

Section 8: VOTING. In any meeting of the Board of Directors, a majority of the Board shall constitute a quorum for the transaction of business; but in the event of a quorum not being present, a lesser number may adjourn the meeting to some future time, not more than thirty-one days later.

Section 9: VOTING. At all meetings of the Board of Directors, each director shall have one vote. Except as otherwise required by law, the Articles of Incorporation or the Covenants, the act of a majority of the Directors present at a meeting at which a quorum is present shall be the act of the Board of Directors.

Section 10: VACANCIES. Vacancies in the Board occurring between annual meetings shall be filled for the unexpired term by a person or persons selected by a majority of the remaining Directors.

Section 11: REMOVAL OF DIRECTORS. Any one or more of the Directors may be removed with cause in the manner provided for in the Colorado Corporation Code.

Section 12: COMPENSATION. No member of the Board of Directors shall receive any compensation for services rendered as a director; provided, however, that the Directors may receive reimbursement for actual expenses and compensation for services rendered to the Association in any other capacity.

ARTICLE V FISCAL MANAGEMENT

Section 1: GENERAL. The provisions of these Bylaws shall control the management of the financial affairs of the Association except when in conflict with the Covenants.

Section 2: ASSESSMENTS. The Board of Directors shall establish each year an assessment for each lot based on a proposed budget which shall be sufficient to provide funds necessary for the operation of the Association. Notices of the amount of the assessment will be sent to each lot owner who shall thereupon promptly pay the assessment. No lot owner shall be entitled to vote as a member at any annual or special meeting, whether in person or by mail, or vote as a Director at any regular or special meeting of the Board of Directors unless all assessments have been paid in full. The assessment for 1997 will be thirty-five (\$35.00) dollars for each lot owned.

Section 3: SPECIAL ASSESSMENTS. The Board of Directors shall also have the authority to establish special assessments to meet any financial shortfalls. Such assessments would be billed at the time any such shortfall becomes apparent.

ARTICLE VI OFFICERS

Section 1: NUMBER. The Executive officers of the Association shall be President, Vice-President, Secretary & Treasurer. Any two or more offices may be held by the same person except the offices of President and Secretary. The Executive officers of the Association shall be elected from the Board of Directors at its meeting immediately following the Annual Meeting of the Association.

Section 2: ELECTION. All officers shall be appointed by and serve at the pleasure of the Board of Directors.

Section 3: PRESIDENT. The President shall be the chief executive officer of the corporation and, subject to the control of the Board of Directors, shall in general supervise and control all the