

**UNOFFICIAL COMPILATION OF THE CURRENT PROVISIONS IN
THE DECLARATION OF
COVENANTS, CONDITIONS AND RESTRICTIONS
OF
THE CASCADES AT SOLDIER HOLLOW**

This document is intended to include provisions from the First Amendment, Amendment to the First Amendment, Second Amendment to the First Amendment combined in a single place but it is not complete with recitals and signature information. This is not a legal document but is intended to provide an unofficial compilation of the provisions that have been adopted. This is intended solely for convenience and should not be relied upon as the definitive declaration or for legal opinions or as guidance from homeowners. Please see the Declaration and all subsequently amendments recorded in the Wasatch County Recorder's office for the complete and binding documents.

I. DEFINITIONS

1.1. Association shall mean and refer to THE CASCADES AT SOLDIER HOLLOW HOMEOWNERS' ASSOCIATION, a Utah nonprofit corporation.

1.2. Board shall mean and refer to the Board of Trustees of the Association as duly elected in accordance with the terms and conditions of the Articles of Incorporation and Bylaws of the Association.

1.3. Building Pad shall consist of either (i) the area designated upon a Plat where a Living Unit or other building may be located, or (ii) if no such area is designated upon a Plat, the area located within the Lot boundaries, reduced however, by all setbacks which are required by the terms of this Declaration or by appropriate governmental agencies.

1.4. Common Areas shall mean and refer to that part of the Property which is not included with the Lots (other than Common Area Lots designated upon a Plat), which is owned by the Association and those easements either granted to or reserved for the benefit of the Association or the Owners and intended for the common use and enjoyment of the Owners, together with all improvements thereon and all easements appurtenant thereto including but not limited to private utility lines and fixtures and other personal property owned by the Association when the context so requires. Subject to the limitations contained in this Declaration, the Trails are part of the Common Areas.

1.5. Declaration shall mean and refer to this Declaration of Covenants, Conditions and Restrictions.

1.6. Design Guidelines shall mean and refer to those guidelines and regulations created by the Declarant for the design and construction of Living Units and other improvements within the Development and the corresponding landscaping of Lots.

1.7. Development shall at any point in time mean, refer to, and consist of the Subdivision then in existence.

1.8. Environmental Laws. The term "Environmental Laws" shall mean any federal, state, local or foreign statutes, codes, plans, regulations or common laws related to pollution or protection of the environment, including, without limitation, any common laws of nuisance or trespass and any laws or regulations relating to emissions, discharges, releases or threatened releases of Toxic Materials into the environment (including, without limitation, ambient air, surface water, ground water, land surface or subsurface strata) or otherwise relating to the manufacture, processing, distribution, use, treatment, storage, disposal, transport or handling of Toxic Materials. "Environmental Laws" shall also include all

orders, decrees, judgments, injunctions, notices or demand letters issued, entered, promulgated or approved under those Environmental Laws.

1.9. Living Unit shall mean and refer to a structure which is designed and intended for use and occupancy as a single-family residence, together with all improvements located on or with respect to the Lot concerned which are used in connection with such residence.

1.10. Lot shall mean and refer to any one of the separately numbered and individually described plots of land described on a Plat: (a) which is intended to be owned individually, rather than by an association of Owners or in common by Owners of different lots; and (b) which is intended to be used as the site of a single Living Unit. Reference to a "Common Area Lot" shall not mean a Lot as described herein.

1.11. Member shall mean and refer to every person who holds a membership in the Association.

1.12. Mortgage shall mean any mortgage, deed of trust or trust deed or the act of encumbering any Lot or any property by a mortgage, trust deed or deed of trust.

1.13. Mortgagee shall mean any person named as a mortgagee of a mortgage or beneficiary under or holder of a deed of trust.

1.14. Owner shall mean and refer to the person who is the Owner of record (in the office of the County Recorder of Wasatch County, Utah) of a fee or an undivided interest in any Lot. Notwithstanding any applicable theory relating to a mortgage, deed of trust or like instrument, the term "Owner" shall not mean or include a mortgagee or a beneficiary or trustee under a deed of trust unless and until such party has acquired title pursuant to foreclosure or any arrangement or proceeding in lieu thereof.

1.15. Parcel shall mean and refer to the Property which is subject to this Declaration, which is filed for record in the office of the County Recorder of Wasatch County, Utah, is separately subjected to the terms of this Declaration with the intention that it shall thereby comprise the Development. The real property described in Article II of this Declaration constitutes the Parcel.

1.16. Plat shall mean and refer to any subdivision plat, any plat of a planned unit development, or any plat or map similar to any of the foregoing: (a) which covers the Property; (b) which describes or creates one or more Lots; (c) on which or in an instrument recorded in conjunction therewith there is expressed the intent that the Subdivision created by the Plat shall comprise the Development; and (d) which is filed for record in the office of the County Recorder of Wasatch County, Utah. Recorded concurrently with this Declaration is a Plat of The Cascades at Soldier Hollow, and executed and acknowledged by Declarant on March 28, 2006, and creating separately numbered Lots. Said subdivision plat was amended, executed and recorded March 15, 2007 in Wasatch County and constitutes a Plat.

1.17. Property shall mean and refer to all of the real property which is covered by a Plat.

1.18. Subdivision shall mean and refer to the entire residential development which is created and covered by a Plat.

1.19. Toxic Materials. The term "Toxic Materials" shall mean any flammable explosives, asbestos, industrial substances, pollutants, contaminants, chemicals, wastes, discharges, emissions, radioactive materials and other hazardous substances, whether injurious by themselves or in combination with other materials, including, but not limited to, substances defined as "hazardous substances," "hazardous materials," "hazardous wastes" or "toxic substances" described in the "Environmental Laws."

1.20. Trails shall mean a system of trails, and easements reserved for the construction and maintenance of such Trails, to be established by Declarant as a Common Area and designated as such on one or more Maps as the same are submitted to the terms and conditions of this Declaration. Although designated as a Common Area, the Trails are subject to public use as required by the Governing Documents.

II. PROPERTY DESCRIPTION

2.1. Submission. The Property which is and shall be held, transferred, sold, conveyed and occupied subject to the provisions of this Declaration consists of the following-described real property situated in Wasatch County, State of Utah.

All lots and common areas within the Cascades at Soldier Hollow Subdivision Plat recorded in the amended Plat on March, 15, 2007 in Book 934, Page 1744, Entry Number 317021, Wasatch County Records Office

EXCLUDING all presently existing or to be constructed or installed sewer lines, water mains, gas lines, electrical conduits, telephone lines, and related facilities to the extent that they are located outside the Lots included with the above-described tract; provided, however, that lines and systems specifically conveyed to the Association by Declarant shall not be included within this exclusion.

RESERVING UNTO DECLARANT, however, such easements and rights of ingress and egress over, across and through and under the above-described tract and any improvements now or hereafter constructed thereon as may be reasonably necessary for Declarant or any assignee of Declarant (in a manner which is reasonable and not inconsistent with the provisions of this Declaration): (i) to construct a Living Unit on each and every Lot; and (ii) to improve the Common Areas with such facilities, including, but not limited to, roads, recreational facilities, walkways and various landscaped areas, designed for the use and enjoyment of all the Members as Declarant may reasonably determine to be appropriate. If, pursuant to the foregoing reservation, the above-described tract or any improvement thereon is traversed or partially occupied by a permanent improvement or utility line, a perpetual easement for such improvement or utility line shall exist. With the exception of such perpetual easements, the reservation hereby effected shall, unless sooner terminated in accordance with its terms, expire seven (7) years after the date on which this Declaration is filed for record in the office of the County Recorder of Wasatch County, Utah.

ALL OF THE FOREGOING IS SUBJECT TO: All liens for current and future taxes, assessments and charges imposed or levied by governmental or quasi-governmental authorities; all patent reservations and exclusions; all mineral reservations and exclusions; all mineral reservations of record and rights incident thereto; all instruments of record which affect the above-described tract or any portion thereof, including without limitation, any mortgage or deed of trust; all visible easements and rights-of-way; and all easements and rights-of-way of record.

2.2. Dedication of Easements for Future Road. In addition to the reservations set forth in Section 2.1 herein above, the Plat discloses the dedication of a 50 foot road easement over Common Area Lots D and G in favor of Midway City for the construction, use and maintenance of a future public street, which public street may be constructed by the City or other third parties according to the City's standards and requirements. Prior to the construction of such public street, the Association, at its sole

cost and expense, shall maintain such Common Area Lots D and G in the same manner that other Common Areas are maintained.

2.3. Storm Drain Easements. Common Area Lots as designated upon the Plat are dedicated and reserved for storm drain easements and the temporary holding of storm waters emanating from the Property. The Association shall be solely responsible for the maintenance of such easement areas including but not limited to all storm drain pipelines, ponds, sumps and other equipment and/or improvements constituting such storm drain systems which are not dedicated to the public.

III. MEMBERSHIP AND VOTING RIGHTS

3.1. Membership. Every Owner shall be a Member of the Association. Membership in the Association shall be mandatory, shall be appurtenant to the Lot in which the Owner has the necessary interest, and shall not be separated from the Lot to which it appertains.

3.2. Voting Rights. The Association shall have the following described two classes of voting membership:

Class A. Class A Members shall be all Owners other than the Declarant until the Class B membership ceases. Class A Members shall be entitled to one vote for each Lot in which the interest required for membership in the Association is held. In no event, however, shall more than one Class A vote exist with respect to any Lot.

Class B. The Class B Member shall be the Declarant. The Class B Member shall be entitled to ten 10 votes for each Lot in which it holds the interest required for Membership in the Association. The Class B Membership shall automatically cease and, if Declarant owns any Lots, they will be converted to a Class A membership on the first to occur of the following events:

(a) Three months after the transfer of Declarant's last Lot to an entity not controlled by Declarant; or

(b) December 31, 2017.

3.3. Multiple Ownership Interests. In the event there is more than one Owner of a particular Lot, the vote relating to such Lot shall be exercised as such Owners may determine among themselves. A vote cast at any Association meeting by any of such Owners, whether in person or by proxy, shall be conclusively presumed to be the vote attributable to the Lot concerned unless an objection is immediately made by another Owner of the same Lot. In the event such an objection is made, the vote involved shall not be counted for any purpose whatsoever other than to determine whether a quorum exists.

3.4. Record of Ownership. Every Owner shall promptly cause to be duly filed of record the conveyance document (or in the case of contract buyer, a copy of the sales contract) to him of his Lot. Each Owner shall file a copy of such conveyance document (or contract) with the secretary of the Association with a transfer fee of \$25.00, who shall maintain a record of ownership of the Lots. Any Owner who mortgages his Lot or any interest therein by a mortgage which has priority over the lien of any assessment provided herein shall notify the secretary of the Association of the name and address of the Mortgagee and also of the release of such Mortgage; and the secretary of the Association shall maintain all such information in the records of ownership. Any cost incurred by the Association in obtaining the information about an Owner as specified herein which is not furnished by such Owner shall nevertheless be at the expense of such Owner and shall be reimbursed to the Association as a "Reimbursement Assessment" in accordance with the provisions of Section 5.6.

IV. PROPERTY RIGHTS IN COMMON AREAS

4.1. Easement of Enjoyment. Each Member shall have a right and easement of use and enjoyment in and to the Common Areas; provided, however that the Trails are also available for public recreational use. Such right and easement shall be appurtenant to and shall pass with title to each Lot and in no event shall be separated therefrom. Any Member may delegate the right and easement of use and enjoyment described herein to any family member, tenant, lessee or contract purchaser who resides on such Member's Lot.

4.2. Form for Conveyancing. Any deed, lease, mortgage, deed of trust, or other instrument conveying or encumbering title to a Lot shall describe the interest or estate involved substantially as follows:

Lot No. _____, contained within The Cascades at Soldier Hollow Subdivision, as the same is identified in the Plat Recorded March, 15, 2007 in Book 934, Page 1744, Entry Number 317021: in the "Declaration of Covenants, Conditions and Restrictions of The Cascades at Soldier Hollow" recorded in Book _____ at Page _____; and the "First Amendment of Declaration of Covenants, Conditions, and Restrictions of The Cascades at Soldier Hollow" recorded in Book _____ at Page _____, of the official records of the Wasatch County Recorder.

TOGETHER WITH a right and easement of use and enjoyment in and to the Common Areas described and provided for in said Declaration of Covenants, Conditions and Restrictions and in the Record of Survey Map in the official record of the Wasatch County Recorder.

Whether or not the description employed in any such instrument is in the above-specified form, however, all provisions of this Declaration shall be binding upon and shall inure to the benefit of any party who acquires any interest in a Lot.

4.3. Transfer of Title. Declarant agrees to convey to the Association title to the various Common Areas free and clear of all liens (other than the lien of current general taxes and the lien of any assessments, charges, or taxes imposed by governmental or quasi-governmental authorities), as each such Common Area is substantially completed. In the event the Declarant fails to convey the Common Areas by deed or other instrument, the filing of the Plat shall nevertheless be deemed a conveyance of the Common Areas to the Association.

4.4. Limitation on Easement. A Member's right and easement of use and enjoyment concerning the Common Areas shall be subject to the following:

(a) The right of the Association to impose reasonable limitations on the number of guests per Member who at any given time are permitted to use the Common Areas;

(b) The right of the Design Review Committee to approve and designate the point of access from a Lot to any street in accordance with the requirements of Article VIII;

(c) The right of Wasatch County and any other governmental or quasi-governmental body having jurisdiction over the Property to access and rights of ingress and egress over and across any street, parking area, walkway, or open area contained within the Property for purposes of providing police and fire protection, transporting school children, and providing any other governmental or municipal service; and

(d) The right of the Association to dedicate or transfer all or any part of the Common

Areas and any sewer, water and storm drain trunk lines to any public agency or authority for such purposes and subject to such conditions as may be agreed to by the Association. Any such dedication or transfer must, however, be assented to by (i) all holders of first Mortgages secured by Lots and (ii) by two-thirds (2/3) of the vote of the combined classes of membership which Members present in person or by proxy are entitled to cast at a meeting duly called for that purpose written or printed notice setting forth the purpose of the meeting and the action proposed shall be sent to all Members at least ten (10) but not more than thirty (30) days prior to the meeting date provided, however that the dedication or transfer of the Trails to any public agency or authority shall not require the consent of the first Mortgages secured by Lots.

4.5. Public Use of Trails. As required by the Governing Documents, the Trails shall be made available for use by the public in accordance with their intended use. Such uses are restricted to recreational purposes, including but not limited to hiking, walking, nature study, cross country skiing, biking (excluding motorized vehicles), and viewing of scenic areas. Such Trails are made available to the public with the express understanding as provided by the Governing Laws, that "an Owner owes no duty of care to keep the premises safe from entry or use by any person entering or using the premises for any recreation purpose or to give any warning of a dangerous condition, use, structure, or activity on those premises to that person." Any person using such Trails shall not have the status of an invitee or licensee to whom a duty of care is owed, and the Declarant, Association and the Owners assume no responsibility for or shall incur any liability for any injury to persons or property caused by the act or omission of the person or any other person who enters upon the Trails. The Declarant, Association and the Owners specifically rely upon the provisions of "Limitations of Landowner Liability - Public Recreation Act, Section 57-14-1, *et. seq.*, Utah Code Annotated, in providing the use of the Trails to the public.

4.6 Common Area Fund Assessment. Effective from September 30, 2015, each Owner, except the Declarant, transferring ownership of a Lot, shall pay a "Common Area Fund Assessment" of Four Hundred dollars (\$400.00) to the Association which shall be deposited within 5 days of the recording of the transfer. This Assessment is for the purpose of providing for the maintenance and operation of the Common Area, Trails, common area fencing, landscaping, and features which are the responsibility of the Association. The Common Area Fund Assessment shall be in addition to the assessments provided under Article V and shall be due within 5 days after the recording of the transfer. Funds deposited in the Common Area Fund Assessment account shall be invested as required by the Prudent Investor Standards of the Utah Uniform Prudent Investor Act and shall be held and used only for the purposes of maintaining, replacing and operating the common area features owned by the Association.

V. ASSESSMENTS

5.1. Personal Obligation and Lien. Each Owner shall, by acquiring or in any way becoming vested with his interest in a Lot, be deemed to covenant and agree to pay to the Association the monthly and special assessments described in this Article, together with the hereinafter provided for interest and costs of collection. All such amounts shall be, constitute, and remain: (a) a charge and continuing lien upon the Lot with respect to which such assessment is made; and (b) the personal obligation of the person who is the Owner of such Lot at the time the assessment falls due. No Owner may exempt himself or his Lot from liability for payment of assessments by waiver of his rights concerning the Common Areas or by abandonment of his Lot. In a voluntary conveyance of a Lot, the grantee shall be jointly and severally liable with the grantor for all such unpaid assessments, late payment fees, interest and costs of collection, including reasonable attorneys fees, which shall be a charge on the Lot at the time of the conveyance, without prejudice to the grantee's right to recover from the grantor the amounts paid by the grantee therefor.

5.2. Purpose of Assessments. Assessments levied by the Association shall be used exclusively for the purpose of promoting the health, safety, and welfare of residents of the Property,

including but not limited to the appearance and aesthetics of the Development. The use made by the Association of funds obtained from assessments may include, but is not limited to, payment of the cost of taxes and insurance on the Common Areas; maintenance, repair and improvement of the Common Areas; establishing and funding a reserve to cover major repair or replacement of improvements within the Common Areas; and any expenses necessary or desirable to enable the Association to perform or fulfill its obligations, functions or purposes under this Declaration or its Articles of Incorporation.

5.3. Maximum Monthly Assessment. Commencing upon the date established as provided in Section 5.8, each Lot shall be subject to a monthly assessment, but not more than One Hundred Forty Dollars (\$140.00). One Hundred Forty Dollars (\$140.00) will be the Maximum Monthly Assessment for 2007. From and after January 1, 2008, the Board of Trustees may increase the Maximum Monthly Assessment each year by no more than 8% above the Maximum Monthly Assessment for the previous year without a vote of the membership and may set the monthly assessment at any amount equal to or less than the Maximum Monthly Assessment. To increase the Maximum Monthly Assessment more than 8% above the Maximum Monthly Assessment for the previous year, the change must be assented to by not less than a majority of the of the votes of the combined Classes of Members), present in person or represented by proxy at a meeting duly called for such purposes. Written notice setting forth the purpose of the meeting shall be sent to all Members at least ten (10) but not more than thirty (30) days prior to the meeting date. The Board of Trustees of the Association may from time to time and in its discretion set the amount of the monthly assessment at any sum not in excess of the then applicable Maximum Monthly Assessment amount.

5.4. Special Assessments. From and after the date set under Section 5.8, the Association may levy special assessments for the purpose of defraying, in whole or in part: (a) any expense or expenses not reasonably capable of being fully paid with funds generated by monthly assessments; or (b) the cost of any construction, reconstruction or unexpectedly required repair or replacement in connection with the Common Areas. Any such special assessments must be assented to by not less than a majority of the votes of the combined Classes of Members), present in person or represented by proxy are entitled to cast at a meeting duly called for the purpose. Written notice setting forth the purpose of the meeting shall be sent to all Members at least ten (10) but not more than thirty (30) days prior to the meeting date.

5.5. Common Area Fund Assessment. As provided in Section 4.6, a fee of Four Hundred Dollars (\$400) is due within 5 days of the recording of transferring of a Lot.

5.6. Reimbursement Assessment on Specific Lot. In addition to the monthly assessment and any special assessment authorized pursuant to Sections 5.3, 5.4, and 5.5 above, the Board may levy at any time Special Assessments: (a) on each Lot specifically benefited by any improvement to adjacent roads, sidewalks, planting areas or other portions of the Common Areas made on the written request of the Owner of the Lot to be charged; (b) on each Lot the Owner or occupant of which shall cause any damage to the Common Areas necessitating repairs; (c) on each Lot as to which the Association shall incur any expense for maintenance or repair work performed, or enforcement action taken, pursuant to Section 3.4, Section 6.1(c), Section 6.2(a), Section 7.4, Section 7.11 or other provisions of this Declaration; and (d) on every Lot at the time the Lot is transferred as a reinvestment fee, not to exceed ½% of the sale price of the Lot (the exact amount to be set by the Board), for the purpose of covering Association expenses, including without limitation: administrative expenses; purchase, ownership, leasing, construction, operation, use, administration, maintenance, improvement, repair, or replacement of association facilities, including expenses for taxes, insurance, operating reserves, capital reserves, and emergency funds; common planning, facilities, and infrastructure expenses; obligations arising from an environmental covenant; community programming; resort facilities; open space; recreation amenities; or charitable expenses (all or part of the foregoing being sometimes referred to as "Reimbursement Assessment"). The aggregate amount of any such Special Assessments shall be determined by the cost of such improvements, repairs, maintenance or enforcement action, including all overhead and administrative costs and attorney's fees, and shall be allocated among the

affected Lots according to the special benefit or cause of damage or maintenance or repair work or enforcement action, as the case may be, and such assessment may be made in advance of the performance of work. Such Reimbursement Assessments shall be paid within 30 days unless otherwise stipulated by a majority vote of the Board of Trustees. If a special benefit arises from any improvement which is part of the general maintenance obligations of the Association, it shall not give rise to a Reimbursement Assessment against the Lots benefited.

5.7. Uniform Rate of Assessment. Except as provided in Section 5.6 above, monthly and special assessments shall be fixed at a uniform rate for all Lots. Declarant, for each unsold Lot owned by it in the development, shall pay monthly assessments as herein provided for all Lot Owners; provided that until such date as Declarant closes and conveys a Lot to an Owner (other than Declarant), the monthly assessment attributable to such Lot shall be one-fourth (1/4) the regular monthly assessment.

5.8. Monthly Assessment Due Dates. The monthly assessments provided for herein shall commence as to all Lots on (i) the date a deed is delivered to the purchaser of a Lot, or if the sale is by way of a contract of sale, on the date the contract is executed by the parties thereto, (ii) the date of occupancy agreement, or the date the Owner actually takes possession of a Lot, or (iii) if either of the foregoing has occurred as of the date of recording of this Declaration, the first day of the month following recording, whichever first occurs. The first monthly assessment shall be adjusted according to the number of days remaining in the month of conveyance, contract or occupancy as the case may be. Thereafter all monthly assessments shall be due and payable on the first day of each month. A monthly assessment not paid within ten (10) days of the due date thereof shall be deemed late and subject to a late fee of \$15.00. At least fifteen (15) days prior to the effective date of any change in the amount of the monthly assessment, the Association shall give each Owner written notice of the amount and the first due date of the assessment concerned.

NOTWITHSTANDING THE FOREGOING, in the event that a majority of the Board of Trustees elect, the Association may provide for the payment of monthly assessments on a quarterly basis, provided such assessments are payable in advance.

5.9. Certificate Regarding Payment. Upon the request of any Owner or prospective purchaser or encumbrancer of a Lot the Association shall issue a certificate stating whether or not all assessments respecting such Lot are current and, if not, the amount of the delinquency. Such certificate shall be conclusive in favor of all persons who in good faith rely thereon.

5.10. Effect of Non-Payment Remedies. Any assessment or fine not paid when due shall, together with the hereinafter provided for interest and costs of collection be, constitute and remain a continuing lien on the affected Lot; provided, however, that any such lien will be subordinate to the lien or equivalent security interest of any first mortgage on the Lot recorded prior to the date any such assessments became due. If the assessment is not paid within sixty (60) days after the date on which it becomes delinquent, the amount thereof shall bear interest from the date of delinquency at the rate of eighteen percent (18%) per annum and the Association may bring an action either against the Owner who is personally liable or to foreclose the lien against the Lot. Any judgment obtained by the Association shall include reasonable attorneys' fees, court costs, and each and every expense incurred by the Association in enforcing its rights.

5.11. Tax Collection by County Authorized. It is recognized that under the Declaration the Association will own the Common Areas and that it will be obligated to pay property taxes to Wasatch County. It is further recognized that each Owner of a Lot as a Member of the Association will be required to reimburse the Association for his pro rata share of such taxes paid. Notwithstanding anything to the contrary contained in the Declaration, Wasatch County shall be authorized to collect such pro rata share of taxes directly from each Owner by inclusion of said share with the tax levied on each Lot.

5.12 Allocation of Payments. Payments shall be credited first to collection costs (including attorney's fees), then to interest and late fees, then to the oldest assessments, then the most recent assessments.

5.13 Suspension of Voting Rights. If an Owner has a delinquent assessment balance, the Association may suspend their right to vote.

5.14 Collection of Rent From Tenant. If an Owner rents their Lot and fails to pay their assessments, the Association may demand the tenants to pay the Association any rent owed to the Owner. Payment of rent to the Association shall not be a violation of the lease by the tenant. The Board shall establish procedures for collecting rents from tenants, which shall comply with the Utah Community Association Act, as amended from time to time.

VI. DUTIES AND POWERS OF THE ASSOCIATION

6.1. Duties of the Association. Without limiting any other duties which may be imposed upon the Association by its Articles of Incorporation or this Declaration; the Association shall have the obligation and duty to do and perform each and every one of the following for the benefit of the Owners and the maintenance and improvement of the Property:

- a. The Association shall accept all Owners as members of the Association.
- b. The Association shall accept title to all Common Areas conveyed to it by Declarant.
- c. The Association shall maintain, repair, and replace all landscaping and improvements in the Common Areas, including but not limited to the maintenance of all exterior trees, shrubs, grass, and other Common Area improvements. Association shall have no obligation to perform any exterior maintenance and/or repair of any part of a Living Unit or any other landscaping installed by an Owner without the Association's express agreement to maintain such landscaping.

As provided in Section 7.13, each Owner shall have the obligation to provide exterior maintenance of his Living Unit including but not limited to painting, repair, replacement and care of roofs, gutters, downspouts, exterior building surfaces, and landscaping installed by an Owner or his predecessor in title. Each Owner shall paint, repair, and otherwise maintain the exterior and interior of his Living Unit and shall maintain all mechanical devices, including but not limited to, appurtenant electrical, plumbing and heating, ventilating and air conditioning systems. The maintenance of all Living Units and accessory buildings shall be in accordance with the Design Guidelines.

In the event that the need for maintenance or repair of Common Areas as specified herein is caused through the willful or negligent acts of an Owner, or through the willful or negligent acts of the family, guests or invitees of an Owner, the Board may cause such repairs to be made by the Association and the cost of such maintenance or repair (and administrative expenses equal to ten (10%) percent of such costs) shall be added to and become part of the Reimbursement Assessment (as set forth in Section 5.5) to which such Lot is subject.

- d. To the extent not assessed to or paid by the Owners directly, the Association shall pay all real property taxes and assessments levied upon any portion of the Common Areas, provided that the Association shall have the right to contest or compromise any such taxes or

assessments.

e. The Association shall obtain and maintain in force the policies of insurance required by the provisions of this Declaration.

f. The Association may employ a responsible corporation, partnership, firm, person or other entity as the Managing Agent to manage and control the Common Areas, subject at all times to direction by the Board, with such administrative functions and powers as shall be delegated to the Managing Agent by the Board. The compensation of the Managing Agent shall be such as shall be specified by the Board. Any agreement appointing a Managing Agent shall be terminable by either party, with or without cause and without payment of any termination fee, upon thirty (30) days written notice thereof; and the term of any such agreement may not exceed one year, renewable by agreement of the parties for successive one-year periods. Any Managing Agent may be an independent contractor and not an agent or employee of the Association.

6.2. Powers and Authority of the Association. The Association shall have all the powers set forth in its Articles of Incorporation and its Bylaws, together with its general powers as a nonprofit corporation, and the power to do any and all things which may be authorized, required or permitted to be done by the Association under and by virtue of this Declaration, including the power to levy and collect fines imposed upon Lot Owners by the Board of Directors and assessments as hereinafter provided. Without in any way limiting the generality of the foregoing, the Association shall have the following powers:

a. The Association shall have the power and authority at any time and from time to time and without liability to any Owner for trespass, damage or otherwise, to enter upon any Lot for the purpose of maintaining and repairing such Lot or any improvement thereon if for any reason the Owner fails to maintain and repair such Lot or improvement, or for the purpose of removing any improvement constructed, reconstructed, refinished, altered or maintained upon such Lot in violation of Article VII of this Declaration. The Association shall have the right to close all or any portion of a Common Area to such extent as may be legally sufficient to prevent a dedication thereof or the accrual of any right therein to any person or the public. The Association shall also have the power and authority from time to time in its own name, on its own behalf, or in the name and behalf of any Owner or Owners who consent thereto, to commence and maintain actions and suits to restrain and enjoin any breach or threatened breach of this Declaration or any rules and regulations promulgated by the Board, or to enforce by mandatory injunction or otherwise all of the provisions of this Declaration and such rules and regulations.

b. In fulfilling any of its duties under this Declaration, including its duties for the maintenance, repair, operation or administration of the Common Areas (and exterior repairs of Living Units to the extent necessitated by the failure of the Owners of such Lots) or in exercising any of its rights to construct, maintain and repair improvements or other work upon any of the Common Areas, and provided that any contract for goods or services having a term of more than one (1) year shall state that it may be terminated by either party at the end of the first year or at any time thereafter upon no less than ninety (90) days written notice, the Association shall have the power and authority (i) to pay and discharge any and all liens placed upon any Common Areas on account of any work done or performed by the Association in the fulfillment of any of its obligations and duties of maintenance, repair, operation or administration and (ii) to obtain, contract and pay for, or to otherwise provide for:

i. Construction, maintenance, repair and landscaping of the Common Areas (and exterior repairs of Living Units upon Lots to the extent necessitated by the failure of Owners of such Lots) on such terms and conditions as the Board shall deem appropriate.

ii. Such insurance policies or bonds as the Board may deem appropriate for the protection or benefit of Declarant, the Association, the members of the Board and the Owners;

iii. Such utility services, including (without limitation) water, sewer, trash removal, snow removal, electrical, telephone and gas services, as the Board may from time to time deem desirable;

iv. The services of architects, engineers, attorneys and certified public accountants and such other professional or nonprofessional services as the Board may deem desirable;

v. Fire, police and such other protection services as the Board may deem desirable for the benefit of the Owners or any of the Property; and

vi. Such materials, supplies, furniture, equipment, services and labor as the Board may deem necessary.

c. The Board may delegate by resolution or contract to the Managing Agent any of its powers under this Declaration; provided, however, that the Board cannot delegate to such Managing Agent the power to execute any contract binding on the Association for a sum in excess of Five Thousand Dollars (\$5,000.00), nor the power to sell, convey, mortgage, or encumber any Common Areas.

d. The Board may levy fines against an Owner for any violation committed by the Owner, their guests, tenants, family members, or invitees of the Declaration, By-Laws, or rules and regulations. Fines shall be levied in accordance with a schedule of fines and procedures set forth in a Board resolution. Fines shall be considered assessments and shall be collectable in the same manner as assessments, including the use of liens and foreclosure.

6.3. Association Rules. The Board from time to time and subject to the provisions of this Declaration, may adopt, amend, repeal and enforce rules and regulations governing, among other things: (a) the use of the Common Areas; (b) the use of any roads or utility facilities owned by the Association; (c) the collection and disposal of refuse; (d) the types of animals permitted and the maintenance of permitted animals on the Property; (e) the use of Living Units for business or rental purposes; and (f) other matters concerning the use and enjoyment of the Property and the conduct of residents. The Board may also adopt additional Design Guidelines, in addition to those adopted by the Declarant, for the construction of Living Units; provided, however, that until the earlier of the expiration of ten (10) years from the date on which this Declaration is filed for record in the office of the County Recorder of Wasatch County, or all Units to be located upon the Property and the Additional Property have been sold to third parties, Declarant shall have the unilateral right to amend or modify the Design Guidelines or to reject any additional Design Guidelines proposed by the Board. Rules and Regulations and/or Design Guidelines adopted by the Board may be enforced in accordance with the provisions of Section 7.16.

6.4. Limitation of Liability. No member of the Board acting in good faith shall be personally liable to any Owner, guest, lessee or any other person for any error or omission of the Association, its representatives and employees, the Board, any committee or the Managing Agent.

6.5. Insurance. The Association shall secure and at all times maintain the following insurance coverage:

(a) Policy or policies of fire and casualty insurance, with extended coverage endorsement, for the full insurable replacement value of all improvements comprising a part of the Common Areas. The name of the insured under each such policy shall be in form and substance similar to: "The Cascades at Soldier Hollow Homeowner's Association for the use and benefit of the individual Lot Owners and Mortgagees, as their interests may appear".

(b) A policy or policies insuring the Owners, the Association, and its directors, officers, agents, and employees against any liability incident to the ownership, use or operation of the Common Areas which may arise among themselves, to the public, and to any invitees or tenants of the Property or of the Owners. Limits of liability under such insurance shall be not less than \$500,000 for any one person injured; \$2,000,000 for all persons injured in any one accident; and \$100,000 for property damage resulting from one occurrence. Such policies shall be issued on a comprehensive liability basis and shall provide a cross-liability endorsement pursuant to which the rights of the named insured as between themselves are not prejudiced.

The following additional provisions shall apply with respect to insurance:

(1) In addition to the insurance described above, the Association shall secure and at all times maintain insurance against such risks as are or hereafter may be customarily insured against in connection with developments similar to the Property in construction, nature and use.

(2) All policies shall be written by a company holding a rating of "AA" or better from Best's Insurance Reports.

(3) The Association shall have the authority to adjust losses.

(4) Insurance secured and maintained by the Association shall not be brought into contribution with insurance held by the individual Owners or their mortgagees.

(5) Each policy of insurance obtained by the Association shall, if reasonably possible, provide: a waiver of the insurer's subrogation rights with respect to the Association, the Owner, and their respective directors, officers, agents, employees, invitees, and tenants; that it cannot be cancelled, suspended or invalidated due to the conduct of any particular Owner or Owners; that it cannot be cancelled, suspended or invalidated due to the conduct of the Association or of any director, officer, agent or employee of the Association without a prior written demand that the defect be cured; that any "no other insurance" clause therein shall not apply with respect to insurance held individually by Owners.

6.6. Quorum Requirements. The quorum required for any action by the Members hereunder, unless otherwise specifically set forth in this Declaration, shall be as follows: At the first meeting called the presence of Members or of proxies entitled to cast sixty percent (60%) of all outstanding votes shall constitute a quorum. If a quorum is not present at the first meeting or any subsequent meeting, another meeting may be called at which a quorum shall be one-half of the quorum which was required at the immediately preceding meeting. No such subsequent meeting shall be held more than forty-five (45) days following the immediately preceding meeting.

6.7 Hearings. The following provisions apply whenever a hearing in front of the Board is required by Utah law, this Declaration, the Bylaws, or the rules and regulations:

a. Requesting a Hearing: A request for hearing on a fine must be made in writing within 15 days of the assessment of the fine. A request for hearing on any other issue for which a hearing made be requested must be made within the time required by the Declaration or law.

To request a hearing, an Owner must submit a written request to the Board within the timeframe identified above. The hearing shall, within reason, be conducted at the first Board meeting after the receipt of the request. The Board shall give notice of the date, time, and location of the hearing to the requesting Owner. Notice of the hearing shall be delivered to the requesting Owner and, if necessary, to the complaining Owner by electronic means, USPS first-class mail, postage prepaid, or by hand delivery. No other Owners or parties shall be entitled to notice of the hearing. If the hearing date is unacceptable to the requesting Owner, they may request one continuance of the hearing date. To request a continuance, the requesting Owner shall deliver a written request for continuance to the Association. The request must be received by the Association at least five calendar days prior to the original hearing date. The request must contain a valid cause for continuance. The Board has sole authority to determine what constitutes valid cause. If the board continues the hearing, the continued hearing shall, within reason, take place at the second Board meeting after the receipt of the original request for hearing. Failure by a requesting Owner to appear at a hearing or continued hearing shall result in a waiver of the requesting Owner's right to hearing and the enforcement action shall be deemed uncontested.

b. Hearing Procedures/Decision: The hearing shall be conducted by one to three Board members or hearing officers appointed by the Board. The requesting Owner shall be given 15 minutes to dispute the issue for which the hearing was requested. The requesting Owner may present documentation or witnesses to dispute the issue. The Board or hearing officers may question the requesting Owner or witnesses during the hearing. If the request for hearing is based on the complaint of neighboring Owners, the Board or hearing officers shall interview or review written statements from the neighboring Owners during the hearing. After hearing the requesting Owner's position and evidence, the Board or hearing officers may either render its decision at the hearing or take the evidence and argument under advisement. If the Board takes the evidence under advisement, they shall render a final decision by the next scheduled regular Board meeting. If the hearing is conducted by a hearing officer or hearing officers, the officers shall take the evidence under advisement, then shall report their findings to the Board, who shall render a final decision at the next scheduled regular Board meeting. If any member of the Board is present at the hearing, the member or members present may make a final determination at the hearing or may take the matter under advisement. Once a decision is rendered, the Board shall give written notice of their decision to the requesting Owner.

VII. USE RESTRICTIONS

7.1. Use of Common Area. The Common Areas shall be used only in a manner consistent with their community nature and with the use restrictions applicable to Lots and Living Units.

7.2. Use of Lots and Living Units. All Lots are intended to be improved with Living Units and are restricted to such use. No gainful occupation, profession, trade or other non-residential use shall be conducted on any Lot or Living Unit; provided, however nothing herein shall preclude the use of a home office. Each Living Unit shall be used only as a single-family residence. No Lot or Living Unit shall be used, occupied, or altered in violation of law, so as to jeopardize the support of any other Living Unit, so as to create a nuisance or interfere with the rights of any Owner, or in a way which would result in an increase in the cost of any insurance covering the Common Areas.

7.3. Building Features and Materials. See Exhibit B—Design Guidelines.

The location of all buildings, and each building's design, features and materials must be consistent and in accordance with the Design Guidelines in effect on the date the Lot Owner submits his plans to the Design Review Committee. The Design Guidelines may be amended from time to time by the Board of Trustees. Reference must be made to the current Design Guidelines for additional requirements and conditions for the design and construction of Living Units.

(a) Building Location. Each building (including Living Unit) shall be located such that:

(i) Subject to the provisions of this subparagraphs (a) (i) providing for “Minimum Approved Setback Requirements” (as defined below) and (a) (iii) below providing a procedure for a variance, all buildings shall be located upon a Lot solely within the Minimum Approved Setback Requirements, regardless of the designation of a Building Pad or setbacks as shown on the Plat, and oriented as may be required by or consented to by the Design Review Committee in accordance with the provisions of Article VIII. Notwithstanding the designation of a Building Pad and/or setbacks for a Lot upon the Plat, the Declarant has determined that setbacks established upon the Plat may be disregarded as long as the following “Minimum Approved Setback Requirements” are complied with by Owners for Lots as follows: (a) except for the designated Lots as provided in (c) below, for Lots with areas of .5 acres or larger, a front yard setback of 40 feet, a rear yard setback of 40 feet and side yard setbacks of 20 feet each; (b) for Lot 2 and Lots with areas of less than .5 acres, a front yard setback of 40 feet, rear yard setback of 30 feet and side yard setbacks of 15 feet each; and (c) for the following Lots, namely Lots 1, 5, 15, 16, 21, 22, 34 and 45, a front yard setback of 40 feet, a rear yard setback of 30 feet and side yard setbacks of 20 feet each.

(ii) For the purposes of this covenant, steps and open porches shall be considered as a part of a building, and same may not extend beyond the Building Pad or the area of any setback.

(iii) Notwithstanding the provisions of subparagraph (a) (i) above, the Design Review Committee shall have the authority, at the request of the Owner of any Lot and based upon a showing of good cause, to grant a variance to the “Minimum Approved Setback Requirements” as specified in subparagraph (a) (i), to modify one or more of the Minimum Approved Setback Requirements for such Lot (regardless of what is shown on the Plat), provided the Design Review Committee determines in its discretion that: (x) the existing requirements would create an unreasonable hardship or burden on an Owner or a change of circumstances since the recordation of the Plat and this Declaration has rendered such restriction obsolete; and (y) the activity permitted under the variance will not have any substantial adverse effect on other Owners and is not inconsistent with the intent to create open spaces and views between Living Units. Any variance granted by the Design Review Committee shall be evidenced in writing signed by a representative of such Design Review Committee. The grant of any variance as to any Lot as provided in this subparagraph (iii) shall not constitute a waiver of the requirements of subparagraph (a) (i) above and does not affect the ability of the Design Review Committee to withhold its approval of any similar request subsequently made.

(iv) Nothing in this subparagraph (a) shall be construed as permission for any Owner to violate the setback requirements of any governmental entity having jurisdiction over the Property.

(b) Size limitation and Height of Living Unit. The Living Unit to be constructed upon each Lot shall be limited in the size of its total footprint (measured by the outer boundaries of the Living Unit including garage) and the maximum and minimum square footage of the Living Unit, according to the requirements of Exhibit “A” attached hereto. The square footage requirements for maximum and minimum square footages of the Living Unit shall be exclusive of the square footage contained within garages. The maximum height of any feature upon any Living Unit shall not exceed thirty five (35) feet or such lower height required by applicable building codes. Any deviation in size requirements as set forth on Exhibit “A” must be approved in writing by the Design Review Committee prior to any construction.

(c) Garages. Garages must be fully enclosed and located within the Building Pad, accommodate a minimum of two cars and be equipped with an automatic garage door opener. Carports are not permitted within the Subdivision.

(d) Exterior Building Wall Materials. See Exhibit B—Design Guidelines

(e) Roof, Soffit and Facia. See Exhibit B—Design Guidelines

(f) Windows. See Exhibit B—Design Guidelines

(g) Accessory Structures. Patio structures, trellises, sunshades, gazebos and any other appurtenant buildings shall be located solely within the Building Pad, shall be constructed of materials consistent with the colors, textures and materials approved for the dwelling and shall be integral to the architecture of the Living Unit. All such appurtenant buildings shall be subject to the approval of the Design Review Committee before their construction and/or installation.

(h) Chimneys. Chimneys of approved exterior materials may not exceed the height required by appropriate governmental agencies. Exposed metal flues are not acceptable; all chimneys shall be covered with a hood to hide the flue system.

(i) Mailboxes. See Exhibit B—Design Guidelines

(j) Fences and Walls. No fencing shall be permitted upon any Lot, with the following exceptions. In the event that any Owner installs any swimming pool or similar improvement upon a Lot, the same shall be fenced according to applicable building and safety codes and such fencing materials shall be limited to wrought iron of natural colors approved by the Design Review Committee. All permitted fences on a Lot shall be maintained by Owners and the same shall not be permitted to go into disrepair.

(k) Paving. Driveways and other paved areas, including their location, are part of the design review process and are subject to review and approval by Design Review Committee. Driveway and other flat paved areas generally may be composed of concrete, exposed aggregate concrete, stamped concrete, quarry tile, brick or paving blocks. Gravel areas and driveways are not permitted. Asphalt driveways may be approved based upon particular circumstances and extraordinary needs, all such asphalt driveways to be approved by the Design Review Committee.

(l) Solar Equipment. Solar panels are to be integrated into roof design. Panels and frames must be copper or compatible with roof colors and all equipment must be screened from view.

(m) Antennas. All antennas are restricted to the attic or interior of the residence. Satellite dish antennas shall be allowed provided they are screened from view and their location is approved in advance by the Design Review Committee. Satellite dish antennas shall not be permitted on roofs.

(n) Skylights. Skylights are to be designed as an integral part of the roof. Skylight glazing may not be reflective. Skylight framing shall be colored to match adjacent roofing materials.

(o) Pools, Spas, Fountains, Gamecourts, Etc. Pools, spas, fountains, gamecourts, children's play sets, etc. shall be approved by the Design Review Committee and shall be located to avoid impacting adjacent properties with light or sound. No gamecourt shall be located in front

or side yards. Pool heaters and pumps must be screened from view and sound insulated from neighboring houses. Children's play sets shall not exceed ten (10) feet in height. Nothing herein shall be construed as permitting the construction of skateboard areas and/or ramps, which structures shall be prohibited.

(p) Sheet Metal, Flashing and Vents. All sheet metal, flashing, vents and pipes must be colored to match the material to which they are attached or from which they project, with the exception of copper.

(q) Mechanical Equipment. All air conditioning, heating equipment, and soft water tanks must be screened from view and insulated for sound attenuation. Air conditioning units are not permitted on roofs or through windows unless screened from view and approved by the Design Review Committee. Swamp coolers are not permitted.

(r) Gas and Electric Meters. Meter locations are to be designed into the architecture of the dwelling and screened from view.

(s) Exterior Lighting. It is intended that the Property and Lots be lighted adequately for safety and security. It is also desirable that each Lot have landscape lighting that subtly highlights landscaping rather than buildings. Bright, uncontrolled lighting that impacts adjacent residences or obscures the night sky is to be avoided. Consistent with these objectives, Owners of a Lot shall be permitted to utilize accent and spot lights on the Living Unit located upon such Lot as long as the same utilize the "dark sky" concept and are downward reflecting.

(t) Landscape Site Preparation Guidelines. All demolition, clearing, grubbing, stripping of soil, excavation, compaction, and grading must be performed within the confines of a Lot.

(u) Site Grading and Drainage. Wasatch County and other applicable governmental agencies require that each Lot Owner retain on his own Lot, water runoff in accordance with the approved grading and drainage plan submitted by the Declarant in connection with its application for subdivision approval. CAUTION: each Owner shall be solely responsible for any and all drainage requirements necessitated by construction of such Owner's Living Unit or any damage or loss occasioned by water runoff.

(v) City and Other Approval. Approval of any improvements by the Design Review Committee does not waive the requirement for any other required public agency review or permit approval process. By approving plans, the Design Review Committee takes no responsibility for plan conformity to any other criteria other than the requirements of this Declaration and any Design Guidelines.

(w) Metal Awnings. Metal awnings, metal "lean-tos", or metal patio covers shall not be permitted on any Lot.

7.4. Landscaping and Common Area Improvements. (a) Except for the construction of a Living Unit which is approved in accordance with the procedures set forth in Article VIII, each Owner shall be restricted from removing or modifying trees (4 inches in caliper or larger) which are located upon and naturally grow upon such Owner's Lot, unless the same shall be dead or dying. Each such Owner shall be responsible at his own cost and expense to maintain and water all such trees, including any which Declarant may have installed upon such Lot during development of the Subdivision or which are installed by Owner (or predecessor) after approval by the Design Review Committee in accordance with the requirements of Section 8.2. All trees, shrubs and other vegetation (excluding annuals) to be installed to the front of any Living Unit or the side yard of any Lot abutting a street shall be approved by the Design Review Committee prior to installation. The addition to, modification of, or removal of trees and other

approved vegetation (including removal of the same because of death which is not thereafter replaced by substitute approved vegetation) without the prior approval of the Design Review Committee shall be deemed a violation of the requirements of Owner to maintain the same and the Design Review Committee shall have the right to require Owner to restore such area to its prior approved condition at the sole cost of Owner. In the event Owner fails to restore such area as required herein, the Association shall have the right to restore the same and the cost of such restoration together with administrative expenses equal to ten percent (10%) of such costs, shall be added to and become part of the Reimbursement Assessment (as set forth in Section 5.5) to which such Lot is subject. The provisions of this Section relating to the removal of trees and shrubs shall not be applicable or binding upon Declarant with respect to the initial clearing, grading and landscaping of the Property including the development of Common Areas and the installations of utilities serving the Subdivision.

7.5. Parking and Recreational Vehicles. No large trucks and commercial vehicles belonging to Owners, guests, or other residents of the Property shall be parked within the Development, except temporary parking not to exceed 24 hours. No boats, travel trailers, equipment trailers, snowmobiles, all terrain vehicles, wheeled or tracked vehicle, motor or recreational vehicle shall be parked within the Development, unless in a fully enclosed garage. All motorcycles, cars, and passenger trucks belonging to Owners, guests, or other residents of the Development must be parked either completely on the Owner's driveway or in a fully enclosed garage except for temporary parking not to exceed 24 hours for any such vehicle. Owners may apply for a specific variance for short-term guests by submitting to the Association the make, model, and license plate numbers of such vehicles.

7.6. Pets. No animals other than household pets (not exceeding two in number of dogs and/or cats) shall be kept or allowed on any Lot, in any Living Unit, or within any part of the Common Areas. Whenever a pet is allowed to leave a Lot, it shall be kept on a leash or in a cage. No animals may be bred for commercial purposes. No pets shall be allowed to make an unreasonable amount of noise or otherwise become a nuisance. The exterior structure for the care, housing or confinement of any such pets shall be maintained by Owner and approved by the Design Review Committee. Any Owner or other resident within the Development who violates this Section shall be subject to such penalties or fines as the Board by resolution or as regulation may provide.

7.7. Common Areas. The Common Areas of the Development shall be improved and used only for the following purposes:

- a. Pedestrian and bicycle access to and from and movement within the Development; provided, nothing herein shall preclude the use of Trails by members of the public.
- b. Recreational use by Owners and occupants of Living Units and their guests.
- c. Beautification of the Development.
- d. Privacy for the Owners and occupants of Living Units.
- e. Such other uses as shall be determined from time to time by the Board for the benefit of members of the Association, following consultation with the Design Review Committee.

7.8. Insurance. No use shall be made of any Living Unit which shall cause the improvements within the Development or any part thereof to be uninsurable against loss by fire or other perils included in insurance contracts, or cause such insurance to be cancelled or suspended, or cause any company issuing such insurance to refuse renewal thereof. Each Owner shall be responsible for securing insurance presently known as homeowners special form coverage (Form 3, or better). An Owner may be required to obtain flood insurance as a condition to obtaining any financing covering any improvements upon a Lot.

7.9. Machinery and Equipment. No machinery or equipment of any kind shall be placed, used, operated or maintained in or adjacent to any Lot except such machinery or equipment as is usual and customary in connection with the use, maintenance or construction of a Living Unit or appurtenant structures.

7.10. Maintenance and Repair. No Living Unit, building, structure (including interiors thereof), or landscaping upon any Lot shall be permitted to fall into disrepair and, subject to the requirements herein as to approval by the Design Review Committee, each such building, structure, or landscaping at all times shall be kept in good condition and as appropriate, adequately painted or otherwise finished by its Owner. Such obligation shall extend, but shall not be limited to, the painting, repair, replacement and care of roofs, gutters, downspouts, and exterior building surfaces.

7.11. Nuisances. No rubbish or debris of any kind shall be placed or permitted by an Owner upon or adjacent to any Lots, so as to render such Lot or portion thereof unsanitary, unsightly, offensive, or detrimental to other Owners. No Living Unit or Lot shall be used in such manner as to obstruct or interfere with the enjoyment of occupants of other Living Units or Lots. Without any of the foregoing, no exterior speakers, horns, whistles, bells or other sound devices (except security devices used exclusively for security purposes) shall be located or placed on Lots or in Living Units. Additionally, prior to construction of a Living Unit upon any Lot, the Lot Owner is required to keep the Lot clear of all debris and keep any vegetation on his Lot to a height of less than 12 inches. If an Owner fails to maintain his Living Unit or Lot to these standards, then after a 14 day notice, the Association shall have the right to contract for the necessary clean up and maintenance and the cost of such work together with administrative expenses equal to ten percent (10%) of such costs, shall be added to and become part of the Reimbursement Assessment (as set forth in Section 5.6) to which such Lot is subject.

7.12. Right of Entry. During reasonable hours, any member of the Design Review Committee or any member of the Board, or any officer or authorized representative of any of them, shall have the right to enter upon and inspect any Lot, and the improvements thereof, to ascertain whether or not the provisions of this Declaration and the rules and regulations of the Board or of the Association have been or are being complied with.

7.13. Signs. No signs whatsoever (including, without limitation, political signs) shall be erected or maintained on any Lot, except:

- a. Such signs as may be required be legal proceedings.
- b. Construction identification signs, placed and maintained only during construction of a Living Unit, not exceeding four feet wide and four feet high, for each Living Unit.
- c. A "For Sale" or "For Rent" sign, to the extent permitted by the Board.
- d. Political Signs not exceeding 24 by 36 inches in size, further provided that such signs may be displayed only for a period of 45 days before a primary or general election through a date one day after each such election, as applicable.

7.14. Trash Containers and Collection. All garbage and trash shall be placed and kept in covered containers of a type and style which shall be approved by the Design Review Committee. Insofar as possible, such containers shall be maintained as not to be visible from neighboring Lots except to make them available for collection and then only for the shortest time necessary to effect such collection.

7.15. Toxic Materials. No Owner shall store, use, manufacture, process, distribute, treat,

transport, handle, emit, dispose of, discharge or release any Toxic Materials at or from the Development or any portion thereof in violation of any Environmental Laws.

7.16. Enforcement of Land Use Restrictions. The following persons shall have the right to exercise or seek any remedy at law or in equity to enforce strict compliance with this Declaration:

- a. Declarant, so long as it has any interest in any of the Property;
- b. Any Owner; or
- c. The Association.

The prevailing party in an action for the enforcement of any provisions of this Declaration shall be entitled to collect court costs and reasonable attorney's fees.

7.17. Exception for Declarant. Notwithstanding the restrictions contained in this Article VII, for the seven (7) years following the date on which this Declaration is filed for record in the office of the County Recorder of Wasatch County, Utah, Declarant shall have the right to use any Lot or Living Unit owned by it, and any part of the Common Areas reasonably necessary or appropriate, in furtherance of any construction, marketing, sales, management, promotional, or other activities designed to accomplish or facilitate improvement of the Common Areas or improvement and/or sale of all Lots owned by the Declarant.

VIII. DESIGN CONTROL

8.1. Design Review Committee. The Board of Trustees of the Association shall appoint a minimum of a three-member Committee, the function of which shall be to insure that all improvements and landscaping within the property harmonize with existing surroundings and structures. The Committee need not be composed of Owners. If such a Committee is not appointed, the Board itself shall perform the duties required of the Committee. The Committee may also approve of general contractors who may perform construction work within the property, provided that the Declarant delegates such right to the Committee in accordance with the requirements of Section 8.11 herein below.

8.2. Submission to Committee. No Living Unit, accessory building or structure or addition to a Living Unit and no landscape additions and changes shall be constructed or maintained, and no alteration, repainting, or refurbishing of the exterior of any Living Unit, nor of any court enclosure, except as herein otherwise mentioned, shall be performed, unless complete plans and specifications therefore have first been submitted to and approved by the Committee and the Declarant or Committee has received notice of the identity of the Contractor and all required fees and deposits listed in Section 8.5 below are received by the Association. All such plans and specifications shall be consistent at the time of submission with the Design Guidelines and/or the Design Guidelines which shall be from time to time adopted by the Board of Trustees. Failure to comply with this requirement will be considered a continuing repeating violation and will, unless otherwise stated in a fine schedule approved by the Board, result in a fine of \$100.00 per day being assessed and immediately due. The fine shall be assessed if the violation is not cured within 48 hours of the first violation notice or the minimum timeframe allowed by law, whichever is shorter. If a shorter timeframe is allowed by law, the Board may adopt by rule. If the Compliance Deposit has been paid, the fines will be deducted from the Compliance Deposit until the violation is corrected or approval is received from the Design Review Committee. If there is no Compliance Deposit paid or the Compliance Deposit is exhausted, all fines are immediately due. The amount of this fine may be changed by a resolution approved by the Board of Trustees

8.3. Standard. In deciding whether to approve or disapprove plans and specifications submitted to it, the Committee shall use its best judgment to insure that all improvements, construction,

landscaping and alterations on Living Units within the Property conform to and harmonize with the Architectural Design Guidelines, existing surroundings and structures and that such proposed improvements enhance the value and aesthetics of the Project.

8.4. Approval Procedure. The Owner's plans, specifications, and the forms as provided by the Committee and outlined in the Architectural Design Guidelines shall be submitted either as a PDF file or if printed, in duplicate along with a \$1000 Review Deposit (made payable to the Association). This Review Deposit is to pay outside consultants or vendors for review assistance in the plan review and the amount may be changed by a resolution by the Board of Trustees. If actual outside expenses exceed the \$1000, the Owner will be responsible to pay the overage. A preliminary review of design drawings will be required with a final review to be made of working drawings.

(a) All plans and specifications shall be approved or disapproved by the Committee in writing or email within thirty (30) days after submission of the completed items outlined in the Architectural Design Guidelines (for example: completed plans, specifications, sample boards, forms provided by the Committee, Deposits, etc). In the event the Committee fails to take any action within such period it shall be deemed to have approved the material submitted.

(b) The Committee, at its discretion, may elect to accept as a partial submission for the Owner's dwelling and outbuildings all items and deposits described in the Architectural Design Guidelines except for the dwelling's and outbuilding's materials and the color choices of all materials, and the Living Unit's landscaping plans, and approve or reject the Owner's dwelling and buildings plans and specifications, while deferring consideration for of the unsubmitted items. This partial submission acceptance must be acknowledged to the Owner by the Committee by means of letter or email. The Owner must receive approval from the Committee of any deferred considerations prior to any construction or installation of the dwelling's and outbuilding and the landscaping.

(i) This partial acceptance does not release the Owner from submitting and receiving the Committee's approval of the dwelling's materials and the color choices of all materials, and the Lot's landscaping plan as described in the Architectural Design Guidelines.

(ii) All plans and specifications for the materials and the color choices of all materials on the dwelling or outbuildings, and the Lot's landscaping plan shall be approved or disapproved by the Committee in writing or email within thirty (30) days after submission of the complete plans, specifications, sample boards, and forms provided by the Committee as described in the Architectural Design Guidelines. In the event the Committee fails to take any action within such period it shall be deemed to have approved the plans and material submitted.

8.5. Fees and Deposits.

(a) Except for the use of an Approved Contractor/Preferred Builder as defined in Section 8.11, the Design Review Committee shall require that an Owner pay a non-refundable Contractor Oversight Fee in the amount of \$5,000.00, in favor of the Association, as a condition to approving any proposed work or improvement. No person shall commence any work or improvement until this non-refundable Contractor Oversight Fee is received by the Association. The fee paid under this Section 8.5 (a) is non-refundable and is intended to assure (a) the proper clean-up of dirt and debris and the repair of any damage to the landscaping, streets or other property within the Subdivision, caused by Owner or his agents in the construction of improvements; (b) compliance with the requirements of this Declaration; (c) the encouragement and support for builders to create a long term relationship with the association; and (d) pay the

costs associated with the Association's monitoring of the construction of improvements and work as well as compliance with the plans, elevations, building site placement, materials selections, and landscaping approved by the Design Review Committee; and to be used by the Association as determined by the Board of Trustees.

(b) The Design Review Committee shall also require that an Owner, whether or not an Approved Contractor is retained, pay a Compliance Deposit as a cash deposit in favor of the Association and held by the Association, in the amount of \$5,000.00, as a condition to approving the construction of a Living Unit and any proposed work or improvement in relationship thereto. The amount of this Compliance Deposit may be changed by a resolution of the Board of Trustees. No person shall commence any work or improvement until this security deposit has been paid to the Association. The unused balance of this Compliance Deposit made under this Section 8.5 (b) is refundable and is intended: (a) to ensure the proper clean-up of dirt and debris and the repair of any damage to the landscaping, trails, streets or other property within the Subdivision, caused by Owner or his agents in the construction of the Living Unit, accessory building, structure, or addition to a Living Unit and the installation of landscaping; and (b) to ensure the installation of the landscaping according to the requirements of Section 8.7 below, and (c) to ensure that the construction of the Living Unit, accessory building, structure, or addition to a Living Unit and the installation of landscaping is completed according to the plans, elevations, placement, and materials selections approved by the Design Review Committee. Any fines or costs deemed necessary by the Board of Trustees related to the compliance to the requirements of this section or to bring Owner's Living Unit or Lot into compliance with the requirements of Section 8.7 below, will be deducted from this cash security deposit. If the Compliance Deposit is exhausted, all future costs are immediately due and payable.

(c) The Design Review Committee shall also require that an Owner pay a \$1000.00 Review Deposit with the submission of the Owner's plans, specifications, forms, and other materials as provided by Architectural Design Guidelines. The amount of this Review Deposit may be changed by a resolution of the Board of Trustees. The Review Deposit will be used to cover the cost of all vendors (architects, designers, engineers, administrators, etc) with whom the Design Review Committee contracts to gather, review and or consult on the plans and specifications submitted as part of the design review process. The Owner agrees to promptly pay any amount that exceeds the Review Deposit. If the actual review costs are less than the Review Deposit, the Association will return the balance of the Review Deposit to the Owner. No person shall commence any work or improvement until all such costs over and above the Review Deposit are received by the Association and the Association may deduct any costs from the Compliance Deposit. In addition, the following Design Review Change Fee (made payable to the Association) is required for changes submitted after initial construction and landscaping: \$50.00 for each separate submittal of architectural, landscaping, and/or lighting drawings; provided that if any of the foregoing plans are submitted together, all plans submitted at the same time shall be considered one submittal. The amount of this Design Review Change Deposit may be changed by a resolution of the Board of Trustees.

8.6. **Address for Submittal.** Plans, specifications, forms, and other materials as outlined in the Architectural Design Guidelines including any fees or deposits for the construction and installation of any and all improvements within THE CASCADES AT SOLDIER HOLLOW shall be submitted and approved by the Design Review Committee (prior to submittal to any required governmental agency) at the following address:

THE CASCADES AT SOLDIER HOLLOW HOA
1049 Eden Prairie Way
Midway, Utah 84094
or

cascadesdrc@gmail.com

The Board of Trustees of THE CASCADES AT SOLDIER HOLLOW Homeowners' Association has the authority to change the address or the format for the submittal of plans, forms and specifications.

8.7. Construction.

(a) Once begun, any improvements, construction, landscaping, or alterations approved by the Committee shall be diligently prosecuted to completion:

(i) The exterior construction of all structures on any Lot shall be completed within a period of one (1) year following commencement of construction.

(ii) All construction activities shall be limited to periods between 7:00 a.m. and 7:00 p.m. Monday through Friday and 8:00 a.m. and 6:00 p.m. Saturday. No construction activities are allowed on Sundays. These hours may be adjusted by a resolution by the Board of Trustees.

(iii) The front, side and back yards of each Lot shall be landscaped within a period of up to four (4) months following completion of the exterior of the structure or occupancy of the Living Unit whichever is first; provided, however, that if completion of or occupancy of a Living Unit occurs between September and March and weather conditions preclude the installation of landscaping, such landscaping shall be completed not later than July 1 following the September through March timeframe.

(iv) As described in Article 8.3 above, no construction shall begin without receiving approval on elevations, building site placement, and materials and color selections from the Design Review Committee. No changes or modifications or substitutions shall be made to the elevations, building site placement, designs, and materials selections approved by the Design Review Committee without first receiving written approval of the Design Review Committee. Failure to comply with this requirement will be considered an ongoing repeating violation and will, unless otherwise stated in a fine schedule approved by the Board, result in a fine of \$100.00 per day being assessed. The fine shall be assessed if the violation is not cured by receiving the appropriate approvals within 48 hours of notice or the minimum timeframe allowed by law, whichever is shorter. If a shorter timeframe is allowed by law, the Board may adopt this by rule. If the Compliance Deposit has been paid, the fines will be deducted from the Compliance Deposit until the violation is corrected or approval is received from the Design Review Committee. If there is no Compliance Deposit paid or the Compliance Deposit is exhausted, all fines are immediately due. The amount of this fine may be changed by a resolution approved by the Board of Trustees.

(v) Comply with any and all construction guidelines and rules as outlined in the current Design Guidelines.

(b) Owners and builders shall clean up all trash and debris on the construction site at the end of each day. Trash and debris shall be placed in containers. Trash and debris shall be removed from each construction site at least once a week to a dumping location off-site of the Development. Lightweight material, packaging and other items shall be covered or weighted down to prevent wind from blowing such materials of the construction site. Owners and builders are prohibited from dumping, burying or burning trash anywhere on the Lot. During the construction period, each construction site shall be kept neat and trash containers and debris

shall be promptly removed from public or private roads, open spaces and driveways. Failure to follow such guidelines will result in fines as per the current fine schedule approved by the Board of Trustees. These fines will be deducted from the Compliance Deposit or if the Compliance Deposit is fully exhausted then these fines will become immediately due and payable.

(c) Each property owner and builder shall be responsible for providing adequate sanitary facilities for his construction personnel. Portable toilets or similar temporary toilet facilities shall be located only on the site itself or in areas approved by the Design Review Committee.

(d) Construction crews shall not park on, or otherwise use for storing construction materials, excess fill, trash containers, other lots or any open space. All construction vehicles and machinery shall be parked only in areas designated by the Design Review Committee.

8.8. Liability for Damages. The Committee shall not be held liable for damages by reason of any action, inaction, approval, or disapproval by it with respect to any request made pursuant to this Article VIII.

8.9. Exception for Declarant. The foregoing provisions of this Article VIII shall not apply to any improvement, construction, landscaping, or alteration which is carried out by Declarant on any Lot or on any part of the Common Areas and which occurs at any time during the seven (7) year period following the date on which this Declaration is filed for record in the office of the County Recorder of Wasatch County, Utah.

8.10. Declarant's Obligation. Declarant hereby covenants in favor of each Owner that all Living Units erected by it and all improvements of the Common Areas accomplished by it in the Development (i) shall be architecturally compatible with respect to one another; and (ii) that on or before seven (7) years from the date on which this Declaration is filed for record in the office of the County Recorder of Wasatch County, Utah, there shall be substantially completed and usable all Common Areas of the Subdivision, all approximately in the locations shown on the Plat.

8.11. Approval of Contractor. In order to provide better assurances that the provisions of this Declaration will be carried out during the construction and improvement of Lots, Declarant has reserved the right to approve the identity of those individuals and/or companies who may act as a general contractor on behalf of an Owner in the construction of a Living Unit or other structures to be located upon a Lot within the Subdivision, all in accordance with the terms herein contained. Declarant may delegate the right to approve such contractors on a lot by lot basis to the Design Review Committee. The Declarant, or if applicable, the Design Review Committee, shall maintain a list of Approved Contractors/Preferred Builders.

Each Owner covenants and agrees by accepting title to a Lot, that such Owner shall use only an approved general contractor, approved by Declarant or the Design Review Committee as provided herein (an "Approved Contractor/Preferred Builder") as Owner's contractor for the construction of a Living Unit and related improvements upon a Lot located within the Subdivision, each such Living Unit to be constructed according to the wishes and desires of Owner, subject only to the requirements of this Declaration and applicable governmental requirements. In the event that Owner is unable to obtain the approval of Declarant or the Design Review Committee, as applicable, for Owner's contractor, Owner may nevertheless be permitted to use the services of such general contractor upon the payment of a non-refundable Contractor Oversight Fee to the Association, as provided in Section 8.5 (a) which amount hereof may be used by the Association.

Article IX Blank

X. MISCELLANEOUS

10.1. Notices. Any notice required or permitted to be given to any Owner or Member under the provisions of this Declaration shall be deemed to have been properly furnished if mailed, postage prepaid, to the person who appears as a Member or Owner, at the latest address for such person appearing in the records of the Association at the time of mailing.

10.2. Amendment. Subject to the provisions of Section 2 of Article VIII of this Declaration any amendment hereto shall require (i) the affirmative vote of at least two-thirds (2/3) of all membership votes, which Members present in person or represent by proxy are entitled to cast at a meeting duly called for such purpose; and so long as the Class B membership exists, (ii) the written consent of the Declarant. Written notice setting forth the purpose of the meeting and the substance of the amendment proposed shall be sent to all Members at least ten (10) but not more than thirty (30) days prior to the meeting date. The quorum required for any such meeting shall be as follows: At the first meeting called the presence of Members or of proxies entitled to cast sixty percent (60%) of all votes shall constitute a quorum. If the quorum is not present at the first meeting or any subsequent meeting, another meeting may be called (subject to the notice requirement set forth in the foregoing portion of this Section 3), at which a quorum shall be one-half (1/2) of the quorum which was required at the immediately preceding meeting. No such subsequent meeting shall be held more than forty-five (45) days following the immediately preceding meeting. Any amendment authorized pursuant to this Section shall be accomplished through the recordation of an instrument executed by the President or Vice President of the Association, and by the Declarant if the Class B Membership then exists. In such instrument the President or Vice President of the Association shall certify that the vote required by this Section for amendment has occurred.

10.3. Consent in Lieu of Voting. In any case in which this Declaration requires for authorization or approval of a transaction the assent or affirmative vote of a stated percentage of the votes present or represented at a meeting, such requirement may be fully satisfied by obtaining, with or without a meeting, consents in writing to such transaction from Members entitled to cast at least the stated percentage of all membership votes outstanding in connection with the Class of membership considered. The following additional provisions shall govern any application of this Section 10.3:

(a) All necessary consents must be obtained prior to the expiration of ninety (90) days after the first consent is given by any Member.

(b) The total number of votes required for authorization or approval under this Section 10.3 shall be determined as of the date on which the last consent is signed.

(c) Except as provided in the following sentence, any change in ownership of a Lot which occurs after consent has been obtained from the Owner thereof shall not be considered or taken into account for any purpose. A change in ownership which would otherwise result in an increase in the total number of Class A votes outstanding shall, however, be effective in that regard and shall entitle the new Owner to give or withhold his consent.

(d) Unless the consent of all Members whose memberships are appurtenant to the same Lot are secured, the consent of none of such Members shall be effective.

10.4 Leases. "Lease" means granting the right to use or occupy a Living Unit to a non-owner while no Owner occupies the Living Unit as their primary residence. If the Association restricts the number of rentals, the restriction on the number of rentals shall not include the following classes of Owners: (1) an Owner in the military for the period of the Owner's deployment; (2) a Living Unit occupied by the Owner's parents, child, or sibling; (3) an Owner who occupies the Living Unit as their primary residence and whose employer has relocated the Owner for no less than two years; (4) a Living Unit

owned by a trust or other entity created for estate planning purposes if the trust or other estate planning entity was created for the estate of a current occupant of the Living Unit or the parent, child, or sibling of the current occupant of the Living Unit . Except as described below, Living Unit owned by business entities shall be considered leased regardless of who occupies the Living Unit . A Living Unit shall not be considered leased if owned by a business entity formed as an estate planning instrument, if the Living Unit is occupied by the grantor or beneficiary of the estate planning mechanism. Leasing of Living Unit shall be subject to the following restrictions:

(a) Living Unit may be rented only to a single family as defined in the current statutes of Midway City. Dormitory, hostel, hotel, roommate, nightly rentals are strictly prohibited. Additionally, subletting is prohibited.

(b) All leases and lessees shall be subject to the provisions of the Declaration, Bylaws, and rules and regulations ("Project Documents"). Any Owner who leases their Living Unit shall be responsible for assuring the occupants' compliance with the Association Documents.

(c) Initial Lease Term. The minimum initial lease term shall be six months. Any lease for less than an initial term of six months will be considered nightly and is prohibited. Any lease to a business entity shall be considered a nightly rental and is prohibited. Any time a new set of occupants lease the Living Unit , they shall be subject to the minimum initial lease term.

(d) Convicted Criminals/Background Checks. Living Unit may not be leased to felons or registered sex offenders. Prior to leasing a Living Unit , Owners shall perform a criminal background and sex offender registry search. Owners shall provide the Board with a self-authenticating declaration affirming, under penalty of perjury, that the Owner has performed a criminal background check on all persons occupying a leased Living Unit or, that none of the applicants are known felons or registered sex-offenders, and that Owner is not knowingly leasing the Unit to any known felons or persons listed on the sex-offender registry.

(e) Lease Agreements - Required Terms. All Owners shall use and provide the Board with a copy of a written lease agreement. All lease agreements shall contain terms subjecting the occupant to the terms, conditions, and restrictions of the Project Documents, as amended from time to time. Additionally, lease agreements shall have a prohibition against subletting. Owners shall provide the Association with a copy of the lease agreement and contact information for the tenants. The Owner shall provide the tenant with a copy of the Project Documents. In the event the Project Documents are amended, revised, changed, or supplemented by the Association, the Owner shall provide the tenant with a copy of the amendments, revisions, changes, or supplements within 10 calendar days of adoption by the Association, its Board, or its membership.

(f) Violations of Rental Restrictions. If an Owner fails to submit the required application, fails to use and submit a copy of a written lease agreement with the required terms, and leases their Living Unit, or leases their Living Unit without Board approval, the Board may assess fines against the Owner and the Living Unit in an amount to be determined by the Board. This will be considered an ongoing, continuing violation for the duration of the violation, so notice of violation will only be given once and each additional day the violation continues will be considered a continuing violation subject to a daily fine as outlined in the current fine schedule approved by the Board. Regardless of whether any fines have been imposed, the Board may seek any available legal or equitable remedies, including but not limited to, an action to terminate the lease agreement and evict the occupant(s).

(g) Failure to Take Legal Action. Failure by an Owner to take legal action against an occupant who is in violation of the Association Documents within 10 days after delivery of written demand

to so do from the Board, shall entitle the Association to take any and all action for and in behalf of said Owner including, the institution of legal proceedings on behalf of such Owner against his or her occupant for eviction, injunctive relief, or damages. Neither the Association nor its agents shall be liable to the Owner or occupant for any legal action commenced under this paragraph that is made in good faith. The Owner hereby appoints the Board as his or her attorney in fact to take any action authorized by this provision as if the Owner was performing it.

(h) Recovery of Costs and Attorney Fees; Owner Liable. The Association shall be entitled to recover from the offending Owner its costs and attorney's fees incurred for enforcement of this Section, regardless of whether any lawsuit or other action is commenced. The Association may assess such costs and attorney's fees against the Owner and the Lot and/or Living Unit as an assessment pursuant to this Declaration. Additionally, the Owner shall be liable for all fines, assessments, or other penalties levied due to violations of their tenant. The Owner shall be personally liable for any violations caused by their tenant. Any assessments, fines or penalties levied under this Section shall be collectible as an assessment.

10.5. Declarant's Rights Assignable. All or any portion of the rights of Declarant under this Declaration or in any way relating to the property may be assigned.

10.6. Dissolution. Subject to the restrictions set forth in Article VIII of this Declaration pertaining to mortgagee protection, the Association may be dissolved by the affirmative assent in writing of two-thirds (2/3) of the votes of each class membership. Upon dissolution of the Association all of its assets (including the Common Areas) may be dedicated or transferred to an appropriate public agency or authority to be used for purposes similar to those provided for in the By-laws, the Articles of Incorporation or this Declaration. In the event such dedication or transfer is not made or is not accepted, the Association's assets shall be transferred to a non profit corporation, trust, or other entity to be used for such similar purposes, and each Owner shall continue to be obligated to make assessment payments for the maintenance and upkeep of the Common Areas, common access roadways, curbs, gutters and sidewalks on a pro rata basis which conforms substantially with the assessment procedure, terms and conditions set forth in Article V of this Declaration.

10.7. Declarant's Covenant to Construct Common Areas. Declarant hereby covenants to construct and complete all Common Areas improvements and amenities, if any, indicated on the Plat within two (2) years of the filing of this Declaration in the office of the County Recorder of Wasatch County, Utah.

10.8. Enforcement by City. If the Association fails to maintain the Common Areas, the common access roadways, along with the curbs, gutters and sidewalk, in good order and condition, the City of Midway shall have the right, but not the obligation, upon giving the Association thirty (30) days notice in writing, to step in and do the necessary maintenance and management with the same right to lien the Lots and collect the costs thereof against the Owners as the Association has under this Declaration shall not affect the validity or enforceability of the remainder hereof.

10.9. Interpretation. The captions which precede the Articles and Sections of this Declaration are for convenience only and shall in no way affect the manner in which any provision hereof is construed. Whenever the context so requires, the singular shall include the plural, the plural shall include the singular, the whole shall include any party thereof, and any gender shall include the other gender. The invalidity or unenforceability of any portion of this Declaration shall not affect the validity or enforceability of the remainder hereof.

10.10. Property Part of Development. The Property shall comprise the Cascades at Soldier Hollow Subdivision.

10.11. Covenants to Run With Land. This Declaration and all provisions hereof shall constitute covenants to run with the land or equitable servitudes, as the case may be, and shall be binding upon and shall inure to the benefit of the Declarant, and all parties who hereafter acquire any interest in a Lot or in the Common areas shall be subject to the terms of this Declaration and the provisions of any rules, regulations, agreements, instruments, and determinations contemplated by this Declaration; and failure to comply with any of the foregoing shall be grounds for an action by the Association or an aggrieved Owner for the recovery of damages, or for injunctive relief, or both. By acquiring any interest in a Lot or in the Common Areas, the party acquiring such interest consents to, and agrees to be bound by, each and every provision of this Declaration.

10.12. Effective Date. This Declaration and any amendment hereof shall take effect upon its being filed for record in the office of the County Recorder of Wasatch County, Utah.

Exhibit "A"

Living Unit Square Footage Limitations

Lot Specifics

Residence

PLAT #	LOT TYPE	LOT SF	ACRES		MAX SF*	MAX SF FOOTPRINT**	MIN SF***
1	Villa	32,234.4	0.74		6,000	4,500	2,800
2	Manor	41,817.6	0.96		8,000	5,600	3,500
3	Manor	42,688.8	0.98		8,000	5,600	3,500
4	Manor	42,688.8	0.98		8,000	5,600	3,500
5	Villa	21,780.0	0.50		5,000	3,800	2,400
6	Manor	41,817.6	0.96		8,000	5,600	3,500
7	Villa	23,522.4	0.54		6,000	4,500	2,800
8	Villa	21,780.0	0.50		5,000	3,800	2,400
9	Villa	26,571.6	0.61		6,000	4,500	2,800
10	Manor	37,026.0	0.85		8,000	5,600	3,500
11	Villa	28,314.0	0.65		6,000	4,500	2,800
12	Villa	21,780.0	0.50		5,000	3,800	2,400
13	Villa	21,780.0	0.50		5,000	3,800	2,400
14	Villa	21,780.0	0.50		5,000	3,800	2,400
15	Villa	21,780.0	0.50		5,000	3,800	2,400
16	Villa	21,780.0	0.50		5,000	3,800	2,400
17	Villa	21,780.0	0.50		5,000	3,800	2,400
18	Villa	21,780.0	0.50		5,000	3,800	2,400
19	Villa	21,780.0	0.50		5,000	3,800	2,400
20	Villa	21,780.0	0.50		5,000	3,800	2,400
21	Villa	30,927.6	0.71		6,000	4,500	2,800
22	Villa	21,780.0	0.50		5,000	3,800	2,400
23	Villa	21,780.0	0.50		5,000	3,800	2,400
24	Villa	21,780.0	0.50		5,000	3,800	2,400
25	Villa	23,958.0	0.55		6,000	4,500	2,800
26	Villa	21,780.0	0.50		5,000	3,800	2,400
27	Villa	21,780.0	0.50		5,000	3,800	2,400

PLAT #	LOT TYPE	LOT SF	ACRES		MAX SF*	MAX SF FOOTPRINT**	MIN SF***
28	Villa	21,780.0	0.50		5,000	3,800	2,400
29	Villa	21,780.0	0.50		5,000	3,800	2,400
30	Villa	21,780.0	0.50		5,000	3,800	2,400
31	Villa	21,780.0	0.50		5,000	3,800	2,400
32	Villa	21,780.0	0.50		5,000	3,800	2,400
33	Villa	21,780.0	0.50		5,000	3,800	2,400
34	Villa	21,780.0	0.50		5,000	3,800	2,400
35	Villa	21,780.0	0.50		5,000	3,800	2,400
36	Villa	23,086.8	0.53		6,000	4,500	2,800
37	Villa	21,780.0	0.50		5,000	3,800	2,400
38	Villa	21,780.0	0.50		5,000	3,800	2,400
39	Villa	21,780.0	0.50		5,000	3,800	2,400
40	Villa	21,780.0	0.50		5,000	3,800	2,400
41	Villa	21,780.0	0.50		5,000	3,800	2,400
42	Villa	21,780.0	0.50		5,000	3,800	2,400
43	Villa	21,780.0	0.50		5,000	3,800	2,400
44	Villa	21,780.0	0.50		5,000	3,800	2,400
45	Villa	24,393.6	0.56		6,000	4,500	2,800
46	Villa	23,958.0	0.55		6,000	4,500	2,800
47	Villa	21,780.0	0.50		5,000	3,800	2,400
48	Manor	34,412.4	0.79		8,000	5,600	3,500
49	Cottage	20,473.2	0.47		5,000	3,800	2,400
50	Cottage	18,295.2	0.42		5,000	3,800	2,400
51	Cottage	18,730.8	0.43		5,000	3,800	2,400
52	Cottage	14,810.4	0.34		5,000	3,800	2,400
53	Cottage	14,810.4	0.34		5,000	3,800	2,400
54	Cottage	15,246.0	0.35		5,000	3,800	2,400
55	Cottage	15,246.0	0.35		5,000	3,800	2,400
56	Villa	25,264.8	0.58		6,000	4,500	2,800
57	Cottage	15,246.0	0.35		5,000	3,800	2,400

PLAT #	LOT TYPE	LOT SF	ACRES		MAX SF*	MAX SF FOOTPRINT**	MIN SF***
58	Cottage	16,988.4	0.39		5,000	3,800	2,400
59	Cottage	20,037.6	0.46		5,000	3,800	2,400
60	Cottage	20,908.8	0.48		5,000	3,800	2,400
61	Cottage	15,246.0	0.35		5,000	3,800	2,400
62	Cottage	18,730.8	0.43		5,000	3,800	2,400
63	Cottage	15,246.0	0.35		5,000	3,800	2,400
64	Cottage	16,117.2	0.37		5,000	3,800	2,400
65	Cottage	15,681.6	0.36		5,000	3,800	2,400
66	Cottage	17,859.6	0.41		5,000	3,800	2,400
67	Cottage	20,037.6	0.46		5,000	3,800	2,400
68	Cottage	16,552.8	0.38		5,000	3,800	2,400
69	Cottage	20,037.6	0.46		5,000	3,800	2,400
70	Cottage	20,908.8	0.48		5,000	3,800	2,400
71	Cottage	17,859.6	0.41		5,000	3,800	2,400
72	Cottage	15,681.6	0.36		5,000	3,800	2,400

* Max Square Feet = Maximum Living Square Footage (Main and Upper Level, does not include Garage)

** Max Square Feet Footprint = Maximum Lot Coverage at Grade Level Including Garage

*** Minimum Square Feet = Minimum Living Square Footage (Main and Upper Level, does not include Garage)

Cottage Lot = .33 to .49 Acre 23 of 72 Lots or 32.00%

Villa Lot = .50 to .74 Acre 43 of 72 Lots or 60.00%

Manor Lot = .75 to 1.0 Acre 6 of 72 Lots or 8.00%