of the Association, established at a Maine financial institution insured by the Federal Deposit Insurance Corporation or other equivalent federally sponsored insurance. The Declarant may reimburse itself from such payments collected at closing from Unit purchasers if the Declarant has made the working capital fund payment for the Units in advance of the closing on the initial conveyance of such Units. Working capital fund payments from Unit purchasers shall not be credited against or deemed to be prepayment of any Assessments against Units by the Association. During the Declarant Control Period, the Declarant shall not use the working capital fund described above in this paragraph to offset its expenses, to make the required capital reserve contributions for Units owned by the Declarant (except to reimburse itself as provided above), to fund initial construction costs or to mitigate a budget shortfall.

ARTICLE 9 MAINTENANCE AND REPAIR

<u>Section 9.1. General Maintenance Responsibilities</u>. The Units and Common Elements shall be maintained and repaired by each Unit Owner and the Association in accordance with the provisions of Section 1602-107(a) of the Condominium Act.

Section 9.2. Maintenance of Common Elements. Generally the Association shall be responsible for the maintenance, repair and replacement of the Common Elements, including but not limited to exterior lighting, sidewalk snow removal, parking area snow removal and yard maintenance, all as determined by the Board; provided, however, that regardless of any other Common element maintenance decisions, it is the non-delegable responsibility of the Association to ensure that: (1) snow removal from sidewalks and parking areas is undertaken in a timely fashion; (2) snow may only be stored within the temporary snow storage areas as shown on the subdivision recording plat; (3) any snow that cannot be stored on site shall be physically removed and transported offsite within 24 to 48 hours following a snow storm; (4) snow transported offsite shall be brought to a Maine DEP-approved "snow dump" or meet the exemption requirements specified within Chapter 573 when the above requirements cannot be met due to an abundance of show; the snow contractor shall be responsible for any damage to vegetation, landscaping, curbing, lighting, fencing etc. resulting from their activities; and (6) the snow contractor shall use salt or chloride substitute to deice the parking lot.

It is possible that the Unit Owners will opt to be self-managed (managing themselves and volunteering to take on certain maintenance tasks to minimize expenses) rather than hiring a professional to manager condominium affairs and to provide workers to perform necessary tasks. However, in either case, to facilitate coordinated management and sound fiscal stewardship, no Owner shall undertake any maintenance, repair or replacement activities which will alter the appearance of any Common Element or undertake activities which will involve the expenditure of Association funds without prior authorization from the Board. If repair or replacement of a Common Element shall be necessitated by the negligence, neglect or misconduct of fewer than all of the Unit Owners, such cost shall be assessed to the Unit Owner(s) responsible as a Service Charge.

Section 9.3. Maintenance of Limited Common Elements. Generally, the Association shall maintain, repair and replace the Limited Common Elements, all as determined by the Board of Directors; provided however that each Unit Owner shall maintain the interior and exterior surfaces of door and window glass, but the Association may elect to wash exterior windows and assess the Unit as a Service Charge or as part of the Common Charges. Except as specifically provided to the contrary in this Declaration, the Association may assess Limited Common Expenses applicable to particular Unit(s) to such Unit(s) if the item giving rise to the expense shall be uniquely for the benefit of such Unit(s) only. If such repair or replacement of the Limited Common Elements shall be necessitated by the negligence, neglect or misconduct of fewer than all of the Unit Owners, such cost shall be assessed to the Unit Owners responsible as a Service Charge.

Section 9.4. Maintenance of Unit/Repair Responsibility. Each Unit Owner shall keep and

maintain his or her Unit and its equipment, appliances and appurtenances in good order, condition and repair and in a clean and sanitary condition, whether such maintenance and repair shall be structural or non-structural, ordinary or extraordinary. Each Unit Owner shall perform promptly all maintenance and repair work within his own Unit which, if omitted, would affect the Condominium in its entirety (or any part thereof) or would affect a part belonging to one or more other Unit Owners, and each Unit Owner shall be expressly responsible for any damages or liabilities resulting from his failure to do so. If any Unit Owner fails to perform such maintenance or repair after reasonable notice from the Association, in the event of an emergency negatively affecting a Common Element or another Unit, the Association through its officers or managing agent, if any, shall have the right, but not the obligation, to enter the Unit and perform such emergency mitigation in the name of the Unit Owner. The Association, after notice to the owner and opportunity to be heard before the Board, shall be entitled to assess the expense thereof as a Service Charge due in full at the time of the next regular monthly payment.

Each Unit Owner shall maintain the interior surface of windows in the Unit, including periodic washing. No Unit Owner shall deposit any trash, dirt, debris or other substance from the Unit onto the Common Elements or Limited Common Elements, except in designated trash disposal areas.

No person shall impair nor remove any acoustical, sound-deadening, or fire-resistant material from the walls, floors or ceilings of a Unit without replacing the same with materials of equal or greater such qualities. No Unit Owner shall overload the electrical wiring of the Condominium. Each Unit shall deposit only food waste in any garbage disposal system and only toilet tissue and human waste in the toilets. No Unit Owner shall operate any machinery, appliances, accessories or equipment in such a manner as to cause, in the judgment of the Board, as appropriate, an unreasonable disturbance or make any alterations, repairs or modifications to or connection with the electrical or plumbing systems without the prior written consent of the Board. Additional major appliances may not be installed in a Unit without the prior written consent of the Board.

Unit Owners shall maintain the interior of their Units during the heating season at a temperature of at least 55 degrees Fahrenheit at all times. All maintenance, repair, and replacement of internal installations of the Unit such as water, light, power, sewerage, telephones, sanitary installations, exterior surfaces of doors, window glass, lamps, and all other accessories belonging to the Unit area shall be performed at the Unit Owner's expense.

Each Unit Owner shall be responsible for all damage to any other Units or to the Common Elements resulting from his or her failure or negligence to make any of the repairs required by this Article or if the Unit Owner otherwise fails to maintain the Unit in the condition required by this Article. Each Unit Owner shall perform his or her responsibility in such manner as shall not unreasonably disturb or interfere with the other Unit Owners. Each Unit Owner shall promptly report to the Board or any managing agent any defect or need for repairs for which the Association is responsible.

To the extent that any damage to a Unit is covered by the Association's insurance, the Unit

Owner shall be responsible for (i) payment of the first \$250 of the insurance deductible, if any (or such other amount established by the Rules and Regulations) and for (ii) uninsured damage to any Common Element or Unit for which the Unit Owner is otherwise responsible due to the fault or negligence of the Owner.

Section 9.5. Liability of Owner. Each Unit Owner shall be liable, and the Association shall have a lien against his or her Unit, for all costs of maintaining, repairing or replacing any portion of another Unit or of the Common Elements including Limited Common Elements to the extent that such costs are caused by or attributable to such Unit Owner's act, neglect or carelessness or by that of such Unit Owner's guests, employees, agents, lessees, invitees, or their pets. The Association shall have the right to repair any damage so caused, to cure or correct the cause of the damage and to maintain or replace such damaged Unit or Common Element to the extent the Association deems necessary and appropriate. Such liability shall include any increase in insurance rates occasioned by uses, misuse, occupancy, or abandonment of any Unit or its appurtenances. Nothing herein contained, however, shall be construed to modify any waiver by insurance companies of rights or subrogation against such Unit Owner.

Section 9.6. Management Contracts. It is yet to be determined whether this twelve (12) Unit condominium will opt to enter into a management contract. However, if the Board opts to enter into such a contract, no management contract may be for a term exceeding three (3) years and any such contract shall be terminable for cause upon 30 days' notice. Any professional management contract entered into by the Association prior to the expiration of the Declarant Control Period may be terminated without cause and without penalty at any time after the expiration of such control upon written notice.

Section 9.7. Exterior Appearance. The Association may adopt reasonable rules and regulations regulating antennas, satellite dishes, window shades and blinds, or any other structures or things that affect the appearance of the exterior of the Building. Without prior approval of the Board, Owners shall not erect fences, signs, structures, plant or remove trees, shrubs or flowers or materially alter the landscape or grading in the Common Elements, or do anything to alter the exterior or outside appearance of the structure.

ARTICLE 10 CONDOMINIUM ASSOCIATION

Section 10.1. The Association. The Association is an association of Unit Owners organized pursuant to Section 1603-101 of the Condominium Act as a nonprofit corporation under the Maine Non-Profit Corporation Act. The membership of the Association at all times shall consist exclusively of all Unit Owners, or in the event of a termination of the Condominium as provided in the Condominium Act, of all former Unit Owners entitled to distributions of proceeds, or their heirs, successors or assigns. Persons having an interest in a Unit solely as security for an obligation shall not be considered members. Each Unit Owner shall automatically become a member of the Association, which membership shall continue as long as she or he continues as a Unit Owner, and upon the termination of the interest in the Condominium, his or her membership and any

interest in the assets of the Association shall be automatically transferred and inure to the next Unit Owner or Owners succeeding in interest. The Association shall have all the powers granted pursuant to the Bylaws, the Condominium Act and the Maine Non-Profit Corporation Act.

<u>Section 10.2. Board of Directors Powers; Declarant Control Period</u>. Except as otherwise provided in Section 1603-103(b) of the Condominium Act, the Board of Directors may act on behalf of the Association and shall have all of the powers necessary or appropriate for the administration of the Association.

- A. During the Declarant Control Period, the Board of Directors shall be composed of three (3) natural persons. The Declarant shall have the right during the Declarant Control Period to appoint, remove and replace from time to time any and all members of the Board of Directors, and officers of the Association, without the necessity of obtaining resignations. The directors appointed by the Declarant need not be Unit Owners.
- B. The Declarant Control Period shall expire sixty (60) days after the closing of sales of seventy-five percent (75%) of the Units by the Declarant, or three (3) years from the date of the first Unit sale by Declarant, whichever occurs first. Following the expiration of the Declarant Control Period, the affairs of the Association shall be governed by a Board of Directors composed of three (3) persons, each of whom shall be a Unit Owner or, in the case of a Unit Owner which is a corporation, partnership, trust or estate, a designated agent thereof. The Directors shall be elected in accordance with the Bylaws. No Unit may have more than one Unit Owner or designated agent serving on the Board at one time. The Directors so elected shall serve until their successors are elected, in accordance with the Bylaws.
- C. The transition from Declarant-appointed members of the Board to the Unit Owners generally shall occur at expiration of the Declarant Control Period or at such earlier date as the Declarant in its sole discretion shall specify. By written notice duly recorded in said Registry of Deeds specifically referring to this Section, the Declarant may voluntarily surrender the right to appoint and remove officers and members of the Board of Directors prior to the termination of the Declarant Control Period, but in that event the Declarant may require, for the duration of the Declarant Control Period that specified actions of the Association or Board, as described in a recorded instrument executed by the Declarant, be approved by the Declarant before such action can become effective.

Section 10.3. Rules and Regulations. The Board of Directors shall have the power from time to time to adopt, amend and enforce Rules and Regulations relative to the operation, use and occupancy of the Units and the Common Elements, consistent with the provisions of this Declaration, Bylaws and the Condominium Act including, but not limited to, the appointment of such committees and the enactment and enforcement of such enforcement procedures and penalties for violations as the Board shall deem appropriate.

Any such Rules and Regulations shall be adopted or amended, by means of appropriate resolutions duly approved by the Board. Notice of such Rules and Regulations and any amendment thereto shall be sent to each Owner or occupant of a Unit promptly after the adoption thereof, and shall bind all Owners, their heirs and assigns, any residents, tenants, invitees, guests and other persons entering upon the Property.

ARTICLE 11 INSURANCE

Section 11.1. General. No later than the date of the first conveyance of a Unit to a person other than the Declarant, the Association shall obtain and maintain as a Common Expense the policies of insurance for the Condominium as are required by the Condominium Act and the Bylaws, to the extent such policies shall be reasonably available. If such insurance is not maintained, then the Association shall give written notice thereof to the Unit Owners and the eligible Mortgage Holders. To the extent that such insurance subsequently becomes unavailable, the Association shall obtain as a substitution the most comparable insurance available. The Board is hereby irrevocably appointed as attorney-in-fact for each Unit Owner and for each Mortgagee and Eligible Mortgage Holder and for each owner of any other interest in the Property, for purchasing and maintaining the insurance, for the collection and disposition of any insurance, including distribution pursuant to Section 1603-113(c) of the Condominium Act, for the negotiation of losses and execution of releases of liability, and for the execution of all documents, and performance of all other acts necessary to accomplish these purposes.

Section 11.2. Institutional Mortgage Programs. If in a request to the Association forwarded by an Eligible Mortgage Holder (as defined in Section 12.3 below), a mortgage is identified as being subject to the requirements of the Federal Home Loan Mortgage Corporation, the Federal National Mortgage Association, the Veterans' Administration, the Federal Housing Administration or other recognized institutional mortgage programs, then the Association shall maintain such hazard and other insurance policies and coverage required under said mortgage programs and identified in said notice from the institutional mortgage holder, to the extent such insurance is available to the Association at a commercially reasonable cost.

ARTICLE 12 MORTGAGES OF UNITS; RIGHTS OF ELIGIBLE MORTGAGE HOLDERS AND OTHER HOLDERS, INSURERS OR GUARANTORS OF MORTGAGES

<u>Section 12.1. Right to Mortgage</u>. Each Unit Owner shall have the right to mortgage or encumber his own respective Unit together with the Common Element Interest, Common Expense Liability and voting rights (the "Allocated Interests") appurtenant to such Unit.

Except as otherwise permitted by Section 1603-112 of the Condominium Act and subject to this Declaration, no Unit Owner shall have the right or authority to mortgage or otherwise encumber in any manner whatsoever the Common Elements or any part thereof

except his own Unit and his own respective Allocated Interests appurtenant to his Unit.

Section 12.2. Mortgage Foreclosure. Any mortgagee of a Unit holding a recorded first mortgage on a Unit that obtains title to the Unit pursuant to the remedies provided in the mortgage, or through a completed foreclosure of the mortgage, or through deed (or assignment) in lieu of foreclosure, shall take the Unit with the Allocated Interests appurtenant thereto free of such claims and liens for unpaid assessments for Common expenses, interest and costs levied against such Unit which accrue prior to the acquisition of title to such Unit by the mortgagee, other than the proportionate share of the Common expenses which become due and payable from and after the date on which the mortgagee shall acquire title to the Unit through a completed foreclosure or deed (or assignment) in lieu of foreclosure.

In the event the Association adopts any right of first refusal or purchase option arising in the event of the sale or transfer of a Unit, it shall not impair the right of an institutional mortgage lender to foreclose its mortgage, to accept a deed in lieu of foreclosure after written notice of default which deed identifies the circumstances classifying it as such a deed, or to dispose or lease a Unit so acquired.

Section 12.3. Eligible Mortgage Holder, Notice. "Eligible Mortgage Holder" means the holder of record of a recorded first Mortgage encumbering a Unit (a "Mortgage") which has delivered written notice to the Association, by prepaid United States Mail, return receipt requested, or by delivery in hand securing a receipt therefore, stating: (1) the name and address of the holder of the Mortgage, (2) the name and address of the owner of the Unit encumbered by such Mortgage, (3) the identifying number of such Unit, and (4) containing a statement that such Mortgage is a recorded first mortgage. The Secretary or manager of the Association shall maintain such information.

Eligible Mortgage Holders shall have all rights specified in the Condominium Act. Furthermore, after the filing of a request by the Eligible Mortgage Holder, the Board shall cause notice to be sent to the Eligible Mortgage Holders (and any insurers or guarantors of such mortgages identified in the request) of any one or more of the following events affecting the mortgaged Unit(s), if so requested.

- A. Default by the owner of a mortgaged Unit in the payment of monthly Common Expenses, assessments, service charges, or other amounts due the Association that continues for sixty (60) days or as required by the Condominium Act;
- B. The lapse, cancellation, expiration or material modification of insurance required to be maintained under this Declaration or Bylaws of the Association;
- C. A material amendment to this Declaration requiring the consent of Eligible Mortgage Holders as provided in Section 12A below;
- D. Termination of the Condominium pursuant to Section 1602-118 of the Condominium Act or any condemnation proceeding against any of the Property;

- E. Change in the Allocated Interests of a Unit, voting rights, a change in Unit boundaries or the subdivision of a Unit;
- F. Default or violation of the condominium Documents, or any proceedings by the Association relating thereto;
- G. The merger or consolidation of the Condominium with another condominium; or
- H. Such other events specified in the Condominium Act.

Section 12.4. Approval Rights of Eligible Mortgage Holders. For a material amendment to this Declaration or any of the actions specified below but subject in any event to the provisions of the Condominium Act, approval must be obtained from Eligible Mortgage Holders representing in the aggregate at least Fifty-One percent (51%) of the votes of Units subject to mortgages held by Eligible Mortgage Holders. An amendment affecting any of the following shall be deemed material:

- A. Voting rights in the Association;
- B. Change in percentage liability for Common expenses, assessment liens for Common expenses, or the subordination of liens for Common expenses Assessments;
- C. Reduction in reserves for maintenance, repair and replacement of Common Elements;
- D. Responsibility for maintenance and repairs;
- E. Reallocation of Allocated Interests or rights to the use of Common Elements or Limited Common Elements;
- F. Alteration of the definitions of the boundaries of any Unit, including the partition or subdivision of a Unit;
- G. Convertibility of Units into Common Elements or vice versa;
- H. Expansion or contraction of the Condominium, or the addition, annexation or withdrawal of property to or from the Condominium;
- I. Hazard insurance or fidelity bond requirements;
- J. Imposition of any restrictions on the leasing of Units;
- K. Imposition of any restrictions on an Owner's right to sell or transfer his or her Unit;

- L. Restoration or repair of the Property (after damage or destruction, partial taking by eminent domain or condemnation) in a manner other than that specified in the Declaration:
- M. Any action to terminate the Condominium after substantial damage, destruction or condemnation occurs;
- N. Any provisions of this Article or any other provision of this Declaration that expressly benefits mortgage holders, insurers or guarantors;
- O. The merger or consolidation of the Condominium with another condominium or the subjection of the Condominium to a master association;
- P. Any change in the Association's right to lien a Unit for unpaid Common Expense Assessments or a change in the priority of such liens;
- Q. Any one-time increase in monthly Common Expense Assessments by more than twenty-five percent (25%);
- R. Any material reduction in the funding of reserves for maintenance, repair and replacement of Common Elements and Limited Common Elements; or
- S. Any provisions of this Article.

When Owners are considering termination of the Condominium for reasons other than substantial damage, destruction or taking by eminent domain of the Condominium, the Eligible Mortgage Holders representing at least sixty-seven percent (67%) of the votes of Units subject to mortgages held by Eligible Holders must consent to such termination.

The approval of any Eligible Mortgage Holder to such a material amendment to this Declaration shall be presumed when an Eligible Mortgage Holder is sent a written request for approval of a proposed amendment by registered or certified mail, return receipt requested, and then fails to submit a response within 30 calendar days after the notice is received.

<u>Section 12.5. Mortgagee Priority</u>. No provision of the Condominium Documents shall be deemed or construed to give a Unit Owner, or any other person, priority over the rights of any Eligible Mortgage Holder under its mortgage in the case of a distribution of insurance proceeds or condemnation awards for losses to or taking of Units, Common Elements, or both.

Section 12.6. Records. An Eligible Mortgage Holder may examine the books, records and accounts of the Association at reasonable times with reasonable advance notice to the Treasurer of the Association; provided, however, that Declarant shall have the right to withhold information in the books, records and accounts of the Association relating primarily to the construction and Unit sale activities of Declarant. The Association shall maintain current copies of this Declaration, the Association's articles of incorporation,

Bylaws, and other Rules and Regulations concerning the Condominium as well as its own books, records, and financial statements available for inspection by Unit Owners or by any eligible Mortgage Holder, insurers, and guarantors of first mortgages that are secured by Units available during normal business hours. Upon written request, any eligible Mortgage Holder may obtain an audited statement of the Association's fiscal affairs prepared by an independent certified public accountant once the Condominium has been established for a full fiscal year, which statement shall be prepared at the Eligible Mortgage Holder's expense.

ARTICLE 13 DAMAGE, DESTRUCTION, TERMINATION, REMOVAL

<u>Section 13.1. Repair</u>. Any portion of the Property damaged or destroyed shall be repaired or replaced promptly by the Association unless:

- A. The Condominium is terminated under Section 13.3;
- B. Repair or replacement would be illegal under any state or local health or safe- ty statute or ordinance; or
- C. One hundred percent (100%) in interest of the Unit Owners vote not to re-build, including every owner of a Unit or Limited Common Element which would not be rebuilt, and including the consent of the Eligible Mortgage Holders as required herein.

Insurance deductibles and the cost of repair or replacement in excess of insurance proceeds and reserves or not covered by any insurance shall be a Common Expense.

<u>Section 13.2. Application of Insurance Proceeds</u>. If the entire Condominium is not completely repaired or replaced:

- A. The insurance proceeds attributable to the damaged Units and Common Elements shall be used to restore the damaged areas to a condition compatible with the remainder of the Condominium;
- B. The insurance proceeds actually received by the Association and attributable to Units that are not rebuilt, including without limitation the interest in the Common Elements and in Limited Common Elements, shall be distributed to such Owners and their mortgagees; and
- C. The remainder of the proceeds shall be held in trust to be distributed to the Owners and their mortgagees in accordance with the Condominium Act.

Any loss covered by such insurance shall be adjusted by the Association, which shall exclusively represent all Owners in any proceedings, negotiations, settlements or agreements in connection therewith. As such, each Owner, except the Declarant (or its successors and assigns) with respect to Unsold Units, hereby irrevocably constitutes and

appoints the Association its true and lawful attorney, with full power of substitution, to represent such Owner in any proceedings, negotiations, settlements, or agreements in connection with adjusting a loss covered by such insurance. The foregoing power of attorney conferred upon the Association by this Declaration, being coupled with an interest, shall be irrevocable so long as any such person (other than the Declarant) owns a Unit. This power of attorney shall not be affected by the disability or incompetence of such an Owner. The insurance proceeds shall be paid to the Association as trustee for the Owners and lien holders as their interests may appear. Mortgagees' liens shall transfer in order of priority to the insurance proceeds. Notwithstanding the provisions of this Section 13.2, Section 13.3 of this Declaration governs the distribution of insurance proceeds if the Condominium is terminated. If the members vote not to rebuild any Unit, that Unit's percentage interest in the Common Elements shall be automatically reallocated to the then-remaining Units in proportion to their percentage interests prior to the reallocation, and the Association shall promptly prepare, execute and record an amendment to this Declaration reflecting the reallocation. Unless an Owner has requested and received written confirmation from both the Association and the Association's hazard insurance carrier of optional insurance coverage for the owner's fixtures, permanent improvements and betterments within the Unit, the Owner shall be responsible for the expense of repair or replacement thereof.

<u>Section 13.3. Termination of Condominium</u>. Except in the case of taking of all the Units by eminent domain, the submission of the Property to the Condominium Act herein shall not be terminated unless (i) eighty percent (80%) in voting interest of all of the then Owners in accordance with the Condominium Act and (ii) the percentage of the Eligible Mortgage Holders required by Article 12 shall agree to such revocation or removal of the Property from the provisions of the Condominium Act, their agreement to be established by written instrument duly recorded.

<u>Section 13.4. Removal</u>. Upon removal of the Property from the Condominium Act pursuant to Section 13.3, the provisions of Section 1602-118 of the Condominium Act shall govern. Removal shall not bar the subsequent re-submission of the Property to the Condominium Act.

ARTICLE 14 EMINMENT DOMAIN

<u>Section 14.1. General</u>. In the event a unit, part of a Unit, or Common Element is proposed to be acquired or acquired by eminent domain, it shall be handled in accordance with 1601-108 of the Condominium Act.

<u>Section 14.2. Power of Attorney</u>. In the event of a proposed acquisition by eminent domain, the Association shall have the right, but not the obligation, to act and intervene on behalf of Owners. As such, each Owner, except the Declarant (or its successors or assigns) with respect to unsold Units, hereby irrevocably constitutes and appoints the Association its true and lawful attorney, with full power of substitution, to represent such Owner in any proceedings, negotiations, settlements, or agreements in connection with a proposed acquisition by eminent domain. The foregoing power of attorney conferred upon the Association by this Declaration, being coupled with an

interest, shall be irrevocable so long as any such person (other than the Declarant) owns a Unit. This power of attorney shall not be affected by the disability or incompetence of such an Owner. Nothing contained in this Section or this Declaration, however, shall entitle any Owner or other person to priority over a first mortgage of a Unit pursuant to its mortgage instrument in the right to receive eminent domain awards for the taking of Units and/or Common Elements.

ARTICLE 15 GENERAL PROVISIONS

Section 15.1. Conflict of Laws. This Declaration shall be governed and construed according to the laws of the State of Maine. If any provision of this Declaration, the Bylaws, or the Rules and Regulations, or any section, sentence, clause, phrase, or word therein, or the application thereof in any circumstances be judicially held in conflict with any applicable laws, including, but not limited to, the Condominium Act, then the laws shall be deemed controlling; but the validity of the remainder of this Declaration, the Bylaws and Rules and Regulations, and the application of any such provision, section, clause, phrase, or word in other circumstances shall not be affected thereby.

<u>Section 15.2. Severability</u>. The provisions of this Declaration shall be deemed independent and severable. If any term, covenant, provision, phrase or other element of this Declaration, the Bylaws, any deed to a Unit, or the Rules and Regulations is held to be invalid or unenforceable for any reason whatsoever, such holdings shall not affect, alter, modify, or impair in any manner, any other term, covenant or provision, phrase or other element of such documents.

<u>Section 15.3. Waiver</u>. No provision contained in this Declaration shall be deemed to have been abrogated or waived by reason of any failure to enforce the same irrespective of the number of violations or breaches which may occur.

Section 15.4. Dispute between Unit Owner(s), Association and/or Declarant. In any dispute between one or more Unit Owners and the Declarant regarding the Common Elements, the Board of Directors shall act for the Unit Owners, and any agreement with respect thereto by the Board shall be conclusive and binding upon the Unit Owners. All claims, disputes and other matters in question between (i) the Declarant, on the one hand, and the Association or any Unit Owner(s) on the other hand, or (ii) the Association, on the one hand, and any Unit Owner on the other hand, arising out of or relating to a Unit, the Common Elements, the Limited Common Elements, this Declaration, the Bylaws, the Rules and Regulations, or the deed to any Unit or the breach thereof, or the course of dealing between any Unit Owner, the Association and/or the Declarant, except for claims which have been waived by the acceptance of a deed, shall be submitted to mediation in accordance with the Maine Residential Real Estate Mediation Rules or such other rules as they may agree upon, using the services of a mediator acceptable to all parties to the dispute (which acceptance must be made in good faith). The parties are bound to mediate in good faith and pay their respective mediation fees. If such mediation fails, the parties may have resort to available legal remedies.

<u>Section 15.5. Headings</u>. The headings used in this Declaration and the table of contents are inserted solely as a matter of convenience for the readers of this Declaration and shall not be relied upon or used in construing the effect or meaning of any of the provisions of this Declaration. References in this Declaration to Articles and Sections without references to the document in which they are contained are references to this Declaration.

<u>Section 15.6. Interpretation</u>. The provisions of this Declaration shall be liberally construed in order to effectuate Declarant's desire to create a uniform plan for development and operation of the Condominium and to permit compliance with the requirements of the Federal Home Loan Mortgage Corporation and the Federal National Mortgage Association. The use of the singular number in this Declaration shall be deemed to include the plural, the plural the singular, and the use of any one gender shall be deemed applicable to all genders.

<u>Section 15.7. Effective Date</u>. This Declaration shall become effective when it and the Plat and Plans have been recorded.

<u>Section 15.8. Schedules</u>. All schedules attached to this Declaration are hereby made a part of this Declaration.

Section 15.9. Notice. Any notice required or given pursuant to this Declaration to the Association or to any Unit owner may be delivered to any Association director or officer or such to Owner respectively either by delivering it in person, by sending it to his or her Unit by United States mail, postage prepaid, or by delivering it to the Unit by hand, or as otherwise permitted by the Bylaws. If such notification is of a default or lien, then it shall be sent by certified United States mail, return receipt requested, postage prepaid, addressed to the Unit Owner at the address which the Unit Owner shall designate in writing and file with the Secretary of the Association, or if no such address is so designated, the address of the Unit of such Unit Owner who is the record owner thereof.

IN WITNESS WHEREOF, ONEJOY PLACE executed by West Port Development, LLC, i Manager, thereunto duly authorized, as of the _	t Manager, by Todd M. Alexander, its
WITNESS:	ONEJOY PLACE LLC
	By: West Port Development, LLC Its: Manager
	By: Todd M. Alexander Its Manager
STATE OF MAINE	201

Then personally appeared the above-named Todd M. Alexander, in his capacity as Manager of West Port Development, LLC, the Manager of ONEJOY PLACE LLC, and acknowledged the foregoing instrument to his free act and deed in his said capacity and the free act and deed of said West Port Development, LLC, in its capacity as Manager of ONEJOY PLACE LLC, and the free act and deed of said of ONEJOY PLACE LLC.

Before me,	
Notary Public	
Maine Attorney at Law	
Print name	
My commission expires	

LIMITED JOINDER TO DECLARATION OF ONEJOY CONDOMINIUM

The undersigned,		, as Mortgagee under a Mortgage		
and Security Agreement from Onejo	y Place LLO	C, dated	, 201, and	
recorded in the Cumberland Cour	nty Registry	of Deeds in E	Book, Page	
(the "Mortgage"), hereby				
Maine as described in Schedule A of				
Mortgage, to the provisions of the				
purposes of compliance with said A				
licenses, uses, rights and privileges				
consent shall not be construed to a Mortgagee, the Declarant or to imp	make said _		, as	
under the Declaration or otherwise	_			
liability of any kind to any purch	•		0 0	
warranties or covenants to any perso particular purpose, physical conditio				
particular purpose, physical conditio	n or otherwi	se as to the prenin	ses, express of implied.	
Mortgage shall be subject to the provand shall attach to the Units created pagrees that in the exercise of its right recognize the establishment of a con IN WITNESS WHEREOF, instrument to be executed	oursuant to the sas Mortgandominium b	ne Declaration. T gee under the Mo y the Declaration	he undersigned further rtgage, it does and will	
instrument to be executed	as of the	day of	201	
WITNESS:		By:		
		Print name		

STATE OF MAINE		
COUNTY OF CUMBERLAND ss.	, 201	
Then personally appeared the above-named _ of	, th	
acknowledged the foregoing instrument to h capacity and the free act and deed of said	is/her free act and deed in his/her said	d
	Before me,	
	Notary Public Maine Attorney at Law	
	Print name	
	My commission expires	

SCHEDULE A

LEGAL DESCRIPTION

A certain lot or parcel of land, together with the buildings and improvements thereon, situated easterly of, but not adjacent to, Brackett Street in the City of Portland, County of Cumberland and State of Maine bounded and described as follows:

Commencing at a point at the intersection of the easterly sideline of Brackett Street with the northerly sideline of Spring Street;

Thence, N 35°12'30" W along the easterly sideline of said Brackett Street 402.21 feet to a drill hole and the southerly sideline of a private right of way known as Joy Place;

Thence, N 54°47'30" E along the southerly sideline of said Joy Place 92.00 feet to the true point of beginning;

Thence, from the true point of beginning, N 35°12'30" W along the easterly sideline of said Joy Place 87.90 feet to the land now or formerly of Brian R. Chick as described in Deed recorded in the Cumberland County Registry of Deeds (the "Registry") in Book 25236, Page 109;

Thence, N 54°47'30" E along land of said Chick 2.83 feet to a point;

Thence, N 25°54'27" W along land of said Chick 26.85 feet to a point;

Thence, S 54°47'30" W along land of said Chick 2.17 feet to land now or formerly of Kimberly A. Roseberry as described in Deed recorded in said Registry in Book 28025, Page 112;

Thence, N 35°12'30" W along land of said Roseberry 25.86 feet to land now or formerly of Basha LLC as described in Deed recorded in said Registry in Book 29175, Page 300;

Thence, N 55°37'30" E along land of said Basha LLC a distance of 28.71 feet to land now or formerly of David R. Shedd and Susan Shedd as described in Deed recorded in said Registry in Book 31201, Page 5;

Thence, S 35°07'44" E along land of said Shedd 24.51 feet to a point;

Thence, N 56°22'18" E along land of said Shedd 13.68 feet to land now or formerly of Nathan W. Kimble as described in Deed recorded in said Registry in Book 13439, Page 62;

Thence, S 35°02'54" E along land of said Kimble and land now or formerly of Parkside Properties, LLC as described in Deed recorded in said Registry in Book 16808, Page 29, a distance of 103.09 feet to land now or formerly of Charles L. Morris and Katherine A. Gilbert as described in Deed recorded in said Registry in Book 21909, Page 50;

Thence, S 54°56'21 W along land of said Morris and Gilbert 13.53 feet to a point;

Thence, S 35°07'44" E along land of said Morris and Gilbert 11.90 feet to land now or formerly of the City of Portland;

Thence, S 54°47'30" W along land of said City of Portland 33.51 feet to the easterly sideline of said Joy Place and the point of beginning; containing 5,851 sf.

The above described premises are hereinafter referred to as the "Premises."

Reference is made to a plan entitled "Boundary Survey at 1 Joy Place, Portland, Maine made for Onejoy Place LLC" dated August 24, 2016 by Owen Haskell, Inc., and recorded in said Registry of Deeds in Plan Book 216, Page 330 (the "Plan").

The Premises are conveyed together with a right of passageway, in common with others, over a strip of land formerly known as Tinkhams Court, so-called, being approximately twenty-four (24) feet in width and extending from Brackett Street in a northeasterly direction to the Premises, and a right of passageway, in common with others, over a twelve (12) foot wide passageway extending from the most easterly end of said Tinkhams Court in a northwesterly direction along the southwesterly side of the Premises, said Tinkhams Court and said passageway being now known as Joy Place, which Tinkhams Court and said passageway are shown on the Plan as Joy Place and being more particularly bounded and described as follows:

Beginning at a point on the easterly sideline of said Brackett Street, said point of beginning being distant 402.21 feet as measured along said easterly sideline of Brackett Street on a bearing of N 35°-12'-30" W from the northwesterly side of Spring Street;

Thence N 54°-47'-30" E along land of City of Portland 92.00 feet to a point;

Thence N 35°-12'-30" W along land now or formerly of Albert Bresette, being the Premises, 87.90 feet to a point;

Thence S 54°-47'-30" W along land now or formerly of Brian R. Chick 12.00 feet to a point;

Thence S 35°-12'-30" E along lands now or formerly of Hazel G. Boyd et al and Brett Plymale 64.00 feet to a point;

Thence S 54°-47'-30" W along said land of Plymale 80.00 feet to a point;

Thence S 35°-12'-30" E along said Brackett Street 23.90 feet to the point of beginning.

All bearings are magnetic in the year 1967.

Subject to the condition that said Tinkhams Court and said passageway, now known as

Joy Place, are to be kept open and unobstructed forever.

Also hereby conveying all other right, title and interest that the Declarant may have in and to said Joy Place as shown on the Plan.

Being the same premises conveyed to the Declarant by Deed of Albert Bressette dated August 31, 2016, and recorded in the Cumberland County Registry of Deeds in Book 33404, Page 272.

SCHEDULE B

UNIT NUMBERS; COMMON ELEMENT INTERESTS; COMMON EXPENSE LIABILITY; VOTE

UNIT NUMBER	COMMON ELEMENT INTEREST AND COMMON EXPENSES LIABILITY	VOTE
1	1/12	1
2	1/12	1
3	1/12	1
4	1/12	1
5	1/12	1
6	1/12	1
7	1/12	1
8	1/12	1
9	1/12	1
10	1/12	1
11	1/12	1
12	1/12	1

SCHEDULE C REDUCED COPIES OF PLAT AND PLANS

[To be attached]