# DECLARATION OF PROFESSIONAL CENTER AT LANSDOWNE, A CONDOMINIUM

This Declaration is executed this <a>?</a>	day of人	JAY	. 2000 by P.C.
This Declaration is executed this 3 LANSDOWNE, L.L.L.P., a Maryland limited	l liability limited	partnership	(the "Declarant").

#### WITNESSETH:

WHEREAS, Chapter 4.2 Title 55, Code of Virginia, as amended, hereinafter referred to as the "Condominium Act", provides for the creation of condominiums in the State of Virginia; and

WHEREAS, the Declarant is the owner in fee simple of land situate in Loudoun County, Virginia, more particularly described as Phase 1 by metes and bounds in Exhibit "A" attached hereto and incorporated herein ("The Submitted Land"); and

WHEREAS, it is the desire and intent of the Declarant to submit the Submitted Land and the improvements thereon to be an expandable condominium as provided by the Condominium Act.

NOW, THEREFORE, pursuant to Chapter 4.2 Title 55, Code of Virginia as amended, the Declarant does hereby submit the Submitted Land and does hereby establish an expandable condominium in accordance with The Condominium Act, upon the Submitted Land and the improvements owned and constructed by Declarant on the Submitted Land to be henceforth known and described as Professional Center at Lansdowne, A Condominium (the "Condominium") and Declarant does hereby make the following Declaration of Condominium as to the divisions, covenants, restrictions, limitations, conditions and uses to which the improvements in the Submitted Land may be put and does hereby further declare and establish the following:

#### ARTICLE I

### NAME OF THE CONDOMINIUM

The Condominium hereby established shall be known as PROFESSIONAL CENTER AT LANSDOWNE, A CONDOMINIUM ("The Condominium").

s, Smaish & Labeley, P.C. do 1300

#### **ARTICLE II**

#### **DEFINITIONS**

Except as otherwise defined in the Condominium Instruments for the Condominium, all capitalized terms in the Condominium Instruments, shall have the meanings specified in Section 55-79.41 of the Code of Virginia, 1950 Edition, as amended.

#### ARTICLE III

# LOCATION OF BUILDINGS AND UNITS

The location and dimensions of the building on Phase 1, the Submitted Land, is shown on the "Plat" attached as Exhibit "D" hereto. The locations of the Units within the aforesaid building is shown on the "Plans' attached as Exhibit "E" hereto.

#### ARTICLE IV

#### **UNIT BOUNDARIES**

The boundaries of each Unit are as follows:

- (a) Upper and Lower (horizontal) Boundaries: The upper and lower boundaries of the Unit are the following boundaries extended to an intersection with the vertical (perimetric) boundaries:
- (1) Upper Boundary: The horizontal plane of the bottom surface of the steel or wood joists of the uppermost ceiling.
- (2) Lower Boundary: The horizontal plane of the bottom surface of the undecorated concrete floor slab.
- (b) Vertical (perimetric) Boundaries: The vertical boundaries of the unit are the vertical planes which include the exterior surface of the concrete masonry unit or concrete foundation bounding the unit extended to intersections with each other and with the upper and lower boundaries. The demising wall between any two units shall be the approximate center of the demising wall measured from the two faces of the drywall.

- (c) The unit includes the room containing the water heater and/or heating and air-conditioning apparatus serving only that unit (whether or not located within the unit boundaries), which apparatus is part of the unit. Any portion of a utility system or other apparatus serving more than one unit (e.g., pipes, conduits, ducts) which is located partially within and partially outside the unit is part of the common elements. Any portion of a utility system or other apparatus serving only one unit which is located outside the unit is a part of that unit. The unit includes all windows, doors and door and window frames.
- (d) Notwithstanding the ownership of the various portions of the Common Elements and the Units by virtue of the foregoing boundary description, the provisions of the Bylaws, attached as Exhibit "C" hereto, shall govern the division of maintenance and repair responsibilities between the Unit Owner and the Unit Owners Association of the Condominium.
- (e) The Common Elements of the Condominium shall include all portions of the Condominium other than the Units.

#### ARTICLE V

# THE UNDIVIDED INTEREST IN THE COMMON ELEMENTS:

Pursuant to Section 55-79.55 of The Condominium Act, each Unit in the Condominium has been allocated a percentage of undivided interest in the Common Elements of the Condominium ("Common Element Interest") proportionate to its "Size". Attached as Exhibit "B" hereto is a schedule listing all Units in the Condominium by their Identifying Numbers, "Size" in square feet and "Common Element Interest", the "Size" of each Unit as determined by reference to the dimensions shown on the Plans (exclusive of interior partitions).

#### **ARTICLE VI**

# LIMITED COMMON ELEMENTS

Limited Common Elements, if any, shall be those specified in Section 55-79.50(e) of the Code of Virginia, 1950, as amended, and those which may be marked and identified on the Plans attached as Exhibit "E". Any expense of replacement relating to such Limited Common Elements and all structural maintenance, repair or replacement thereof, shall be treated as and paid for as part of the expenses of upkeep of the Unit Owners Association.

#### **ARTICLE VII**

# ASSIGNMENT OF LIMITED COMMON ELEMENTS

Declarant reserves the right to assign any Common Elements shown on the Plats and Plans and labeled "Common Elements which may be assigned as Limited Common Elements", for the exclusive use of certain Unit Owners to whose Units the Common Element so assigned would become appurtenant. The Declarant may assign any such Common Element as a Limited Common Element pursuant to the provisions of Section 55-59.57(c) of the Code of Virginia, 1950, as amended, by making such an assignment in the Deed to the Unit to which such designated Limited Common Element shall become appurtenant and subsequently confirming such assignment by recording an appropriate amendment to this Declaration or to the Plans.

#### **ARTICLE VIII**

# **DESIGNATION OF RESERVED COMMON ELEMENTS**

The Board of Directors of the Unit Owners Association shall have the power in its discretion to: (i) designate from time to time any portion of the Common Elements (not designated by Declarant pursuant to Article IX herein) as "Reserved Common Elements"; (ii) grant reserved rights therein to the Unit Owners Association and to any or less than all of the Unit Owners; and (iii) establish a reasonable charge to such Unit Owners for the use and maintenance thereof. Such designation by the Board shall not be construed as a sale or disposition of the Common Elements.

#### ARTICLE IX

# OPTION TO EXPAND CONDOMINIUM

Declarant hereby expressly reserves unto itself and/or its successors and assigns, the option and right to expand this Condominium pursuant to Section 55-79.63 of the Condominium Act and subject to the provisions of this Article.

(a) The option to expand shall be at the sole option of Declarant and shall not require the consent of any Unit Owner or Mortgagee.

- (b) This option to expand the Condominium project shall expire seven (7) years after the date of recording of this Declaration if not sooner exercised; however, Declarant may, at any time prior to the expiration of such period, terminate its option to expand by recording among the land records wherein this Declaration is recorded, an executed and notarized document terminating this option.
- (c) The metes and bounds description of that property which may be added to this Condominium is set forth in Exhibit "A-1" and hereinafter referred to as "Additional Land".
- (d) Declarant expressly reserves the right to add any or all portions of the Additional Land at any time, at different times, in any order, without limitation, provided, however, that the Additional Land shall not exceed the total area of all that parcel described in Exhibit "A-1" attached hereto. Both the Submitted Land and Additional Land are graphically depicted as Phase 1 and the "Remainder" on Exhibit "D" entitled "Plat", which Plat is attached hereto and made a part hereof.
- (e) At such time as the Condominium is expanded, the maximum number of Units on the Additional Land will not exceed two hundred (200) Units. The maximum number of Units on any portion of the Additional Land added to the Condominium shall not exceed forty-five (45) Units per acre. Moreover, the maximum number of Units in the Condominium, as a whole, shall never exceed two hundred five (205) Units or forty-five (45) Units per acre.
- (f) Declarant expressly reserves the right to create Common Elements upon the Additional Land which may be subsequently assigned as Limited Common Elements. Declarant makes no assurances as to the type, size or maximum number of such Common Elements or Limited Common Elements
- (g) The Declarant makes no assurances as to the location of buildings in which Units are located on the Additional Land.
- (h) All Units to be created on any portion of the Additional Land shall be restricted exclusively to non-residential use.
- (i) Upon the Additional Land, Declarant may (but shall not be obligated to) construct facilities for the purpose of serving this Condominium as may be expanded by the Additional Land or portions of the Additional Land which Declarant may retain for rental. Declarant reserves the right to construct such service facilities on such portion or portions of the Additional Land as it deems necessary, but Declarant makes no assurances that such improvements will be compatible in quality, materials and style with the improvements on the Submitted Land.

- (j) The Units to be created in the improvements on the Additional Land will be reasonably compatible in quality with the improvements on the Submitted Land but need not be the same materials or style. No assurances are made by the Declarant as to the size or type of Units that may be created in the future on the Additional Land.
- (k) The allocation of Common Element Interests for Units created on the Additional Land shall be the basis of size of the Units as set forth in Article V of this Declaration. Therefore, in the event that the Condominium is expanded to include any portion of the Additional Land, the Common Element Interests of all Units in the Condominium shall be reallocated on the basis of size of the Units (including all Units added on the Additional Land).
- (I) In the event Declarant shall not add or adds and then subsequently withdraws, all or any portion of the Additional Land in accordance with Sections 55-79.54(b) and 55-79.54(d) of the Code of Virginia, as amended, Declarant shall nevertheless have the unrestricted right to demolish, construct, alter and operate, without restriction, and for any legal purpose, any improvements located on said Additional Land or any portion thereof.
- (m) In the event Declarant determines to exercise its option to expand, in addition to such other easements or rights it may have reserved, Declarant shall have the easements as set forth in Section 55-79.65 of the Code of Virginia, as amended.

#### ARTICLE X

#### CONVERTIBLE LAND

Declarant hereby reserves the option and right to convert into Units and Limited Common Elements the Convertible Land described in Exhibit A hereto subject to the provisions of this Article and pursuant to Section 55-79.61 of the Condominium Act.

- (a) The maximum number of Units which may be created on the Convertible Land is two hundred (200).
- (b) All Units to be created on the Convertible Land shall be restricted to non-residential use only.
- (c) The improvements of the Convertible Land shall be Units, Limited Common Elements and Common Elements compatible and substantially identical to those on other portions of the Submitted Land.

- (d) The Declarant may add portions of the Convertible Land at different times.
- (e) The Declarant may create Limited Common Elements within any portion of the Convertible Land and/or designate Common Elements therein which may subsequently be assigned as Limited Common Elements. The Limited Common Elements on the Convertible Land shall be reasonably compatible in type, size and number with the Limited Common Elements on other portions of the Submitted Land.
- (f) All Units to be created on the Convertible Land shall be allocated a Common Element Interest based on the size of the unit as set forth in Article V of this Declaration.
- (g) The Declarant shall have the right to operate any Convertible Land or Convertible Space as a rental project with any permissible commercial uses. The Declarant may establish and maintain all offices, signs and other accouterments normally used in the operation of such rental properties in the sole discretion of the Declarant. The Declarant may, in the sole discretion of the Declarant, lease portions of any Convertible Land or Convertible Space so long as the Declarant pays the expenses attributable to such rental operation. Such operations shall be for the benefit of the Declarant and neither the Unit Owners Association nor any Unit Owner (other than the Declarant) shall have any right or interest in the profits or losses thereof.

#### ARTICLE XI

### EASEMENTS AND OTHER ENCUMBRANCES, ETC.

## Section 1. Easements, Rights-of-Way of Record:

The Submitted Land is subject to certain easements, rights-of-way and covenants of record. The location of said easements and rights-of-way as well as the Deed Book and page references wherein said easements and rights-of-way were imposed as shown on the Plat attached as Exhibit "D" hereto.

Section 2. <u>Easement for Ingress and Egress through Common Elements</u>, Access to Units and Support;

(a) Each Unit Owner is hereby granted an easement in common with each other Unit Owner for ingress and egress through all Common Elements, subject to such reasonable rules, regulations and restrictions as may be imposed by the Unit Owners Association. Each

Condominium Unit is hereby burdened with and subjected to an easement for ingress and egress through all Common Elements by persons lawfully using or entitled to the same.

- (b) The Declarant reserves in favor of the Declarant and/or any other person authorized by the Board of Directors the right of access to any Unit as provided in Section 55-79.79 of the Condominium Act and Article XI, Section 3 of the Bylaws. In case of emergency, such entry shall be immediate whether or not the Unit Owner is present at the time. Further, until the expiration of the warranty period, such entry shall be permitted to perform warranty related work (for the benefit of the Unit being entered, other Units or the Common Elements) whether or not the Unit Owner consents or is present at the time.
- (c) Each Unit and Common Element shall have an easement for lateral and subjacent support from every other Unit and Common Element.

#### Section 3. <u>Declarant's Right to Grant Easements</u>

The Declarant shall have the right, for a period of five (5) years from the date this Declaration is recorded, to grant and reserve easements and rights-of-way through, under, over and across the Condominium Property for access of construction purposes, and for the installation, maintenance and inspection of the lines and appurtenances for public or private water, sewer, drainage, gas, electricity, telephone and other utilities.

#### Section 4. <u>Easement to Facilitate Sales:</u>

All Units shall be subject to an easement in favor of the Declarant pursuant to Section 55-79.66 of the Condominium Act. The Declarant reserves the right to use any Units owned or leased by the Declarant as models, management offices, sales offices or customer service offices. The Declarant reserves the right to relocate the same from time to time within the Condominium 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 Condominium 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 in the Condominium to Unit Owners other than the Declarant.

## Section 5. <u>Easements for Encroachments:</u>

Declarant and each Unit Owner, to the extent required, shall have an easement pursuant to Section 55-79.60 of The Condominium Act.

#### Section 6. <u>Easement for Golf Balls</u>:

The Common Elements are subject to an easement for golfers and employees of the Lansdowne Golf Course to retrieve any golf balls which may have fallen on the Common Elements. This easement does not relieve golfers or employees of the golf course from liability for damage caused by golf balls. Neither the Declarant nor the Unit Owners Association shall be liable for damage caused to person or property by golf balls falling on objects or vehicles located on the Common Elements.

#### ARTICLE XII

# RELOCATION OF BOUNDARIES BETWEEN UNITS

Subject to the provisions of Article VI, Section 7 and Article IX, Section 8 of the Bylaws, Unit Owners may cause the relocation of Condominium boundaries between adjoining Units pursuant to the provisions of Section 55-79.69 of The Condominium Act.

#### **ARTICLE XIII**

#### SUBDIVISION OF UNITS

Subject to the provisions of Article VI, Section 7 and Article IX, Section 8 of the Bylaws, Unit Owners may cause the subdivision of any Unit pursuant to the provisions of Section 55-79.70 of the Condominium Act upon prior written approval of the Board of Directors. Declarant reserves the right to subdivide Units without prior consent or approval of the Board of Directors.

#### **ARTICLE XIV**

## RIGHT TO LEASE OR SELL UNITS

Declarant shall own in fee simple each Condominium Unit not sold to a purchaser or otherwise transferred. Declarant retains the right to enter into leases with any third parties for the occupancy of any of the Units owned by Declarant, or for Units reacquired by Declarant, on such terms and conditions as may be acceptable to Declarant.

#### ARTICLE XV

#### **RESTRICTIONS UPON UNIT OWNERS**

Every Owner of a Unit, by the acceptance of a Deed to said Unit, and his heirs, successors and assigns, covenant that they will faithfully observe all of the terms, covenants and conditions wherever imposed in this Declaration.

#### (a) Covenants.

Each Owner of a Unit, his heirs, successors and assigns, further covenants:

- (i) He will not use, cause or permit the Unit, or any portion thereof, to be used other than as provided in this Declaration, nor will he use, cause or permit the Unit to be subdivided, changed or altered without first having obtained the approval of the Board of Directors of the Unit Owners Association.
- (ii) That he will not use, permit or allow the Unit or any part thereof to be used for an immoral, improper, offensive or unlawful purpose nor will he permit or allow any nuisance within the Unit nor will he use, permit or allow the Unit to be used in a manner which will be a source of annoyance or which in any way interferes with the peaceful possession, enjoyment and proper use of the property by the other Unit Owners.
- (iii) He will not occupy or permit the Unit, or any part thereof, to be occupied for residential purposes.

#### **ARTICLE XVI**

# UNITS SUBJECT TO DECLARATION, BYLAWS, RULES, REGULATIONS AND RESOLUTIONS

Except as may be expressly excluded, all present and future Unit Owners, tenants and occupants of Units shall be subject to and shall comply with, the provisions of this Declaration, the Bylaws, any rules, regulations and resolutions of the Unit Owners Association. The acceptance of a Deed or conveyance, or the acceptance of title pursuant to the laws of inheritance and devise, or the entering into occupancy of any Unit shall constitute an agreement that the provisions of this Declaration, the Bylaws and rules, regulations and resolutions of the Unit Owners Association are accepted and ratified by any such Owner, tenant or occupant, and all of such provisions shall be deemed and taken to be enforceable as equitable servitudes and covenants running with the Submitted Land and shall bind any

person having at any time any interest or estate in such Unit, as though such provisions are recited and stipulated as length in each and every Deed or conveyance or lease thereof.

#### **ARTICLE XVII**

#### **BYLAWS**

The administration of the Condominium shall be governed by the Bylaws attached hereto as Exhibit "C" and any amendments thereto.

#### **ARTICLE XVIII**

#### AMENDMENT OF DECLARATION

This Declaration may be amended, only by the vote of Unit Owners representing at least sixty six and two thirds percent (66 2/3%) of the Common Element Interests cast in person or by proxy at a meeting duly held in accordance with the provisions of the Bylaws.

IN WITNESS WHEREOF the Declarant has caused this Declaration to be executed and delivered in its name and on its behalf on the day and year first hereinabove written.

, , , , , , , , , , , , , , , , , , , ,
P.C. LANSDOWNE, L.L.P., a Maryland limited liability limited partnership
Name: EDWARD G SMARIGA
Title: MANAGING MEMBER, LANSDOWNE ILC GENERAL PARTNER, P.C. LANSDOWNE ULP
GENERAL PARTNER, P.C. LANSDOWNE WILL
STATE OF MD:
CITY/COUNTY OF FRESERICK: to-wit:
wither the same of
The foregoing instrument was acknowledged before me this 3 Rb day of MAY , 200 0 , by EDWARD G. SMARIGA , H.M. LANSDOWN LICOT P.C.
ansdowne, L.L.L.P., a Maryland limited liability limited partnership.
Francis Dunal
NOTARY PUBLIC
My commission expires: 3/み/04

# EXHIBIT "A" TO DECLARATION

**DESCRIPTION OF SUBMITTED LAND** 

#### EXHIBIT "A"

#### DESCRIPTION OF PHASE 1 OF THE PROFESSIONAL CENTER AT LANSDOWNE

All of that piece of parcel of land lying south of Woodridge Parkway, Dulles Election District, Loudoun County, Virginia; Being a part of the lands conveyed by Lee Realty, LLP, a Virginia Limited Partnership to P.C. Lansdowne, LLLP, a Maryland Limited Liability Limited Partnership by deed dated November 4, 1998 and recorded among the land records of Loudoun County, Virginia in Book 1625 at Page 691 on November 10, 1998 and being more particularly described as follows:

Beginning at a point at the southern corner of Lots 4A and 4B as shown on a plat of resubdivision entitled "Plat Showing Resubdivision of Lot 4 and Parcel 'AA', Section 1B, Lansdowne"; and recorded among said land records in DB 973, PG 820. Said point being at the end of the S. 43° 06' 23" W., 281.31' line as shown on said Plat; Thence, running reversely with and binding on the said Lot 4A outline, the following three (3) courses and distances.

N 43° 06' 24" E, 281.31' to a point on the Southern Right of Way Line of Woodridge Parkway, Thence, running with said Right of Way line the following two (2) courses and distances.

S. 46° 53' 37" E. 87.33' to a point, Thence, by a line curving to the right with a radius of 1148.73' and a length of 193.76' which arc is subtended by a bearing S. 42° 03' 51" E. for a distance of 193.53' to a point, Thence, by a line of division now made for the purpose of describing said Phase 1.

S. 46° 10' 21" W. 279.61' to intersect the N. 43° 49' 39" W. 893.52' line of said Lot 4A. Thence, running with said line N. 43° 49' 39" W. 265.61' to the first mentioned place of beginning.

The area of land contained by the forgoing amounts to 77,781 square feet or 1.786 Acres of land, more or less.

# EXHIBIT "A-1" TO DECLARATION

**DESCRIPTION OF ADDITIONAL LAND** 

#### EXHIBIT "A-1"

May 2, 2000 HSA Job No. 6709

#### "Description of Remainder of The Professional Center at Lansdowne"

All of that piece or parcel of land lying South of Woodridge Parkway, Dulles Election District, Loudoun County, Virginia; being a part of the lands conveyed by Lee Realty, LLP, a Virginia Limited Partnership to P.C. Lansdowne, LLLP, a Maryland Limited Liability by deed dated November 4, 1998 and recorded among the Land Records of Loudoun County, Virginia in Book 1625 at Page 691 on November 10, 1998 and being more particularly described as follows:

Beginning for the same at the most Westerly point of the parcel hereby intended to be described. Said point located S. 43° 49' 39" E. and a distance of 265.61' from the rear corner of Lots 4A and 4B as shown on a plat of subdivision entitled "Plat Showing Resubdivision of Lot 4 and Parcel 'AA', Section 1B, Lansdowne" as recorded among said Land Records in DB 973, Page 820. Thence by a line of division now made for the purpose of describing said Remainder, the following course and distance

S. 46° 10' 21" W. 279.61' to a point on the Southern right of way line of Woodridge Parkway, a 106' dedicated right of way; thence running with said right of way line the following course and distance and also running with the outlines of Lot 4B the following two (2) courses and distances;

By a line curving to the right with a radius of 1148.73' and a length of 698.04' which are is subtended by a chord bearing S. 19° 49' 26" E. and a distance of 687.35' to a point, thence;

N. 43° 49' 39" W. 627.90' to the first mentioned place of beginning.

The area of land contained by the foregoing amounts to 112,006 square feet or 2.571 acres of land, more or less.

# EXHIBIT "B" TO DECLARATION

COMMON ELEMENT INTEREST SCHEDULE

#### EXHIBIT "A-1"

December 4, 2002 HSA Job No. 6709

#### "Description of Phase 3 of The Professional Center at Lansdowne"

All of that piece or parcel of land lying South of Woodridge Parkway, Dulles Election District, Loudoun County, Virginia; being a part of the lands conveyed by Lee Realty, LLP, a Virginia Limited Partnership to P.C. Lansdowne, LLLP, a Maryland Limited Liability by deed dated November 4, 1998 and recorded among the Land Records of Loudoun County, Virginia in Book 1625 at Page 691 on November 10, 1998 and being more particularly described as follows:

Beginning for the same at the most Westerly point of the parcel hereby intended to be described. Said point located S. 43° 49' 39" E. and a distance of 381.96' from the rear corner of Lots 4A and 4B as shown on a plat of subdivision entitled "Plat Showing Resubdivision of Lot 4 and Parcel 'AA', Section 1B, Lansdowne" as recorded among said Land Records in DB 973, Page 820. Thence by a line of division now made for the purpose of describing said Phase 3, the following course and distance

N. 62° 14' 59" E. 252.15' to a point on the Southern right of way line of Woodridge Parkway, a 106' dedicated right of way; thence running with said right of way line the following course and distance and also running with the outlines of Lot 4B the following two (2) courses and distances;

By a line curving to the right with a radius of 1148.73' and a length of 507.94' which are is subtended by a chord bearing S. 15° 04' 59" E. and a distance of 503.81' to a point, thence;

N. 43° 49' 39" W. 511.55' to the first mentioned place of beginning.

The area of land contained by the foregoing amounts to 71,385 square feet or 1.639 acres of land, more or less.

# Walsh, Cobcot, Smekkruse, Kanrich & Lubeley, P.C 2209 Caremaion Brill, Sale 1200 Arlington, VA 22201-3359

#### AMENDMENT TO

#### CONDOMINIUM INSTRUMENTS FOR

#### PROFESSIONAL CENTER AT LANDSDOWNE, A CONDOMINIUM

THIS AMENDMENT TO GONDOMINIUM INSTRUMENTS (the "Amendment") is made this day of \_\_\_\_\_\_\_, 2000, by THE UNIT OWNERS ASSOCIATION OF PROFESSIONAL CENTER AT LANDSDOWNE, A CONDOMINIUM, an association formed pursuant to the Virginia Condominium Act, (the "Association") and by P.C. LANDSDOWNE, L.L.L.P., a Maryland limited liability partnership (the "Declarant") and by W. TOWNES LEA III, D.D.S., P.L.C. ("Lea").

#### \*\*\*\*\* WITNESSETH \*\*\*\*\*

WHEREAS, by Declaration and attached exhibits recorded in Deed Book 1776 at page 78 et seq. among the land records of Loudoun County, Virginia, (the "Declaration"), the Declarant created Professional Center at Landsdowne, A Condominium (the "Condominium") on a certain parcel of land with improvements thereon; and

WHEREAS, By-Laws for the Association were recorded as an exhibit to the Declaration; and

WHEREAS, the Association wishes to amend and revise the By-Laws pursuant to Section 55-79.71 of the Virginia Condominium Act; and

WHEREAS, the Declarant owns all the units created in the Condominium except for Unit 201, and;

WHEREAS, Lea is the owner of Unit 201 of the Condominium.

NOW, THEREFORE, in accordance with Section 55-79.71 <u>Code of Virginia 1950</u>, as amended, the Association with the agreement and acknowledgement of the Declarant and Lea as the owners of all of the units in the Condominium, does hereby amend and restate the By-Laws as attached hereto. The By-Laws attached as Exhibit C to the Declaration are hereby deleted in their entirety and the Amended and Restated By-Laws attached hereto as Exhibit C are hereby adopted.

WITNESS the following signatures and seals.

	PROFESSIONAL CENTER AT LANDSDOWNE, A CONDOMINIUM
	BY: NAME: EDWARD G. SMARIGA TITLE: President
	P.C. LANDSDOWNE, L.L.L.P., a Maryland limited liability partnership  (SEAL)  Name: EDWARD G. SMARIGA  Title: LANSBOWNE, LLC MANAGING MEMBER  P.C. LANSBOWNE, LLC GENERAL FARTNER
	W. TOWNES LEA, III, D.D.S., P.L.C.
	BY: W. Tours DayTIE  NAME: W. Tours Lings  TITLE: Owner
STATE OF MACCOUNTY OF FRANCE ,	to-wit:
Cap., N 040	was acknowledged before me this _[+ day of,, L.L.P., a Maryland limited liability partnership.
	NOTARY PUBLIC
My commission expires: <u>3-み1-6牛</u>	, à

THE UNIT OWNERS ASSOCIATION OF

STATE OF MD
COUNTY OF FRENCH , to-wit:
The foregoing Instrument was acknowledged before me this 13 day of
SEPTEMBER, 2000 by EDWARD G SMRIGA President of
THE UNIT OWNERS ASSOCIATION OF PROFESSIONAL CENTER AT LANDSDOWNE,
A CONDOMINIUM  A CONDOMINIUM  NOTARY PUBLIC  NOTARY PUBLIC
NOTARY PUBLIC
MY O'X
My commission expires: COMMISSION
EXPIRES. OF
11 03/21/04 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
CK COUNTINI
1 1 X
STATE OF/_(_A)
COUNTY OF FREDERICK, to-wit:
The foregoing Instrument was acknowledged before me this 19th day of 2000 by W. Towns Leg, 1777 day, of W. TOWNES LEA III. D.D.S. P.L.C.
Sept The foregoing instrument was acknowledged before me this $\frac{7.7}{2000}$ day of $\frac{1.77}{2000}$ day of $\frac{1.77}{2000}$ day of $\frac{1.77}{2000}$
of W. TOWNES LEA, III, D.D.S., P.L.C.
OT W. TOWNES LEA, III, D.D.S., P.L.C.
I do ( w ) I had all
NOTARY PUBLIC
My commission expires: $3 - 21 - 04$

J:\BUCK.EYE\8909\AMENDMEN. 9/13/00

## EXHIBIT "B" TO DECLARATION

# COMMON ELEMENT INTEREST SCHEDULE

Unit Number	Size	Common Element Interest
Phase 1		
101	1,567	1,567/30,625
102	1,979	1,979/30,625
103	4,044	4,044/30,625
201	2,438	2,438/30,625
202	5,254	5,254/30,625
Phase 2		
101	7,760	7,760/30,625
201	2,836	2,836/30,625
202	4,747	4,747/30,625

J:\buck.eye\8909\Interest Schedule

Exhibit B to Amendment

# Common Element Interest Schedule

Unit Number	44115	Square Footage	Common Element Interest
Phase 1			
101 102 103 201 202 Phase 2	44 125	1 <b>567</b> 1979 4044 2438 5254	1567/45543 1979/45543 4044/45543 2438/45543 5254/45543
100 101 102 103 201 202		3034 729 1761 2000 2836 4747	3034/45543 729/45543 1761/45543 2000/45543 2836/45543 4747/45543
Phase 3	44135		
100 180 200 260 280		5577 2000 4200 1457 1920	5577/45543 2000/45543 4200/45543 1457/45543 1920/45543

J:\buckeye\8909\ph3schedule

EXHIBIT B

COMMON ELEMENT INTEREST SCHEDULE

UNIT IDENTIFICATION NUMBER	SIZE	COMMON ELEMENT INTEREST
101	1,567	1,567/15,282 Jackson
102	1,979	1,979/15,282 Jodeson
103	4,044	4,044/15,282 Jackson
201	2,438	2,438/15,282 Townes lea
202	5,254	5,254/15,282 Pc landouxe

J:\BUCK.EYE\8909\INTEREST.SCH

# EXHIBIT C TO THE DECLARATION

# AMENDED AND RESTATED BY-LAWS THE UNIT OWNERS ASSOCIATION OF PROFESSIONAL CENTER AT LANSDOWNE, A CONDOMINIUM Loudoun County, Virginia

#### ARTICLE I

#### **GENERAL**

- Section 1. <u>Applicability</u>. These Amended and Restated By-Laws (the "By-Laws") provide for the self-government of PROFESSIONAL CENTER AT LANSDOWNE, A CONDOMINIUM ("The Condominium"), pursuant to the requirements of Article 3, Chapter 4.2 of Title 55 of the Code of Virginia. The Condominium is located within the County of Loudoun, Commonwealth of Virginia.
- Section 2. <u>Compliance</u>. Pursuant to the provisions of Section 55-79.53, Code of Virginia, as amended, every unit owner and all those entitled to occupy a unit shall comply with these By-Laws.
- Section 3. Office. The office of the Unit Owners Association of the Condominium and the Board of Directors shall be located at the Condominium or at such other place as may be designated from time to time by the Board of Directors.
- Section 4. <u>Definitions</u>. Capitalized terms used in these By-Laws which are not defined shall have the meanings specified for such terms in the Declaration of the Condominium, which Declaration is recorded in Deed Book 1776 at Page 78 among the land records of Loudoun County, Virginia or if not defined therein, the meanings specified for such terms in Section 55-79.41 of the Virginia Condominium Act.

### ARTICLE II

# UNIT OWNERS ASSOCIATION

Section 1. <u>Composition</u>. All of the Unit Owners of Units contained in the Condominium, acting as a group in accordance with the Condominium Act, the Declaration and these By-Laws, shall constitute the "Unit Owners Association," who shall have the responsibility of administering the Condominium, establishing the means and methods of

collecting the contributions to the Common Expenses, arranging for the management of the Condominium and performing all of the other acts that may be required to be performed by the Unit Owners Association, by the Condominium Act and the Declaration. Except as to those matters which either the Condominium Act or the Declaration specifically require to be performed by the vote of the Unit Owners, the administration of the foregoing responsibilities shall be performed by the Board of Directors as more particularly set forth in Article III.

Section 2. <u>Annual Meetings</u>. At such time as the Unit Owners Association comes into existence (on the date that any Unit is conveyed to an Owner other than the Declarant), the Unit Owners Association shall hold at least one (1) annual meeting each year. The annual meetings of the Unit Owners Association shall be held during the month of October (or such other time as may be established by the Board of Directors) each year on a date selected by the Board of Directors. At such annual meetings the Board of Directors shall be elected by ballot of the Unit Owners as needed, in accordance with the requirements of Section 4 of Article III of these By-Laws. So long as the Declarant shall own Units representing more than twenty-five percent (25%) of the aggregate Common Element Interests and provided the maximum time for Declarant control has not elapsed, the Declarant shall be entitled to designate the members of the Board of Directors.

Section 3. <u>Place of Meetings</u>. Meetings of the Unit Owners Association shall be held at the principal office of the Condominium or at such other suitable place convenient to the Unit Owners as may be designated by the Board of Directors.

# Section 4. Special Meetings.

- (a) The President shall call a special meeting of the Unit Owners Association if so directed by resolution of the Board of Directors or, after the termination of the period of Declarant control, upon a petition signed and presented to the Secretary by Unit Owners of not less than twenty-five percent (25%) of the aggregate Common Element Interests. The notice of any special meeting shall state the time, place and purpose thereof. No business shall be transacted at a special meeting except as stated in the notice.
- (b) Not later than the earlier of (i) the day after deeds of conveyance of Units representing seventy-five percent (75%) or more of the aggregate Common Element Interests shall have been delivered to Unit Owners by the Declarant or (ii) the expiration of five (5) years from the date the Declaration is recorded, a special meeting of the Unit Owners Association shall be held at which all of the members of the Board of Directors designated by the Declarant shall resign, and the Unit Owners, including the Declarant if the Declarant owns one or more Units, shall thereupon elect successor members of the Board of Directors to act in the place and stead of those resigning until the next annual meeting at which time the Board of Directors shall be elected pursuant to Section 4, Article III.

Section 5. Notice of Meetings. It shall be the duty of the Secretary to mail a notice of each annual or special meeting of the Unit Owners pursuant to the provisions of Section 55-79.75, Code of Virginia, as amended, by mailing by regular United States mail or delivery by hand to each Unit Owner of record at the address of his Unit or to such other address as may be designated by said Unit Owner at least twenty-one (21) days advance notice in the case of any annual meeting and at least seven (7) days advance notice of any special meeting of the Unit Owners Association.

Section 6. <u>Adjournment of Meetings</u>. If any meetings of the Unit Owners owning a Association cannot be held because a quorum is not present, Unit Owners owning a majority of the Common Element Interests who are present at such meeting, either in person or by proxy, may adjourn the meeting to a time not less than forty-eight (48) hours person or by proxy, may adjourn the meeting to a time not less than forty-eight (48) hours from the time the original meeting was called in which event any business which could have been transacted at the meeting originally called may be transacted without further notice.

Section 7. Order of Business. The order of business of all meetings of the Unit Owners Association shall be as follows:

- (a) Roll Call
- (b) Proof of Notice of Meeting
- (c) Reading of minutes of preceding meeting
- (d) Reports of officers and Board of Directors
- (e) Report of Management Agent, if any, and if present
- (f) Reports of Committees
- (g) Election or appointment of inspectors of election (when so required)
- (h) Election of members of the Board of Directors (when so required)
- (i) Unfinished business
- (j) New business
- (k) Adjournment

Section 8. <u>Title to Units</u>. Title to a Unit may be taken in the name of one or more Persons, in any manner permitted by law. The Unit Owners Association may acquire, hold

and transfer full legal title to one or more Condominium Units in the Condominium in its own name.

Voting. At every meeting of the Unit Owners Association, each of the Units shall have the right to cast a vote proportionate to its Common Element Interest, as set forth in the Declaration as said Declaration may be amended from time to time. Where the ownership of a Unit is in more than one person, the person who shall be entitled to cast the vote of such Unit may be any record owner of said Unit, unless any other record owner of said Unit shall, at the time the vote is cast object to the casting of said vote, in which event the person who shall be entitled to cast the vote of such Unit shall be the person named in a certificate executed by all record owners of said Unit. Any voting certificate executed pursuant to this section shall remain valid until revoked by a subsequent certificate similarly executed. Wherever the approval or disapproval of a Unit Owner is required by the Condominium Act, the Declaration or these By-Laws, such approval or disapproval shall be made only by the Person who would be entitled to cast the vote of such Unit at any meeting of the Unit Owners Association. Except where a greater number is required by the Condominium Act, the Declaration or these By-Laws, the votes of more than fifty percent (50%) of those Common Element Interests present and voting in person or by proxy at one time at a duly convened meeting at which a quorum is present ("Majority Vote") is required to adopt decisions at any meeting of the Unit Owners Association. Any specified percentage of the Unit Owners means the Unit Owners owning such Common Element Interests in the aggregate. If the Declarant owns or holds title to one or more Units, the Declarant shall have the right at any meeting of the Unit Owners Association to cast the votes to which such Unit or Units are entitled. No unit Owner may vote at any meeting of the Unit Owners Association or be elected to or serve on the Board of Directors if such Unit Owner is in arrears in payment of any assessment due the Association at the time of such meeting or election.

Section 10. Proxies. A vote may be cast in person or by proxy. Such proxy may be granted by any Unit Owner in favor of another Unit Owner, a Mortgagee, the Declarant or any other person designated. Proxies shall be duly executed in writing, and witnessed by a person who shall sign his full name and address and 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 upon actual receipt by the person presiding over the meeting of notice of revocation from any of the persons owning such Unit. Except with respect to proxies in favor of a Mortgagee, no proxy shall in any event be valid for a period in excess of one hundred and eighty (180) days after the execution thereof.

Section 11. <u>Conduct of Meeting</u>. The President shall preside over all meetings of the Unit Owners Association and the Secretary shall keep the minutes of the meeting and record in a Minute Book all resolutions adopted by the meeting as well as a record of all transactions occurring thereat. <u>Robert's Rules of Order</u> (latest edition) shall govern the

conduct of all meetings of the Unit Owners Association when not in conflict with the Declaration, these By-Laws or the Condominium Act.

Section 12. Quorum. The presence, either in person or by proxy, of members representing at least thirty-three and one third percent (33 1/3%) of the total votes of the Condominium shall be requisite for, and shall constitute a quorum for the transaction of business of all meetings of members.

#### ARTICLE III

#### **BOARD OF DIRECTORS**

Section 1. Number and Qualification. The affairs of the Unit Owners Association shall be governed by a Board of Directors. The Board of Directors shall be composed of three (3) persons, all of whom shall be Unit Owners, Mortgagees (or designees of Mortgagees) or designees of the Declarant; provided, however, that, so long as the Declarant owns Units representing twenty-five percent (25%) or more of the aggregate Common Element Interests (but in no event after five (5) years from the date that the Declaration is recorded among the land records of Loudoun County, Virginia), the Board of Directors shall consist of at least three (3) members, all of whom shall be designated by the Declarant for terms of office designated by the Declarant. The Declarant shall have the right in its sole discretion to replace such Directors as may be so designated, and to designate their successors. The time limit on the period of Declarant's control shall commence upon settlement of the first Unit to be sold in any portion of the Condominium.

Powers and Duties. The Board of Directors shall have all of the Section 2. powers and duties necessary for the administration of the affairs of the Unit Owners Association and may do all such acts and things as are not by the Condominium Act, the Declaration or by these By-Laws required to be exercised and done by the Unit Owners Association. The Board of Directors shall have the power from time to time to adopt any Rules and Regulations deemed necessary for the benefit and enjoyment of the Condominium; provided, however, that such Rules and Regulations shall not be in conflict with the Condominium Act, the Declaration or these By-Laws. The Board of Directors shall delegate to one of its members or to a person employed for such purpose the authority to act on behalf of the Board of Directors on such matters relating to the duties of the Managing Agent (as defined in Section 3 of this Article), if any, which may arise between meetings of the Board of Directors as the Board of Directors deems appropriate. In addition to the duties imposed by these By-Laws or by any resolution of the Unit Owners Association that may hereafter be adopted, the Board of Directors shall on behalf of the Unit Owners Association:

- (a) Prepare an annual budget, in which shall be established the assessments of each Unit Owner for the Common Expenses.
- (b) Make assessments against Unit Owners to defray the cost and expenses of the Condominium, establish the means and methods of collecting such assessments from the Unit Owners and establish the period of the installment payment of the annual assessment for Common Expenses. Unless otherwise determined by the Board of Directors, the annual assessment against each Unit owner for his proportionate share of the Common Expenses shall be payable in equal quarterly installments, each such installment to be due and payable in advance on the first day of each quarter.
- (c) Provide for the operation, care, upkeep and maintenance of all of the Common Elements of the Condominium.
- (d) Designate, hire and dismiss the personnel necessary for the maintenance, operation, repair and replacement of the Common Elements and provide services for the property and, where appropriate, provide for the compensation of such personnel and for the purchase of equipment, supplies and material to be used by such personnel in the performance of their duties, which supplies and equipment shall be deemed party of the Property.
- (e) Collect the assessments against the Unit Owners, deposit the proceeds thereof in bank depositories designated by the Board of Directors and use the proceeds to carry out the administration of the Property.
  - (f) Make and amend the Rules and Regulations.
- (g) Open bank accounts on behalf of the Unit Owners Association and designate the signatories thereon.
- (h) Make, or contract for the making of, repairs, additions and improvements to or alterations of the Property and repairs to and restoration of the Property, in accordance with these By-Laws, after damage or destruction by fire or other casualty, or as a result of condemnation or eminent domain proceedings.
- (i) Enforce by legal means the provisions of the Declaration, these By-Laws and the Rules and Regulations and act on behalf of the Unit Owners with respect to all matters arising out of any eminent domain proceeding.
- (j) Obtain and carry insurance against casualties and liabilities, as provided in Article VII of these By-Laws, pay the premiums therefor and adjust and settle any claims thereunder.

- (k) Pay the cost of all authorized services rendered to the Unit Owners Association and not billed to Unit Owners of individual Units or otherwise provided for in Article VI. Sections 1 and 2 of these By-Laws.
- (I) Keep books with detailed accounts in chronological order of the receipts and expenditures affecting the Property, and the administration of the Condominium, specifying the expenses of maintenance and repair of the Common Elements and any other expenses incurred. Such books and vouchers accrediting the entries thereupon shall be available for examination by the Unit Owners, their duly authorized agents or attorneys, during general business hours on working days at the times and in the manner set and announced by the Board of Directors for the general knowledge of the Unit Owners. All books and records shall be kept in accordance with generally accepted accounting principles, and the same shall be audited at least once each year by an independent accountant retained by the Board of Directors who shall not be an occupant of the Condominium or a Unit Owner. The cost of such audit shall be a Common Expense.
- (m) Notify a Mortgagee of any default hereunder by the Unit Owner of the Unit subject to such Mortgage, in the event such default continues for a period exceeding thirty (30) days.
- (n) Borrow money on behalf of the Condominium when required in connection with any instances relating to the operation, care, upkeep and maintenance of the Common Elements, provided, however, that the consent of at least two thirds (2/3) in number of all Unit owners, obtained by either a mail ballot or at a meeting duly called and held for such purpose in accordance with the provisions of these By-Laws, shall be required to borrow any sum in excess of ten percent (10%) of the total annual assessment for common expenses for that fiscal year. If any sum borrowed by the Board of Directors on behalf of the Condominium pursuant to the authority contained in this subparagraph (n) is not repaid by the Unit Owners Association, a Unit Owner who pays to the creditor such proportion thereof as his Common Element Interest bears to the total of Common Element Interests in the Condominium shall be entitled to obtain from the creditor a release of any judgment or other lien which such creditor shall have filed or shall have the right to file against such Unit Owner's Condominium Unit.
- (o) Acquire, hold and dispose of Condominium Units and mortgage the same if such expenditures and hypothecations are included in the budget adopted by the Unit Owners Association.
- (p) In its sole discretion, designate from time to time certain Common Elements as "Reserved Common Elements" and impose such restrictions and conditions on the use thereof as the Board of Directors deem appropriate.

- (q) Do such other things and acts not inconsistent with the Condominium Act, the Declaration or these By-Laws which the Board of Directors may be authorized to do by a resolution of the Unit Owners Association.
- (r) Negotiate and adjust with any contractor, subcontractor or Declarant any warranty claims on any Common Element made by or on behalf of any Unit Owner or the Unit Owners Association.
- Section 3. <u>Managing Agent</u>. The Board of Directors may employ for the Condominium a "Managing Agent" at a compensation established by the Board of Directors.

If employed, the Managing Agent shall be a bona fide business enterprise, which may be affiliated with the Declarant, which manages commercial/office properties. Such firm shall have a minimum of two years experience in real estate commercial/ office management. If employed, the managing agent shall have the following requirements and duties:

- (a) <u>Duties</u>. The Managing Agent shall perform such duties and services as the Board of Directors shall authorize, including, but not limited to, the duties listed in subparagraphs (a), (c), (d), (e), (h), (i), (j), (k), (1), (q), and (r) of Section 2 of this Article III. The Board of Directors may delegate to the Managing Agent all of the powers granted to the Board of Directors by these By-Laws other than the powers set forth in subparagraphs (b), (f), (n), (o), (p) of Section 2 of this Article III. The Managing Agent shall perform the obligations, duties and services relating to management of the property, the rights of Mortgagees and the maintenance of reserve funds in compliance with the provisions of these By-Laws.
- (b) <u>Standards</u>. The Board of Directors shall impose appropriate standards of performance upon the Managing Agent. Unless the Managing Agent is instructed otherwise by the Board of Directors, the Managing Agent shall comply with the following standards:
- (1) the accrual method of accounting as defined by generally accepted accounting principles shall be employed.
- (2) two or more persons shall be responsible for handling cash to maintain adequate financial control procedures;
- (3) cash accounts of the Unit Owners Association shall not be commingled with any other accounts;
- (4) no remuneration shall be accepted by the Managing Agent from vendors, independent contractors or others providing goods or services to the Unit Owners

Association whether in the form of commissions, finders' fees, service fees or otherwise; any discounts received shall benefit the Unit Owners Association;

- (5) any financial or other interest which the Managing Agent may have in any firm providing goods or services to the Unit Owners Association shall be disclosed promptly to the Board of Directors; and
- (6) a monthly financial report (or report at such other intervals as directed by the Board of Directors) shall be prepared for the Unit Owners Association disclosing:
- (A) all receipts and disbursements activity for the preceding period;
- (B) the status of all accounts in an "actual" versus "projected" (budget) format; and
- (C) any actual or pending obligations which are in excess of budgeted amounts by an amount exceeding the operating reserves or ten percent of a major budget category (as distinct from a specific line item in an expanded chart of accounts).
- (c) <u>Limitations</u>. Subject to the provisions of section 55-79.74(b) of the Condominium Act, during the period when persons designated by the Declarant constitute a majority of the Board of Directors, the Board of Directors may employ a Managing Agent for an initial term not to exceed one year.
- Section 4. <u>Election and Term of Office</u>. At the first annual meeting of the Unit Owners Association, wherein the Board of Directors are to be elected by the Unit Owners Association, the term of office of one member of the Board of Directors shall be fixed at three years, the term of office of one member of the Board of Directors shall be fixed at two years and the term of office of the remaining member of the Board of Directors shall be fixed at one year. The members of the Board of Directors shall hold office until their respective successors shall have been elected and have held their first meeting.
- Section 5. Removal of Members of the Board of Directors. Except with respect to Directors designated by Declarant, at any regular or special meeting of the Unit Owners Association duly called, (but only at or after the first annual meeting), any one or more of the Board of Directors may be removed with or without cause by a majority of the Unit owners and a successor may then and there be elected to fill the vacancy thus created. Any director whose removal has been proposed by the Unit Owners shall be given at least ten (10) days' notice of the calling of the meeting and the purpose thereof and he shall be given an opportunity to be heard at the meeting.

- Section 6. <u>Vacancies</u>. Vacancies in the Board of Directors caused by any reason other than the removal of a director by a vote of the Unit Owners Association shall be filled by a vote of a majority of the remaining Directors at a special meeting of the Board of Directors held for such purpose promptly after the occurrence of any such vacancy, even though the directors present at such meeting may constitute less than a quorum. Each person so elected shall be a member of the Board of Directors for the remainder of the term of the member being replaced and until a successor shall be elected at the next annual meeting of the Unit Owners Association. Notwithstanding anything to the contrary in this Section or in the preceding Section 5, so long as the Declarant owns twenty-five percent (25%) or more of the aggregate Percentage Interests (but in no event after five (5) years from the date that the Declaration is recorded among the land records of Loudoun County), the Declarant shall designate the successor to any resigned or removed member previously designated by the Declarant.
- Section 7. <u>Organization Meeting</u>. The date of the first meeting of the members of the Board of Directors elected at the annual meeting of the Unit Owners Association shall be determined by the Board immediately following the Unit Owners Association meeting and no further notice shall be necessary to the newly elected members of the Board of Directors. Such meeting shall occur within thirty (30) days.
- Section 8. Regular Meetings. 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, but at least once annually. Notice of regular meetings of the Board of Directors shall be given to each director personally, by mail, telephone or electronic mail, at least three (3) business days prior to the day named for such meeting.
- Section 9. <u>Special Meetings</u>. Special meetings of the Board of Directors may be called by the President on three (3) business days' notice to each director, given personally, by mail, telephone or electronic mail, which notice shall state the time, place and purpose of the meetings. 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 (2) directors.
- Section 10. <u>Waiver of Notice</u>. Any director may, at any time, in writing, waive notice of any meeting of the Board of Directors, 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 constitute a waiver of notice by him of the time and place of such meeting. If all 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 11.) Fidelity Bonds. The Board of Directors shall require adequate fidelity bonds for all officers and employees of the Condominium handling or responsible for Condominium funds. The premium of such bonds shall constitute a Common Expense.

Section 12. <u>Compensation</u>. No director shall receive any compensation from the Condominium for exercising his duties and obligations as a director. Notwithstanding the foregoing, all directors shall be reimbursed or compensated for any reasonable, verifiable out-of-pocket expenses.

Section 13. <u>Conduct of Meetings</u>. The President shall preside over all meetings of the Board of Directors and the Secretary shall keep a Minute Book of the Board of Directors, recording therein all resolutions adopted by the Board of Directors and a record of all transactions and proceedings occurring at such meetings. <u>Robert's Rules of Order</u> (latest edition) shall govern the conduct of the meetings of the Board of Directors when not in conflict with the Declaration, these By-Laws or the Condominium Act.

Section 14. <u>Action Without Meeting</u>. Any action by the Board of Directors required or permitted to be taken at any meeting may be taken without a meeting if all of the members of the Board of Directors shall individually or collectively consent in writing to such action. Such written consent or consents shall be filed with the minutes of the proceedings of the Board of Directors.

Section 15. Quorum of Board of Directors. At all meetings of the Board of Directors a majority of the directors shall constitute a quorum for the transaction of business, and the votes of a majority of the directors present at a meeting at which a quorum is present shall constitute the decision of the Board of Directors. If at any meeting of the Board of Directors there shall be less than a quorum present, a majority of those present may adjourn the meeting from time to time. At any such adjourned meeting at which a quorum is present, any business which might have been transacted at the meeting originally called may be transacted without further notice.

#### <u>ARTICLE IV</u>

#### **OFFICERS**

Section 1. <u>Designation</u>. The principal officers of the Condominium shall be the President, Vice President, the Secretary and the Treasurer, all of whom shall be elected by the Board of Directors. The Board of Directors may appoint an Assistant Treasurer, an Assistant Secretary and such other officers as in its judgment may be necessary. The President and Treasurer, but no other officers, shall be required to be members of the Board of Directors. An officer may hold more than one office.

Section 2. <u>Election of Officers</u>. The officers of the Condominium shall be elected annually by the Board of Directors at the organization meeting of each new Board of Directors and shall hold office at the pleasure of the Board of Directors and until a successor is elected.

- Section 3. <u>Removal of Officers</u>. Upon the 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 may be elected at any regular meeting of the Board of Directors, or at any special meeting of the Board of Directors.
- Section 4. <u>President.</u> The President shall be the chief executive officer of the Condominium. He shall preside at all meetings of the Unit Owners Association and of the Board of Directors. He shall have all of the general powers and duties which are incident to the office of President of a non-stock corporation organized under the Virginia Non-Stock Corporation Act, including, but not limited to, the power to appoint committees from among the Unit Owners, subject to the confirmation of the Board of Directors, from time to time, as he may in his discretion decide is appropriate in the conduct of the affairs of the Condominium.
- Section 5. <u>Vice President</u>. The Vice President shall take the place of the President and perform his duties whenever the President shall be absent or unable to act. If neither the President nor the Vice President is able to act, the Board of Directors shall appoint some other member of the Board of Directors to act in the place of the President, on an interim basis. The Vice President shall also perform such other duties as shall from time to time be imposed upon him by the Board of Directors or by the President.
- Section 6. <u>Secretary</u>. The Secretary shall keep the minutes of all meetings of the Unit Owners Association and of the Board of Directors; he shall have charge of such books and papers as the Board of Directors may direct, and he shall, in general, perform all the duties incident to the office of the secretary of a non-stock corporation organized under the Virginia Non-Stock Corporation Act.
- Section 7. <u>Treasurer</u>. The Treasurer shall have the responsibility for overseeing the Condominium funds and securities and shall cause the keeping of full and accurate financial records and books of account showing all required financial data; he shall also oversee the deposit of all monies and other valuable effects in the name of the Board of Directors, or the Managing Agent, in such depositories as may from time to time be designated by the Board of Directors.
- Section 8. <u>Agreements, Contracts, Deeds, etc.</u> All agreements, contracts, deeds, leases, and other instruments of the Condominium shall be executed by any two (2) officers of the Condominium, or by the such other person or persons as may be designated by the Board of Directors.
- Section 9. <u>Compensation of Officers</u>. No officer shall receive any compensation from the Condominium solely for exercising his duties and obligations as an officer. Notwithstanding the foregoing, any officer shall be reimbursed or compensated for reasonable, verifiable out-of-pocket expenses.

#### ARTICLE V

#### LIABILITY AND INDEMNIFICATION OF OFFICERS AND DIRECTORS

Liability and Indemnification of Officers and Directors. The Unit Section 1. Owners Association shall indemnify every officer and director of the Condominium against any and all expenses, including counsel fees, reasonably incurred by or imposed upon any officer or director in connection with any action, suit or other proceeding (including settlement of any suit or proceeding if approved by the Board of Directors of the Condominium) to which he may be a party by reason of being or having been an officer or director of the Condominium whether or not such person is an officer or director at the time such expenses are incurred. The officers and directors of the Condominium shall not be liable to the Unit Owners for any mistake of judgment, negligence or otherwise, except for their own individual willful misconduct or bad faith. The officers and directors of the Condominium shall have no personal liability with respect to any contract or other commitment made by them, in good faith, on behalf of the Condominium project (except to the extent that such officers or directors may also be owners of Condominium units) and the Condominium shall indemnify and forever hold each such officer and director free and harmless against any and all liabilities to others on account of any such contract or commitment. Any right to indemnification provided herein shall not be exclusive of any other rights to which any officer or director of the Condominium, or former officer or director of the Condominium, may be entitled.

- Section 2. <u>Common or Interested Directors</u>. The Directors shall exercise their powers and duties in good faith and with a view to the interests of the Condominium project. No contract or other transaction between the Condominium and one or more of its Directors, or between the Condominium and any corporation, firm or association (including the Declarant) in which one or more of the Directors of the Condominium are directors or officers or are pecuniarily or otherwise interested, is either void or voidable because such Director or Directors are present at the meeting of the Board of Directors or any committee thereof which authorizes or approves the contract or transaction, or because his or their votes are counted for such purposes, if any of the conditions specified in any of the following subparagraphs exists:
- (a) The fact of the common directorate or interest is disclosed or known to the Board of Directors or a majority thereof or noted in the Minutes, and the Board authorizes, approves or ratifies such contract or transaction in good faith by a vote sufficient for the purpose; or
- (b) The fact of the common directorate or interest is disclosed or known to the Unit Owners Association, or a majority thereof, and they approve or ratify the contract or transaction in good faith or by a vote sufficient for the purpose; or

(c) The contract or transaction is commercially reasonable to the Condominium at the time it is authorized, ratified, approved or executed.

Common or interested Directors may be counted in determining the presence of a quorum of any meeting of the Board of Directors or committee thereof which authorizes, approves or ratifies any contract or transaction, and may vote thereat to authorize any contract or transaction with like force and effect as if he were not such director or officer of such Condominium or not so interested.

Section 3. <u>Insurance Coverage</u>. The Board of Directors shall obtain on behalf of the Condominium such insurance coverages as may be reasonably necessary in order to effectively indemnify the officers and directors of the Condominium as provided in Section 1 of this Article V. The cost of said insurance shall constitute a Common Expense.

#### ARTICLE VI

#### **OPERATION OF THE PROPERTY**

- Section 1. <u>Determination of Common Expenses and Assessments Against Unit</u> Owners.
- (a) <u>Fiscal Year</u>. The fiscal year of the Condominium shall consist of the twelve (12) month period commencing on January 1st of each year and terminating on December 31st of the same year, or as the same may be changed hereafter by the Board of Directors of the Unit owners Association of the Condominium.
- (b) Preparation and Approval of Budget. Each year on or before thirty (30) days before the commencement of the next fiscal year, the Board of Directors shall adopt a budget for the Condominium containing an estimate of the total amount which it considers necessary to pay the cost of ground rent, maintenance, management, operation, repair and replacement of the Common Elements and those parts of the Units as to which the Board of Directors has all powers and responsibility with regard to maintenance, repair, renovation, restoration and replacement. The budget will include the cost of wages, materials, insurance premiums, service, supplies and other expenses that may be declared to be Common Expenses by the Condominium Act, these By-Laws or a Resolution of the Unit Owners Association, and which will be required during the ensuing fiscal year for the administration, operation, maintenance and repair of the Condominium and the rendering to the Unit Owners of all related services. The budget may also include:
- (i) The cost of maintenance or repair of any Condominium Unit in the event such maintenance or repair is reasonably necessary in the discretion of the

Board of Directors to protect the Common Elements or to preserve the appearance of value of the Condominium project or is otherwise in the interest of the general welfare of all owners of the Condominium Units. However, no such maintenance or repair shall be undertaken without a resolution by the Board of Directors and not without reasonable written notice to the Owner of the Condominium Unit proposed to be maintained. The cost of such repair thereof shall be assessed against the Condominium Unit on which such maintenance or repair is performed and, when so assessed, a statement for the amount thereof shall be rendered promptly to the then Owner of said Condominium Unit at which time the assessment shall become due and payable and a continuing lien and obligation of said Owner in all respects as provided in Article X of these By-Laws. The cost of the maintenance of repair of those parts of the Units to which the Board of Directors has all powers and responsibility with regard to maintenance, repair, renovation, restoration and replacement shall not be a cost controlled by the terms of this subparagraph (i).

- (ii) Any amount necessary to discharge any lien or encumbrance levied against the Condominium project, or any portion thereof, which may, in the opinion of the Board of Directors, constitute a lien against the Common Elements.
- (iii) Any reasonable amounts which the Board of Directors considers necessary to provide working funds for the Condominium, a general operating reserve, or reserves for contingencies and replacements.
- (iv) Any Common Expenses benefiting less than all of the Condominium Units or caused by the conduct of less than all those entitled to occupy the same or by their licensees or invitees pursuant to Section 55-79.83(b) of the Condominium Act.
- (c) <u>Transmittal of Budget</u>. The Board of Directors shall send to each Unit Owner a copy of the budget, in a reasonably itemized form, which sets forth the amount of the Common Expenses payable by each Unit Owner, at least seven (7) days prior to the beginning of the fiscal year to which the budget applies. The said budget shall constitute the basis for determining each Unit Owner's contribution for the Common Expenses of the Condominium.

# Section 2. Assessment and Payment of Common Expenses.

Except for those Common Expenses which may be specially assessed (a) against the Condominium Unit or Units involved pursuant to the provisions of subparagraph (b) (v) and (vii) of Section 1 of this Article VI and except for those Common Expenses specially assessed pursuant to Section 55-79.83(a) and (b) of the Condominium Act, the total amount of the estimated funds required for the operation of the Property set forth in the budget for the fiscal year adopted by the Board of Directors shall be assessed against each Condominium Unit in proportion to its respective proportionate undivided interest in the Common Elements (i.e., its Common Element Interest) as set forth in the Declaration of the Condominium as the same may be amended from time to time. Said assessment shall be a lien against each Unit Owner's Unit as provided in the Condominium Act as set forth in Section 55-79.84. On or before the first day of each fiscal year, and the first day of each succeeding eleven (11) months in such fiscal year, such Unit Owner shall be obligated to pay to the Board of Directors or the Managing Agent (as determined by the Board of Directors), one-twelfth (1/12) of the assessment for such fiscal year made pursuant to the foregoing provisions. Any amount accumulated in excess of the amount required for actual expenses and reserves may, if the Board of Directors deems it advisable, be credited according to each Unit Owner's Undivided Interest in the Common Elements to the installments due in the succeeding months of that fiscal year.

In the event any legal action is required to collect assessments hereunder, then and at the direction of the Board of Directors, the entire balance of assessments due on account of said Unit for the remainder of the fiscal year shall be due in full.

- (b) Right of Acceleration. The payment and collection of the assessments made pursuant to this Article VI shall be in accordance with the terms providing for the payment and collection of assessments in these By-Laws and the Condominium Act, including without limitation the right reserved to the Board of Directors to accelerate payment of assessments and the right to recover attorney's fees and costs.
- (c) Repair and Replacement Reserve. The Board of Directors shall establish a replacement and repair reserve. Contributions shall be paid quarterly from the assessments and be in an amount to be designated from time to time by the Board of Directors. Such funds shall be conclusively deemed to be a Common Expense. Such funds shall be deposited in an account with a lending institution, the accounts of which are insured by an agency of the United States of America, or may, in the discretion of the Board of Directors, be invested in obligations of, or fully guaranteed as to principal by, the United States of America. The replacement reserve may be expended only for the purpose of the replacement and repair of the Common Elements; the replacement and repair of those parts of Units as to which the Board of Directors has all powers and responsibility with regard to maintenance, repair, renovation, restoration and replacement; and the replacement and repair of equipment of the Condominium as designated by the Board of Directors. The amounts required to be allocated to the replacement reserve may be

reduced by appropriate resolution of the Board of Directors, upon the accumulation in such replacement reserve of a sum equal to the full replacement value of the items for which the reserve is established. Full replacement value shall be annually determined by the Board of Directors for casualty insurance purposes. The proportionate interest of any member in any replacement reserve shall be considered an appurtenance of his Condominium Unit and shall not be separately withdrawn, assigned or transferred or otherwise separated from the Condominium Unit to which it appertains and shall be deemed to be transferred with such Condominium Unit. The payment and collection of the assessment made pursuant to the foregoing provisions shall be in accordance with the terms providing for payment and collection of assessments in these By-Laws and the Condominium Act, including without limitation, the right reserved to the Board to accelerate payment of assessment and the right to recovery of attorney's fees and costs.

Special Assessments. In the event extraordinary expenditures not originally included in the annual budget become necessary during the year, the Board of Directors may at any time levy a special assessment, which shall be assessed against the Condominium Units in proportion to their Common Element Interests as set forth in the Declaration of Condominium. Said special assessments may be payable in a lump sum or in installments as the Board of Directors may determine. The Board of Directors shall serve notice of any such special assessment on all Unit Owners by a statement in writing giving the amount and reason therefor, and such special assessment shall, unless otherwise specified in the notice, become effective with the next quarterly payment which is due after the delivery or mailing of such notice of special assessment. All Unit Owners shall be obligated to pay the adjusted quarterly amount or, if the special assessment is not payable in installments, the amount of such assessment. The payment and collection of the assessment made pursuant to the foregoing provisions shall be in accordance with the terms providing for payment and collection of assessments in these By-Laws and the Condominium Act, including without limitation, the right reserved to the Board to accelerate payment of assessments and the right to recovery of attorney's fees and costs.

Notwithstanding anything to the contrary herein contained, any special assessment in excess of fifteen percent (15%) of the total annual budget of the Condominium in any twelve month period shall be effective only with the approval of a Majority Vote.

(e) Initial Assessment. When the initial Board of Directors, elected or designated pursuant to these By-Laws, takes office, it shall determine the budget as defined in this Section for the period commencing thirty (30) days after their election or designation and ending on the last day of the fiscal year in which their election or designation occurs. Assessments shall be levied against the Unit Owners during said period as provided in subparagraph (a) of this Section. The Board of Directors will levy an "initial assessment" against the initial purchaser, at the time he settles on his purchase contract. Such initial assessment shall be in an amount equal to two (2) months regular assessments, and shall be utilized for commencing business of the Unit Owners Association and providing the necessary working fund for it. In addition to the foregoing

initial assessment, the Board of Directors will levy against the initial purchaser at the time he settles on his purchase contract one full month's assessment for the calendar month immediately following settlement plus part of one monthly annual assessment payment, prorated from the date of settlement to the end of the calendar month in which the settlement occurs.

- (f) Effect of Failure to Prepare or Adopt Budget. The failure or delay of the Board of Directors to prepare or adopt the annual budget for any fiscal year shall not constitute a waiver or release in any manner of a Unit Owner's obligation to pay his allocable share of the Common Expenses as herein provided, whenever the same shall be determined, and in the absence of any annual budget or adjusted budget, each Unit Owner shall continue to pay the quarterly charge at the then existing quarterly rate established for the previous fiscal period until the new annual or adjusted budget shall have been mailed or delivered.
- (g) <u>Accounts</u>. All sums collected by the Board of Directors with respect to assessments against the Unit Owners may be commingled into a single fund, but shall be identified and accounted for each Unit Owner in accordance with the respective Common Element Interests of each Unit Owner as set forth in the Declaration of Condominium, as the same may be amended from time to time.
- Payment of Common Expenses. All Unit Owners to the extent set Section 3. forth shall be obligated to pay the Common Expenses assessed by the Board of Directors pursuant to the provisions of this Article VI and such expenses not paid by the 15th day of each guarter shall be in default. No Unit Owner may be liable for the payment of any part of the Common Expenses assessed against his Unit subsequent to a sale, transfer or other conveyance by him of such Unit. Any Unit Owner shall be entitled to a statement from the Board of Directors or Managing Agent setting forth the amount of the unpaid assessments against the Unit Owner pursuant to Section 55-79.84(b) of the Code of Virginia, as amended. Provided, further, that if a mortgagee of a first mortgage of record obtains title to a Unit as a result of foreclosure or deed in lieu of foreclosure of a first mortgage, such purchaser, its successor and assigns, shall not be liable for, and such unit shall not be subject to a lien for the payment of Common Expenses assessed prior to the acquisition of title of such Unit by such purchaser pursuant to the foreclosure sale or deed in lieu of foreclosure. Such unpaid share of Common Expenses assessed prior to the acquisition of title to such unit by such purchaser pursuant to the foreclosure sale or deed in lieu of foreclosure shall be collectible from all Unit Owners, including the purchaser at the foreclosure sale or the grantee of any deed in lieu of foreclosure in proportion to their respective Undivided Interests in the Common Elements.
- Section 4. <u>Collection of Assessments</u>. The Board of Directors shall take prompt action to collect any assessments for Common Expenses due from any Unit Owner which remain unpaid for more than thirty (30) days from the date due for payment thereof.

# Section 5. Maintenance, Repair, Replacement and Other Common Expenses.

(a) By the Board of Directors. The Board of Directors shall be responsible for the maintenance, repair and replacement of all of the Common Elements (including the Limited Common Elements) as defined herein or in the Declaration, whether located inside or outside of the Units, the cost of which shall be charged to the Unit Owners as provided in Article VI hereof as a Common Expense, (unless, if in the opinion of not less than sixty (60) percent of the Board of Directors such expense was necessitated by the negligence, misuse or neglect of a Unit Owner) provided, however, that each Unit Owner shall perform normal maintenance on the Limited Common Elements appurtenant to his Unit and any portion of the remaining Common Elements which the Board of Directors pursuant to the Rules and Regulations has given him permission to utilize, including without limitation the items enumerated in subsection (b) hereof.

Without limiting the foregoing, the Board of Directors shall be responsible for performance of maintenance to and for the expense of the following parts of the Condominium which shall be assessed against all Unit Owners only as provided in Article VI, Section 2 hereof:

- (i) Repair and replacement of portions of plumbing serving more than one Unit;
- (ii) Maintenance, repair or replacement from water damage to the Common Elements;
- (iii) Refuse collection for the Condominium.
- (iv) Maintenance, repair or replacement of the structural components of the Condominium including exterior roof, all exterior walls and surfaces of the Condominium, roof, and foundations;
- (v) Maintenance, repair or replacement of all lobbies, corridor areas, mechanical equipment and mechanical areas serving more than one Unit;
- (vi) Maintenance and painting of doors and door frames facing the Common Element corridors.
- (vii) Maintenance, repair or replacement of the grounds of the Condominium including all parking spaces, landscaped and paved areas and other improvements thereon.
- (viii) Maintenance, repair, or replacement of all underground utility lines serving the Condominium.

#### (b) By the Unit Owner.

- (1) Each Unit Owner shall keep his Unit and its equipment, including all mechanical equipment serving the Unit, appliances and appurtenances in good order, condition and repair and in a clean and sanitary condition, and shall be responsible for door lock hardware and mechanisms on all doors of the Unit and for routine maintenance and replacement of windows, (Board of Directors may elect to maintain and replace windows, doors, and door hardware) and shall do all redecorating, painting and varnishing, including the painting of the interior surfaces of the Unit entry door, which may at any time be necessary to maintain the good appearance and condition of his Unit. In addition, each Unit Owner shall be responsible for all damage to any other Units or to the Common Elements resulting from his failure or negligence to make any of the repairs required by this Section. Each Unit Owner shall perform his 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 of Directors or the Managing Agent any defect or need for repairs for which the Board of Directors is responsible.
- (2) Any Unit Owner permitted by the Board of Directors to use a specific portion of the Common Elements for storage is responsible for the maintenance and care of such portion and shall use such portion in a safe and sanitary manner.
- (d) <u>Manner of Repair and Replacement</u>. All repairs and replacements shall be substantially similar to the original construction and installation and shall be of first-class quality. The method of approving payment vouchers for all repairs and replacements shall be determined by the Board of Directors.
- Section 6. <u>Additions, Alterations or Improvements By Board of Directors</u>. Except for the initial Board of Directors, established pursuant to Article III, Section 1, whenever in the judgment of the Board of Directors the Common Elements shall require additions, alterations or improvements (not otherwise scheduled for repair or replacement pursuant to any adopted schedule of reserves) costing a sum in excess of fifteen percent (15%) of the total annual budget of the Condominium for any consecutive twelve (12) month period; the making of such additions, alterations or improvements shall be approved by a majority of the Common Element Interests of the Unit Owners, and the Board of Directors shall proceed with such additions, alterations or improvements and shall assess all Unit Owners for the cost thereof as a Common Expense.

Subject to the provisions of Article VI, Section 2(d) of these By-Laws, any additions, alterations, or improvements costing a sum less than fifteen percent (15%) of the total annual budget of the Condominium for any consecutive twelve month period may be made by the Board of Directors without approval of the Unit Owners and the cost thereof shall constitute part of the Common Expenses.

Notwithstanding the foregoing, if in the opinion of not less than a majority of the members of the Board of Directors, such additions, alterations or improvements are exclusively or substantially exclusively for the benefit of the Unit Owner or Unit Owners requesting the same, such requesting Unit Owner or Unit Owners shall be assessed therefor in such proportions as they jointly approve, or if they are unable to agree thereon, in such proportions as may be determined by the Board of Directors.

Additions, Alterations, or Improvements by the Unit Owners. No Unit Section 7. Owner shall make any structural addition, major alteration or substantial improvement in or to his Unit without the prior written consent of the Board of Directors. No Unit Owner shall paint or alter the exterior of his Unit, including the doors and windows, without the prior written consent of the Board of Directors. The Board of Directors shall be obligated to answer any written request by a Unit Owner for approval of a proposed structural addition. alteration or improvement in such Unit Owner's Unit within forty-five (45) days after such request, and failure to do so within the stipulated time shall constitute a consent by the Board of Directors to the proposed structural addition, alteration or improvement. If any application to any governmental authority for a permit to make any such structural addition, alteration or improvement in or to any Unit requires execution by the Unit Owners Association, and provided consent has been given by the Board of Directors, then the application shall be executed on behalf of the Unit Owners Association by the Board of Directors only, without, however, incurring any liability on the part of the Board of Directors or any of them to any contractor, subcontractor or materialman on account of such addition, alteration or improvement, or to any person having claim for injury to person or damage to property arising therefrom. Subject to the approval of any Mortgagee of such affected Units, the Board of Directors and any Unit Owner affected, any Unit may be subdivided or may be altered so as to relocate the boundaries between such Unit and any adjoining Units. The Secretary, at the cost of the Unit Owner, shall record any necessary amendment to the Declaration to effect such action as provided in Sections 55-79.69 or 55-79.70 of the Condominium Act. The provisions of this Section 7 shall not apply to Units owned by the Declarant until deeds of conveyance of such Units shall have been recorded.

#### Section 8. Easements in Favor of Unit Owners Association.

- (a) Easements are reserved to the Unit Owners Association through each of the Units for benefit of any adjoining Unit as may be required for structural repair and maintenance of electrical lines and conduits, gas lines, heating, air conditioning and ventilating ducts, water lines, drain pipes and other appurtenances to such utility systems in order to adequately serve each of such Units.
- (b) There is reserved to the Unit Owners Association or its delegate, the right of entry to any Unit and an easement for access therein, as provided by Section 55-79.79(a) of The Condominium Act, when and as necessary, in connection with any repairs, maintenance, landscaping or construction for which the Unit Owners Association is responsible, or for which any Unit Owner is responsible hereunder. Any damage caused by

such entry shall be repaired at the expense of the Unit Owners Association. <u>Provided, however,</u> that requests for entry are made in advance and that such entry is at a time reasonably convenient to the Unit Owner. In case of an emergency, such right of entry shall be immediate, whether the Unit Owner is present at the time or not.

- (c) The Board of Directors may charge each Unit Owner for the expense of all maintenance, repair or replacement to the Common Elements, or to those parts of Units as to which the Unit Owners Association has the responsibility to maintain and repair, rendered necessary by his act, neglect or carelessness, or the act, neglect or carelessness of any member of his family or employees, agents, licensees or guests of lessees. The payment and collection of any charge made pursuant to the foregoing provisions shall be in accordance with the terms providing for payment and collection of assessments in these By-Laws and the Condominium Act, including, without limitation, the right reserved to the Board to accelerate payment of assessments and the right to recovery of attorney's fees and costs.
- Section 9. <u>Tenant Eviction</u>. In the event that the tenant of any Unit Owner shall breach his lease by failing to comply with any of the terms of the Declaration, these By-Laws and the Rules and Regulations, the Board of Directors may require the Unit Owner to secure the eviction of his tenant.
- Section 10. <u>Annual Audit/Review</u>. An audit/review of the accounts of the Unit Owners Association shall be made annually in the manner as the Board of Directors may decide, <u>provided</u>, <u>however</u>, that after having received the Board's audit/review at the annual meeting, the Unit Owners, by a majority vote, may require that the accounts of the Unit Owners Association be audited as a Common Expense by a public accountant. Upon written request of any institutional holder of a first mortgage, such holder shall be entitled to receive a copy of the annual audit /review within sixty (60) days after the end of each fiscal year.

# **ARTICLE VII**

# **INSURANCE**

# Section 1. Authority to Purchase.

(a) Except as otherwise provided in Section 5 of this Article VII, all insurance policies relating to the property shall be purchased by the Board of Directors. Neither the Board of Directors nor the Managing Agent nor the Declarant shall be liable for failure to obtain any coverages required by this requirement or for any loss or damage resulting from such failure if such failure is due to the unavailability of such coverages from reputable insurance companies or if such coverages are available only at a demonstrably unreasonable cost.

- (b) Each such policy shall provide that:
- (1) The insurer waives its right of subrogation to any claims against the Board of Directors, the Unit Owners Association, the Managing Agent or the Unit Owners and their respective agents, employees, guests and in the case of the Unit Owners, the members of their household.
- (2) Such policy may not be cancelled or substantially modified without at least thirty (30) days prior written notice to the Board of Directors and the Managing Agent and, in the case of physical damage insurance to all Mortgagees of Units.
- (3) The named insured under any such policies shall be the Unit Owners Association of the Condominium project, as a trustee for the Owners of the Condominium Units, or its authorized representative, including any trustee with which such Association may enter into any insurance Trust Agreement, or any successor trustee, each of which shall be referred to as the "Insurance Trustee" who shall have exclusive authority to negotiate losses under these policies. Further, the Declarant, so long as Declarant shall own any Unit, shall be protected by all such policies as a Unit Owner.
- (c) All policies of insurance shall be written by reputable companies licensed to do business in the Commonwealth of Virginia, and holding a financial size rating of Class XI or better by <u>Best Insurance Reports</u>, if available, and if not available the best comparable rating available. Physical damage policies shall be in the form and substance acceptable to Mortgagees.
  - (d) Such policies shall also provide, to the extent available:
- (1) The insurer of the Master policy shall provide a certificate to each Unit Owner or their Mortgagee specifying the gross limit of the Master policy.
- (2) That until the expiration of thirty (30) days after the insurer gives notice in writing to the Mortgagee of any Unit, the Mortgagee's insurance coverage will not be affected or jeopardized by any act or conduct of the Unit Owner of such Unit, the other Unit Owners, the Board of Directors, or any of their agents, employees or household members, nor cancelled for non-payment of premiums.
- (3) That the net proceeds of such policies, if greater than Twenty-five Thousand Dollars (\$25,000.00) shall be payable to the Insurance Trustee, if any is designated.
- (4) That the Master Insurance policy shall contain a standard mortgage clause in favor of each Mortgagee of a Unit to the extent of the portion of the coverage of the Master policy allocated to such Unit, which shall provide that the loss, if

any, thereunder shall be payable to such Mortgagee and the Unit Owner as their interests may appear, subject, however, to the loss payment and adjustment provisions in favor of the Board of Directors and the Insurance Trustee, if one is designated.

(f) That the "no control" clause be part of the Master policy which states that coverage must not be prejudiced by (a) any act or neglect of the Owners of Condominium Units when such act or neglect is not within the control of the Unit Owners Association or (b) any failure of the Unit Owners Association to comply with any warranty or condition regarding any portion of the premises over which the Unit Owners Association has no control.

#### Section 2. <u>Physical Damage Insurance.</u>

- (a) The Board of Directors shall obtain and maintain a "master" or "blanket" "All Risk" policy of property insurance equal to full replacement value (i.e., 100% of current "replacement cost," with a reasonable deductible amount, exclusive of land, foundation, excavation and other items normally excluded from coverage) with an Agreed Amount endorsement to the Condominium project, including all building service equipment, air conditioning equipment and the like, and any fixtures or equipment within the Condominium Unit including all of the fixtures initially installed therein by the Declarant and the replacements thereto installed by the Declarant, and including the personal property owned by the Unit Owners' Association, but not including furniture, wall coverings, furnishings or other personal property supplied or installed by Unit Owners. Furthermore, Demolition and Contingent Liability from operation of Building Laws Endorsements and Increased Cost of Construction Endorsement shall be procured as required. The amount of coverage is to be redetermined annually by the Board of Directors. The Master insurance must afford protection against at least the following:
- (1) loss or damage by fire and other hazards covered by the standard extended coverage endorsement and by sprinkler leakage, debris removal, cost of demolition, vandalism, malicious mischief, windstorm and water damage;
  - (2) Such other risks as are directed by the Board of Directors.
  - (b) Such policy shall also provide:
- (1) The following endorsements (or equivalent): (i) "no control"; (ii) "contingent liability from operation of building laws or codes"; (iii) "increased cost of construction" or "condominium replacement cost"; and (iv) "agreed amount" or elimination of co-insurance clause.
- (2) A "no other insurance" clause expressly excluding individual Unit Owners' policies from its operation so that the physical damage policy purchased by the Board of Directors shall be deemed primary coverage and any individual Unit Owners'

policies shall be deemed excess coverage and in no event shall the insurance coverage obtained and maintained by the Board of Directors hereunder provide for or be brought into contribution with insurance purchased by individual Unit owners or their Mortgagees unless required by law.

Liability Insurance. The Board of Directors shall obtain and maintain Section 3. comprehensive general liability including personal injury, contractual liability and Broad Form Commercial Liability Endorsement coverage and liability coverage for acts of The Unit Owners Association, officers and Directors of the Unit Owners Association, and property damage insurance in a limit no less than \$5,000,000.00 per occurrence, insuring The Unit Owners Association, each member of the Board of Directors, the Managing Agent, each Unit Owner, those entitled to occupy any Unit, against any liability to the public or to the Unit Owners (and their invitees, agents and employees) arising out of, or incidental to the ownership and/or use of the Common Elements. Such insurance shall be issued on a comprehensive liability basis and shall contain: (i) a cross liability endorsement under which the rights of a named insured under the policy shall not be prejudiced with respect to his action against another named insured: (ii) hired and non-owned vehicle coverage: (iii) host liquor liability coverage with respect to events sponsored by the Unit Owners Association; (iv) deletion of the normal products exclusion with respect to events sponsored by the Unit Owners Association; and (v) a "severability of interest" endorsement which shall preclude the insurer from denying liability to a Unit Owner because of negligent acts of the Unit Owners Association or of another Unit Owner.

The Board of Directors shall review such limits once each year, but in no event shall such insurance be less than One Million Dollars covering all claims for bodily injury or property damage arising out of one occurrence. Reasonable amounts of "umbrella" liability insurance to a minimum of \$5,000,000.00 shall also be obtained.

# Section 4. Other Insurance. The Board of Directors shall obtain and maintain:

- (a) adequate fidelity coverage to protect against dishonest acts on the part of officers, directors, trustees and employees of the Unit Owners Association and all others who handle, or are responsible for handling, funds of the Unit Owners Association, including the Managing Agent. Such fidelity bonds shall: (i) name the Unit Owners Association as an obliges; (ii) be written in an amount not less than one-half the total annual condominium assessments for the year or the current amount required by the Mortgagees, and (iii) contain waivers of any defense based upon the exclusion of persons who serve without compensation from any definition of "employee" or similar expression;
- (b) if required by any governmental or quasi-governmental agency, flood insurance in accordance with the then applicable regulations of such agency;
- (c) workmen's compensation insurance if and to the extent necessary to meet the requirements of law;

- (d) broad form machinery and pressure vessel explosion insurance in an amount not less than One Million Dollars per accident per location; and
- (e) such other insurance as the Board of Directors may determine or as may be requested from time to time by a Majority of the Unit Owners.
- Separate Insurance. Each Unit Owner shall have the right, at his own Section 5. expense, to obtain additional insurance for his own Unit and for his own benefit and to obtain insurance coverage upon his personal property, for any "betterments and Improvements" made to his Unit and for his personal liability, provided that no Unit Owner shall be entitled to exercise his right to acquire or maintain such additional insurance coverage so as to decrease the amount which the Board of Directors, on behalf of all Unit Owners, may realize under any insurance policy which it may have in force on the property at any particular time or to cause any insurance coverage maintained by the Board of Directors to be brought into contribution with such additional insurance coverage obtained by the Unit Owner. All such additional policies shall contain waivers of subrogation. No Unit Owner shall obtain separate insurance policies, except as provided in this Section 5. Any Unit Owner who obtains individual insurance policies covering any portion of the property other than personal property belonging to such Unit Owner, shall be required to file a copy of such individual policy or policies with the Board of Directors within thirty (30) days after the purchase of such insurance. Such Unit Owner shall also promptly notify, in writing, the Board of Directors in the event of cancellation.

# Section 6. <u>Insurance Trustee</u>.

- (a) The Board of Directors shall have the right (but shall not be required) to designate any bank, trust company, management agent, savings and loan association, building and loan association, insurance company or any institutional lender, or the Unit Owners Association, as the Insurance Trustee, and all parties beneficially interested in such insurance coverage shall be bound thereby. The Insurance Trustee at the time of the deposit of such policies and endorsements shall acknowledge that the policies and any proceeds therefrom will be held in accordance with the terms of these By-laws.
- (b) The Insurance Trustee shall not be liable for the payment of premiums, the renewal of the policies, the sufficiency of coverage, the form or content of the policies, the correctness of any amounts received by it on account of the proceeds of any insurance policies, nor the failure to collect any insurance proceeds. The sole duty of the Insurance Trustee shall be to receive such proceeds as are paid to it and to hold the same in trust for the purposes elsewhere stated in these By-Laws, for the benefit of the Unit Owners and their respective Mortgagees.
- Section 7. <u>Directors and Officers Insurance</u>. The Board of Directors shall obtain and maintain if such insurance can be obtained for a reasonable fee, a general libel,

slander, false arrest and invasion of privacy coverage and liability coverage for acts of the Association, officers and directors of the Association including the managing agent.

- Section 8. <u>Board of Directors as Agent</u>. The Board of Directors is hereby irrevocably appointed the agent for each Unit Owner of a Unit and for each Mortgagee of a Unit and for each Owner of any interest in the Condominium to adjust all claims arising under insurance policies purchased by the Board of Directors and to execute and deliver releases upon the payment of claims.
- Section 9. <u>Premiums</u>. Premiums upon all insurance policies purchased by the Board of Directors shall be deemed to be a Common Expense.
- Section 10. <u>Golf Ball Damage</u>. The insurance obtained by the Association described in this Article shall not cover damage to vehicles or other items owned by Unit Owners which are parked on the Common Elements and which may be damaged by golf balls.

#### **ARTICLE VIII**

#### REPAIR AND RECONSTRUCTION AFTER FIRE OR OTHER CASUALTY

Section 1. When Repair and Reconstruction are Required. Except as otherwise provided in Section 4 of this Article, in the event of damage to or destruction of all or any of the buildings as a result of fire or other casualty, the Board of Directors, or the Insurance Trustee, if any, shall arrange for and supervise the prompt repair and restoration of the Buildings (including any damaged Units, and the floor coverings, fixtures and appliances initially installed therein by the Declarant, and replacements thereof installed by the Declarant, but not including any furniture, furnishings, fixtures, equipment or other personal property supplied or installed by the Unit Owners in the Units). Notwithstanding the foregoing, each Unit Owner shall have the right to supervise the redecorating of his own Unit.

#### Section 2. Procedure for Reconstruction and Repair

(a) <u>Cost Estimates</u>. Immediately after a fire or other casualty causing damage to a building, the Board of Directors shall obtain reliable and detailed estimates of the cost of repairing and restoring the building, including any damaged Unit, but not including any other furniture, furnishings, fixtures or equipment installed by the Unit Owners in the Unit to a condition as good as that existing before such casualty. Such costs may also include professional fees and premiums for such bonds as the Board of Directors determines to be necessary.

- (b) Assessments. If the proceeds of insurance are not sufficient to defray the said estimated costs of reconstruction and repair as determined by the Board of Directors, or if at any time during reconstruction and repair, or upon completion of reconstruction and repair, the funds for the payment of the costs thereof are insufficient, assessments necessary to cover such insufficiency shall be made against all the Condominium Units according to the respective Common Element Interests as set forth in the Declaration of the Condominium, as the same may be amended from time to time. Notwithstanding anything to the contrary herein contained, the Unit Owners Association shall not be responsible for any items of repair, replacement, or maintenance or consequential damage to any Unit, for which it would not otherwise be responsible under the provisions of these By-Laws unless the loss or consequential damage caused to said Unit and requiring repair, replacement or maintenance, was occasioned through the fault of the Unit Owners Association. This provision shall be deemed to include the payment by the Unit Owners or owners of any deductible amount under any Association insurance policy.
- (c) Plans and Specifications. Any such reconstruction or repair shall be substantially in accordance with the plans and specifications under which the property was originally constructed.
- (d) Encroachments. 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 for any proceeding or action by the Unit Owner upon whose property such encroachment exists, provided that such reconstruction was substantially in accordance with the Architectural Plans under which the Property was originally constructed. Such encroachments shall be allowed to continue in existence for so long as the reconstructed building shall stand.

#### Section 3. Disbursements of Construction Funds.

- (a) <u>Construction Fund</u>. The net proceeds of insurance collected on account of a casualty and the funds collected by the Board of Directors from assessments against Unit Owners on account of such casualty shall constitute a construction fund which shall be disbursed in payment of the cost of reconstruction and repair in the manner set forth in this Section. If the net proceeds of insurance collected on account of a casualty exceeds Twenty-Five Thousand Dollars (\$25,000.00), then the funds collected by the Board of Directors from assessments against the Unit Owners shall be deposited by the Board of Directors with the Insurance Trustee, if any, and the entire construction fund shall be held by the Insurance Trustee and disbursed as ordered by the Board of Directors.
- (b) <u>Method of Disbursement</u>. The construction fund shall be paid by the Board of Directors or the Insurance Trustee, as the case may be, in appropriate progress payments, to such contractor(s), supplier(s) and personnel performing the work of supplying the materials or services for the repair and reconstruction of the building as is designated by the Board of Directors.

- (c) <u>Surplus</u>. It shall be presumed that the first monies disbursed in payment of the cost of reconstruction and repair shall be from insurance proceeds, and, if there is a balance in the construction fund after the payment of all the costs of the reconstruction and repair for which the fund is established, such balance shall, at the determination of the Board of Directors, either be deposited in the Unit Owners Association general operating account or rebated to the Unit Owners.
- (d) <u>Common Elements</u>. When the damage is to both Common Elements and Units, the insurance proceeds shall be applied first to the cost of repairing the Common Elements and the balance to the cost of repairing the Units.
- (e) <u>Certificate</u>. The Insurance Trustee, if any, shall be entitled to rely upon a certificate executed by the President or Vice President, and the Secretary, of the Unit Owners Association certifying:
- (i) Whether or not the damaged property is to be reconstructed and repaired.
- (ii) The name of the payee and the amount to be paid with respect to disbursements from any construction fund held by it or whether surplus funds to be distributed are less than the assessments paid by the Unit Owners; and
- (iii) All other matters concerning the holding and disbursing of any construction fund held by it. Any such certificate shall be delivered to the Insurance Trustee, if any, promptly after request.
- Section 4. When Reconstruction Is Not Required. In the event the Board of Directors elects not to repair insubstantial damage to the Common Elements, any insurance proceeds received on account of such damage shall be distributed among all Unit Owners in proportion to their respective Common Element Interests. if the Condominium shall be terminated pursuant to Section 55-79.72:1 of the Condominium Act, the net assets of the Condominium together with the net proceeds of insurance policies, if any, shall be divided by the Board of Directors or the Insurance Trustee, as the case may be, among all Unit Owners in proportion to their respective Common Element Interests, after first paying out of the share of each Unit Owner, to the extent sufficient therefor, the amount of any unpaid liens on his Unit in the order of priority of such liens.

# ARTICLE IX

#### <u>MORTGAGES</u>

Section 1. <u>Notice to Board of Directors</u>. A Unit Owner who mortgages his Unit shall notify the Board of Directors of the name and address of his mortgagee and any changes thereto. The Board of Directors shall maintain such information in a book entitled

- "Mortgagees of Units." All notices given pursuant to these By-Laws shall be given only to those mortgagees listed in the "Mortgagees of Units."
- Section 2. <u>Notice of Unpaid Assessments</u>. The Board of Directors, whenever so requested in writing by a First Mortgagee, shall promptly report any then unpaid assessments due from, or any other default by, the Owner of the mortgaged Unit.
- Section 3. <u>Notice of Default</u>. The Board of Directors shall give written notice to a Unit Owner of any default by the Unit Owner in the performance of any obligations under the Act or Condominium Instruments, and, if such default is not cured within 60 days, and if so requested in writing by any mortgagee, shall promptly send a copy of such notice to each holder of a mortgage covering such Unit as listed in the Mortgagees of Units.
- Section 4. Examination of Books. Each Unit Owner and each First Mortgagee shall be permitted to examine the books of account of the Condominium at reasonable times and upon reasonable notice, on a business day, but not more often than once a month.
- Section 5. Notices of Damages, Condemnation. To the extent any first mortgagee shall give to the Board of Directors written notice of its desire to be provided with notice, the Board of Directors shall timely notify: (i) the first Mortgagee of a Unit whenever damage to the Unit covered by the mortgage exceeds \$1,000, or whenever the Unit or portion thereof is made the subject matter of any condemnation or eminent domain proceeding or is otherwise sought to be acquired by a condemning authority; and (ii) all Mortgagees whenever damage to the Common Elements exceeds \$10,000, or whenever the Common Elements or any portion thereof is made the subject matter of any condemnation or eminent domain proceeding or is otherwise sought to be acquired by a condemning authority.
- Section 6. <u>Audited Financial Statement</u>. Each First Mortgagee shall be entitled to receive, upon request, a copy of the annual audited financial statement within sixty (60) days following the end of the Association's fiscal year.
- Section 7. Rights of First Mortgagees. Unless at least two-thirds (2/3) of the First Mortgagees (based upon one vote for each first mortgage owned) have given their prior written approval, the Unit Owners Association shall not:
- (a) change any Unit's Common Element Interest except as permitted by the Declaration;
- (b) partition or subdivide any Unit or that Unit's Common Element Interest of the Condominium, or abandon, partition, subdivide, encumber, sell or transfer the Common Elements of the Condominium (the granting of easements for public utilities or for other public purposes consistent with the intended use of the Common Elements shall not

be deemed a transfer within the meaning of this clause) except as may be permitted by the Declaration:

- (c) by act or omission seek to abandon or terminate condominium status of the project except as provided by statute in case of substantial loss to the Units and Common Elements of the Condominium;
- (d) modify the method of determining and collecting assessments or allocating distributions of casualty insurance proceeds or condemnation awards;
- (e) use the proceeds of casualty insurance for any purpose other than replacement, repair or reconstruction of the Units or Common Elements except as permitted by the Condominium Act.
- Section 8. <u>"First Mortgagee", "Mortgagee", and "Mortgage"</u>. As used in this Article and generally in the Declaration and By-Laws, "First Mortgage" and the term "Mortgagee" includes the holder of a note secured by a First Deed of Trust or Mortgage encumbering a unit and recorded among the land records of Loudoun County, Virginia, and the term "Mortgage" includes any Deed of Trust recorded among the said land records.
- Section 9. <u>Presumptive Approval</u>. A Mortgagee who is notified of additions or amendments to the Condominium instruments pursuant to this Article and who does not deliver or post to the requesting party a negative response within thirty (30) days shall be deemed to have approved such request.
- Section 10. <u>Other Mortgagees Rights</u>. All mortgagees or their representatives shall be entitled to attend meetings of the Unit Owners Association and shall have the right to speak thereat. In addition thereto, all Mortgagees shall have the right to examine the books and records of the Condominium and require the submission of annual financial reports and other budgetary information.

#### ARTICLE X

#### COMPLIANCE AND DEFAULT

Section 1. Relief. As set forth in Section 55-79.53, Code of Virginia, as amended, each Unit Owner of a Unit shall be governed by, and shall comply with, all of the terms of the Declaration, these By-Laws and the Rules and Regulations, and any amendments of the same. A default by a Unit Owner shall entitle the Unit Owners Association, acting through its Board of Directors or through the Managing Agent, to the following relief.

- (a) <u>Legal Proceedings</u>. Failure to comply with any of the terms of the Declaration, these By-Laws and the Rules and Regulations shall be grounds for relief which may include, without limitation to, an action to recover any sums due for money damages, injunctive relief, foreclosure of the lien for payment of all assessments, any other relief provided for in the By-Laws or any combination thereof and any other relief afforded by a court of competent jurisdiction, all of which relief may be sought by the Unit Owners Association, the Board of Directors, the Managing Agent, or, if appropriate, by an aggrieved Unit Owner.
- (b) Additional Liability. Each Unit Owner shall be liable for the expense of all maintenance, repair or replacement rendered necessary by his act, neglect or carelessness or the act, neglect or carelessness of any member of his family or employees, agents, licensees, guests, or lessees, but only to the extent that such expense is not covered by the proceeds of insurance carried by the Board of Directors. Such liability shall include any increase in fire insurance rates occasioned by use, misuse, occupancy or abandonment of any unit or its appurtenances. Nothing contained herein, however, shall be construed as modifying any waiver by an insurance company of its rights of subrogation.
- (c) <u>Cost and Attorneys' Fees</u>. In any proceeding arising out of any alleged default by a Unit Owner, the prevailing party shall be entitled to recover the costs of the proceeding, and such reasonable attorneys' fees as may be determined by the Court.
- (d) No Waiver of Rights. The failure of the Unit Owners Association, the Board of Directors, or of a Unit owner to enforce any right, provision, covenant, or condition which may be granted by the Declaration, these By-Laws or the Rules and Regulations shall not constitute a waiver of the right of the Unit Owners Association, the Board of Directors, or the Unit Owner to enforce such right, provision, covenant or condition in the future. All rights, remedies and privileges granted to the Unit Owners Association, the Board of Directors, or any Unit Owner pursuant to any term, provision, covenant or condition of the Declaration, these By-Laws, or the Rules and Regulations shall be deemed to be cumulative, and the exercise of any one or more thereof shall not be deemed to constitute an election of remedies, nor shall it preclude the party exercising the same from exercising such privileges as may be granted to such party by the Declaration, these By-Laws or the Rules and Regulations, or at law or in equity.
- (e) Interest. In the event of a default by any Unit Owner in paying any sum assessed against the Condominium Unit other than for common expenses which continues for a period in excess of fifteen days, interest at a rate not to exceed the lower of the maximum permissible interest rate which may be charged by a Mortgagee under a Mortgage at such time or eighteen percent (18%) per annum may be imposed in the discretion of the Board of Directors on the principal amount unpaid from the date due until paid.

- (f) Abatement and Enjoinment of Violations by Unit Owners. The violation of any rule or regulation adopted by the Board of Directors, or the breach of any By-Law contained herein, or the breach of any provision of the Declaration shall give the Board of Directors the right, in addition to any other rights set forth in these By-Laws; (1) to enter the Unit in which, or as to which, such violation or breach exists and summarily to abate and remove, at the expense of the defaulting Unit Owner, any structure, thing or condition that may exist therein contrary to the intent and meaning of the provisions hereof, and the Board of Directors shall not thereby be deemed guilty in any manner of trespass; or (2) to enjoin, abate or remedy by appropriate legal proceedings, either at law or in equity, the continuance of any such breach.
- (g) Failure by a Unit Owner to comply with any of the terms of the Declaration, these By-Laws and the Rules and Regulations, shall subject such Unit Owner to other penalties that may be established by resolution of the Board of Directors, including, but not limited to, the imposition of fines.

#### Section 2. Lien for Contributions.

- (a) Any sum assessed by the Unit Owners Association for the share of the Common Expenses chargeable to any Unit may be enforced by any and all lawful means selected by the Board of Directors.
- (b) <u>Late Charges</u>. Any assessment levied pursuant to the Declaration or these By-Laws, or any installment thereof, which is not paid within ten (10) days after it is due, may at the option of the Board of Directors be subject to a late charge of not less than ten percent (10%) per quarter for each quarterly assessment in arrears or such other amounts at the Board of Directors may fix, and in addition, the Board of Directors may declare the installments which would otherwise be due during the remaining fiscal year immediately due and payable and may take those actions to collect such accelerated amounts as are provided in these By-Laws for the collection of assessments.
- Section 3. <u>Subordination and Mortgage Protection</u>. Notwithstanding any other provisions hereof to the contrary, the lien of any assessment levied pursuant to these By-laws upon any Unit (and any penalties, interest on assessments, late charges or the like) shall be subordinate to, and shall in no way affect the rights of the holder of a Mortgage made in good faith for value received; <u>provided, however</u>, that such subordination shall apply only to assessments which have become due and payable prior to a sale or transfer of such Unit pursuant to foreclosure, or any proceeding in lieu of foreclosure. Such sale or transfer shall not relieve the purchaser of the Unit at such sale from liability for any assessments thereafter becoming due, nor from the lien of any such subsequent assessment, which lien shall have the same effect and be enforced in the same manner as provided herein.

#### ARTICLE XI

#### USE RESTRICTIONS ON UNITS AND COMMON ELEMENTS

- Section 1. <u>Use Restrictions</u>. Each Unit and the Common Elements shall be occupied and used as follows:
- (a) No Unit shall be used for other than professional office purposes for which the Property was designed. All uses must comply with local zoning regulations. Nothing in these By-Laws shall be construed to prohibit the Declarant from using any Unit owned by Declarant for promotional, marketing, administrative office, display or other related purposes or from using any appropriate portion of the Common Elements for settlement or sales of Condominium Units.
- (b) Nothing shall be done or kept in any Unit or in the Common Elements which will increase the rate of insurance for the Property or any part thereof applicable for professional office use without the prior written consent of the Board of Directors. No Unit Owner shall permit anything to be done or kept in his Unit or in the Common Elements which will result in the cancellation of insurance on the Property or any part thereof or which would be in violation of any law, regulation or administrative ruling. No waste will be committed in the Common Elements.
- (c) No unlawful use shall be made of the Property or any part thereof, and all valid laws, zoning ordinances and regulations of all governmental agencies having jurisdiction thereof shall be observed. All laws, orders, rules, regulations or requirements of any governmental agency having jurisdiction thereof relating to any portion of the Property shall be complied with, by and at the sole expense of the Unit Owner or the Board of Directors, whichever shall have the obligation to maintain or repair such portion of the Property, and, if the latter, then the cost of such compliance shall be a Common Expense.
- (d) No Unit Owner shall obstruct any of the Common Elements nor shall any Unit Owner place or cause or permit anything to be placed on or in any of the Common Elements (except those areas designated for such storage by the Board of Directors) without the approval of the Board of Directors. Nothing shall be altered or constructed in or removed from the Common Elements except upon the prior written consent of the Board of Directors.
- (e) The sidewalks, entrances, passages, corridors, halls and all of the Common Elements must not be obstructed or encumbered or used for any purpose other than ingress and egress to and from the premises; nor shall any Unit Owner's equipment, chairs, benches, tables, or any other object of a similar type and nature be stored therein.

- (f) The maintenance, keeping, boarding and/or raising of animals, livestock, poultry or reptiles of any kind, regardless of number, shall be and is prohibited within any Unit or upon the Common Elements, except for "seeing-eye" or quide animals.
- (g) Except for such signs as may be posted by the Declarant for promotional or marketing purposes, no signs of any character shall be erected, posted or displayed upon, in, from or about any Unit or Common Elements without the prior written approval of the Board of Directors. The Board of Directors may establish uniform rules concerning signage. The provisions of this subparagraph shall not be applicable to the institutional holder of any first mortgage which comes into possession of any Unit by reason of any remedies provided for in the mortgage, foreclosure of any mortgage or any deed of trust or other proceeding in lieu of foreclosure.
- (h) No Unit Owner shall allow anything whatsoever to fall from the windows of the premises, nor shall he sweep or throw from his Unit any dirt or other substances outside of his Unit.
- (i) Refuse and bagged garbage shall be deposited in the area provided therefor.
- (j) The Board of Directors of the Association may retain a pass-key to all Units. No Unit Owner or occupant shall alter any lock or install a new lock, without the written consent of the Board of Directors of the Association. Where such consent is given, the Unit Owner shall provide the Association with an additional key for the use of the Association, pursuant to its right of access.
- (k) No antennas, radio receiving or television wiring, or other wiring, shall be installed without the written consent of the Board of Directors.
- (I) No equipment shall be installed, operated or maintained in a Unit if it causes unreasonable vibration, noise, or annoyance to other occupants of the Condominium.
- (m) Parking spaces which are Common Elements may be assigned, reserved and restricted by the Declarant and/or the Association.
- (n) No Unit Owner shall cause any weight on the floor of his Unit to exceed fifty (50) pounds per square inch.
- Section 2. <u>Rules and Regulations</u>. Each Unit and the Common Elements shall be occupied and used in compliance with the Rules and Regulations which may be promulgated and amended by the Board of Directors. Copies of the Rules and Regulations shall be furnished by the Board of Directors to each Unit Owner. Amendments to the Rules

and Regulations shall be conspicuously posted prior to the time when the same shall become effective and copies thereof shall be furnished to each Unit Owner.

Section 3. Right of Access. By acceptance of his deed of conveyance, each Unit owner thereby grants a right of access to his Unit, as provided by Section 55-79.79(a) of the Condominium Act and as further set forth in the Declaration to the Board of Directors or the Managing Agent, or any other person authorized by the Board of Directors or the Managing Agent, or any group of the foregoing, for the purpose of enabling the exercise and discharge of their respective powers and responsibilities, including, without limitation, making inspections, correcting any condition originating in his Unit and threatening another Unit or the Common Elements, performing installations, alterations or repairs to the mechanical or electrical services or the Common Elements in his Unit or elsewhere in the Property or to correct any condition which violates any mortgage; provided, however, that requests for entry are made in advance and that any such entry is at a time reasonably convenient to the Unit Owner. In case of an emergency, such right of entry shall be immediate, whether the Unit Owner is present at the time or not.

Section 4. <u>Utility Charges</u>. The cost of utilities serving the Condominium not individually metered to a Unit shall be a common expense.

Section 5. <u>Storage Areas; Disclaimer of Bailee Liability</u>. Any storage cubicles or areas in the Condominium are Common Elements and may be assigned to Units by appropriate resolution of the Board of Directors. The Board of Directors, the Unit Owners Association, any Unit Owner and the Declarant shall not be considered a bailee, however, of any personal property stored on the Common Elements, whether or not exclusive possession of the particular area is given to a Unit Owner for storage purposes, and shall not be responsible for the security of such personal property or for any loss or damage thereto, whether or not due to negligence.

#### ARTICLE XII

#### CONDEMNATION

In the event of a taking in condemnation or by eminent domain, the provisions of Section 55-79.44, Code of Virginia, as amended, shall prevail and govern.

### ARTICLE XIII

#### **MISCELLANEOUS**

- Section 1. <u>Notices</u>. All notices, demands, bill statements or other communications under these By-Laws shall be in writing and shall be deemed to have been duly given if delivered personally or if sent by regular mail, first-class, prepaid.
- (a) If to a Unit Owner, at the address which the Unit owner shall designate in writing and file with the Secretary, or if no such address is designated, at the address of the Unit of such Unit Owner; or
- (b) If to the Unit Owners Association, the Board of Directors, or the Managing Agent, at the principal office of the Unit Owners Association, or at such other address as shall be designated by the notice in writing to the Unit Owners pursuant to this Section.
- Section 2. <u>Invalidity</u>. The invalidity of any part of these By-Laws shall not impair or affect in any manner the validity, enforceability or effect of the balance of these By-Laws.
- Section 3. <u>Interchangeable Terms</u>. As used in these By-Laws, the terms "mortgage" and "deed of trust" are interchangeable with each other, and the terms "mortgagee" and "deed of trust noteholder" are interchangeable with each other.

# **ARTICLE XIV**

#### AMENDMENTS TO BY-LAWS

Section 1. <u>Amendments</u>. These By-Laws may be modified or amended by agreement of the Unit Owners of Units to which two-thirds (2/3) of the votes in the Unit Owners Association appertain, except as provided in Section 55-79.71 of the Condominium Act. Section 2 of Article II; (2) Section 9 of Article II; (3) Section 1 of Article III; and (4) Section 1 of this Article XIV may not be amended without the consent in writing of the Declarant, so long as the Declarant shall be the Unit Owner of Units representing twenty-five percent (25%) or more of the aggregate Common Element Interests of the Condominium.

Section 2. Approval of Mortgagees. These By-Laws contain provisions concerning various rights, priorities, remedies and interests of Mortgagees. Such provisions in these By-Laws are to be construed as covenants for the protection of such Mortgagees on which they may rely in making loans secured by Mortgages. Accordingly, no amendment or modification of these By-Laws impairing or affecting such rights, priorities, remedies or interests of a Mortgagee shall be adopted without the prior written consent of such Mortgagee. Notwithstanding the foregoing, a Mortgagee who does not deliver or post to the requesting party a negative response to such amendment to the By-Laws within thirty (30) days of notice being given, shall be deemed to have approved such amendment.

IN WITNESS WHEREOF, the Unit Owners Association has caused these Amended and Restated By-Laws to be executed this Association has caused these Amended and Restated By-Laws to be executed this Association has caused these Amended and Restated By-Laws to be executed this Association has caused these Amended and Restated By-Laws to be executed this Association has caused these Amended and Restated By-Laws to be executed this Association has caused these Amended and Restated By-Laws to be executed this Association has caused these Amended and Restated By-Laws to be executed this Association has caused these Amended and Restated By-Laws to be executed this Association has caused these Amended and Restated By-Laws to be executed this Association has been as the Association has been

The Unit Owners Association of Professional Cent Lansdowne, A Condominium  By:  Name: EDWARDG, SMARGA	er at
Title:	
STATE OF MD: CITY/COUNTY OF FRESERICK: to-wit:	
The foregoing instrument was acknowledged before me this 13 day SEPTENBLE, 2000, by ENARION,  The Unit Owners Association of Professional Center at Lansdowne, A Condominium	of
White I Sale	

My commission expires

Page 38

# RULES AND REGULATIONS GOVERNING SIGNS AT THE PROFESSIONAL CENTER AT LANSDOWNE, A CONDOMINIUM

This 27th day of September, 2006, the Board of Directors of the Unit Owners Association of the Professional Center at Lansdowne, a Condominium took action as follows:

WHEREAS, certain unit owners and tenants of the Professional Center at Lansdowne, a Condominium, have sought to post signs upon the common property of the Condominium. And,

WHEREAS, this Condominium was established by a Declaration recorded among the land records of Loudoun County, Virginia. That Declaration includes the By-Laws of the Unit Owners Association of this Condominium (Deed Book 1819, Page 627, et seq.). Article III and other sections of the Association's By-Laws create the power and duty of the Board of Directors to manage the common property of the Condominium and to adopt Rules and Regulations as are necessary for the Condominium. Article XI, Section 1(d) of said By-Laws specifically states that "no unit owner shall place or cause or permit anything to be placed on or in any of the common property without the approval of the Board of Directors". And,

WHEREAS, the Board of Directors, in performance of their powers and duties under the By-Laws, wishes to establish rules and regulations

governing signage for unit owners and unit occupants within the common property of the Condominium.

IT IS THEREFORE, by unanimous vote of the Board of Directors on the 27th day of September, 2006, RESOLVED as follows:

- 1. Only individual unit signs, wall mounted next to entry door(s), which identify the occupant(s), are permitted. Each must conform exactly to the size dimensions, material, format and appearance of the original unit signs installed by the developer, including mounting on wood bases. As an alternative to the original plastic composition of the sign plate, the same brass plate used with sign replacements installed by Signs by Dave, of Leesburg (703) 777-2870, is permissible. Discrete professional logos may be used in sign content, but must be approved before installation by the Board of Directors.
- 2. No window, common ground or other signs can be posted by owners or occupants.
- 3. Any signs for sale or lease of a unit are subject to conformity with the guidelines of the Lansdowne Conservancy and are subject to approval by the Board of Directors of this Condominium Association.

4. Any signs not permissible under the above guidelines may still be submitted for consideration of approval by the Board of Directors on a case by case basis.

Townes Lea, DIRECTOR

Wanda Alexander, DIRECTOR

James E. Carr, DIRECTOR

PAGE 03

THEMESANAM BINIHEANUR

9019930010

EB:E0 3005\71\01

# RULES AND REGULATIONS GOVERNING SATELLITE DISHES ON COMMON PROPERTY OF THE PROFESSIONAL CENTER AT LANSDOWNE, A CONDOMINIUM

This 27th day of September, 2006, the Board of Directors of the Unit Owners Association of the Professional Center at Lansdowne, a Condominium took action as follows:

WHEREAS, certain unit owners and tenants of the Professional Center at Lansdowne, a Condominium, have sought to install satellite dishes on common property of the Condominium. And,

WHEREAS, this Condominium was established by a Declaration recorded among the land records of Loudoun County, Virginia. That Declaration includes the By-Laws of the Unit Owners Association of this Condominium (Deed Book 1819, Page 627, et seq.). Article III and other sections of the Association's By-Laws create the power and duty of the Board of Directors to manage the common property of the Condominium and to adopt Rules and Regulations as are necessary for the Condominium. Article XI, Section 1(d) of said By-Laws specifically states that "no unit owner shall place or cause or permit anything to be placed on or in any of the common property without the approval of the Board of Directors".

WHEREAS, the Board of Directors, in performance of their powers and duties under the By-Laws, wishes to establish rules and regulations governing the granting of permission for placing of a satellite dish within the common property of the Condominium.

IT IS THEREFORE, by unanimous vote of the Board of Directors on the 27th day of September, 2006, RESOLVED as follows:

- 1. The following rules and regulations shall govern all satellite dishes and associated components and wiring now existing or hereafter installed, or proposed to be installed, within the common property of this Condominium.
- 2. The specific physical location and placement of the dish within the common property must be approved by the Board prior to installation.
- 3. Only two (2) dishes are permitted for an owner's unit, regardless of whether the unit has multiple tenant or other occupants, or has been subdivided.
- 4. A dish may only be mounted on an exterior wall or upon a ground mounting. The face of the dish may not exceed twenty (20) inches, if mounted on an exterior wall, or one meter, if mounted upon a ground mounting. If the dish is mounted on an exterior wall, the dish may not extend more than twenty five (25) inches from the wall. If it is mounted

on a pole or other ground support, the top of the dish may not exceed four (4) feet in height from the ground. The dish shall not be installed with concrete, or in such other manner that the dish and its associated components are unable to be readily capable of removal. The dish and all supporting or other visible components shall be maintained in a flat dull red color approved by the Board, similar to the color of the red brick of the buildings. There shall be no advertising, company logos, or other writing on the dish. All wiring associated with the dish shall be run in the most direct and non-visible manner to the unit at which the transmission being received, without conflict with any existing wire, plumbing or other utility elements within the common property. There shall be no destruction of common property of the Condominium, and no common property safety risk or maintenance or other form of obstruction created by the dish. associated components and wiring.

5. If the dish is no longer in use, it must be promptly removed with restoration of any affected common property to its original state, at the sole cost and responsibility of the dish user and, if the dish unit owner is a tenant, his unit owner.

- 6. Any installation of a dish upon common property of the Condominium shall proceed only following written acknowledgement by the dish user, and if the dish user is not the owner, the owner, that:
  - a. He/they have read, fully understand and accept these rules and regulations.
  - b. He/they shall indemnify, defend, and hold harmless the Association, its members, officers, successors and assigns from any claims or causes of action that may arise from installation, usage and/or removal of the dish and associated components and wiring.
  - c. He/they shall promptly and fully pay upon demand all costs associated with the removal of the dish, associated components and wiring, and repairs to the common property, should the user/owner fail to promptly have this done.
- 7. The permission to use a satellite dish on common property of the Condominium is a permission granted at sufferance, which may be withdrawn at any time, and for any reason by the Board of Directors, if found by the Board to be in the best interests of the Association, at which time the dish, associated components and wiring must be promptly removed. Any grant of permission, or presence of a dish upon the

common property of the Condominium, creates no rights in the user or if different from the user, his unit owner. Each permission granted by this Board is specific to the circumstances then presented, and no "grandfather" rights shall accrue to a subsequent user or unit owner from the prior presence of a dish on the common property or grant of permission from the Board of Directors.

The foregoing rules and regulations shall be effective September 27, 2006.

Townes Lea, DIRECTOR

Wanda Alexander, DIRECTOR

James E. Carr, DIRECTOR

# PROFESSIONAL CENTER AT LANDSDOWNE NOTICE TO ALL UNIT OWNERS AND OCCUPANTS OF FURTHER CHANGE TO UNIT SIGNAGE POLICY

The Condominium Association Board of Directors wishes to advise that following a meeting with certain owners of units within the complex and consideration of issues raised by them in connection with the amended sign policy adopted on May 2, 2011, the Board has further revised the signage policy of the complex, a copy of which is attached.

# In summary:

The revised policy makes the January 1, 2012 deadline for change of individual unit signs to the brass form used by the majority of occupants a voluntary rather than required action. However, any new occupant erecting an individual unit sign is required to create that sign in brass form. Additionally, the Board has provided details for permitted sale and lease signs on the common ground. These details are largely reflective of past practices.

If you have any questions concerning the foregoing, please contact Sunshine Management.

Dated: June 9, 2011

# RULES AND REGULATIONS GOVERNING SIGNS AT THE PROFESSIONAL CENTER AT LANDSDOWNE, A CONDOMINIUM

This 9th day of June, 2011, the Board of Directors of the Unit Owners Association of the Professional Center at Lansdowne, a Condominium took action as follows:

Following consideration of issues raised by certain owners of units within the complex, the Board revised the sign policy amended on April 20, 2011, to restate that policy as follows:

1. Only individual unit signs, wall mounted next to entry door(s), which identify the occupant(s), are permitted. Each must conform exactly to the size dimensions, format and appearance of the original unit signs installed by the developer, including mounting on wood bases. It is encouraged that in the future all individual unit signs will be of the same brass plate currently used by the majority of unit owners, and the plastic composition signs of the type originally installed by the developer shall be replaced voluntarily by the unit owners or occupants having those plastic composition signs. In any event, should any sign require replacement or modification to reflect a new occupant of a unit, it is

directed that a brass plate sign must be installed at that time. Signs by Dave, of Leesburg (703) 777-2870 was previously approved as a maker/vender of the now required brass signs. Any other maker/vender is permissible so long as the sign produced is identical with the brass plate sign now used by the majority of the unit owners/occupants. Discrete professional logos may be used in sign content, but must be approved before installation by the Board of Directors.

- 2. No window, common ground or other signs can be posted by owners or occupants, with the exception of the common ground sale or lease signs hereinafter provided.
- 3. Signs for sale or lease of a unit may be placed on the parking lot side of the common ground of the complex as follows:
- a. The content and color must conform to the attached pictured example of such a sign previously approved for placement.
- b. Consistent with the attached pictured example, the size of the sign shall approximate 18" wide and 24" high, the post shall be 4" square. The top of the sign as mounted on the post shall not exceed 5' in height, and shall be placed

approximately midway between the front windows of the unit for sale or lease and the sidewalk facing the parking lot.

c. There shall be one such sale or lease sign permitted on the parking lot side of the complex for each unit being leased or sold, identifying the fact of the offering for sale or lease, and name and phone number of the realtor and his or her company. A weather proof enclosure with information on the unit may be included on the sign post.

d. There has previously been posted at one entranceway on the common ground of the complex with the Board of Directors approval a small sign (approximately 18" by 24", and 5' in height at the top of the sign) with a directional arrow with realty firm name and phone number indicating a unit in the complex was for sale or lease. A picture of the sign is attached. Such a sign of the same dimensions and composition is similarly authorized for the other entranceway to the complex. However, if there are multiple units for sale or lease with multiple realtors (or combination of realtor and FSBO) and any owner objects to the maintenance of a particular realtor's name and number on such an entranceway sign, whoever has placed such an entrance sign must promptly following notice from the Board of Directors paint over his name and phone number on the sign with the same color as the background of the sign.

e. No sign on the common ground of the complex fronting onto Woodridge Parkway is permitted. Signs for sale or lease placed outside the common ground of the Professional Center at Landsdowne on the grounds of the Landsdowne Conservancy are subject to conformity with the guidelines of the Landsdowne Conservancy and VDOT or other governing law.

f. The owner of any unit who has placed or whose realtor has placed a sign under the provisions of this paragraph shall be responsible for maintaining the sign in good condition, and shall remove the sign promptly upon sale or lease of the unit involved.

4. Any signs not permissible under the above guidelines may still be submitted for consideration of approval by the Board of Directors on a case by case basis.

The foregoing will now be known as the Condominium Sign Policy, as amended June 9, 2011.

, DIRECTOR

, DIRECTOR





