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**AMENDED AND RESTATED
DECLARATION OF PARTY
WALL RIGHTS, COVENANTS,
CONDITIONS, EASEMENTS
AND RESTRICTIONS FOR
MISSION HILLS TOWNHOMES
ASSOCIATION**

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AMENDED AND RESTATED DECLARATION OF CONDOMINIUM OWNERSHIP AND OF EASEMENTS, RESTRICTIONS, COVENANTS AND BY-LAWS FOR THE VIEWS OF SHERIDAN PARK CONDOMINIUM ASSOCIATION

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AMENDED AND RESTATED DECLARATION OF PARTY WALL RIGHTS, COVENANTS, CONDITIONS, EASEMENTS AND RESTRICTIONS FOR

MISSION HILLS TOWNHOMES ASSOCIATION

This Amended and Restated Declaration made and entered into this 25th day of March, 2008 by a vote of 2/3 of the Board of Directors of Mission Hills Townhomes Association, an Illinois not-for-profit corporation, is an amended and restated Declaration to that certain Declaration of Party Wall Rights, Covenants, Conditions, Easements and Restrictions for Mission Hills Townhomes Association, (hereinafter referred to as "Original Declaration"), recorded in the Office of the Recorder of Deeds of Cook County, Illinois on July 8, 1999 as Document Number 99650368.

Further, as required by the Bylaws as incorporated in the Original Declaration, a majority of the Board has approved of the amendment to Article 7, Section 7.01(k) of the Bylaws at a meeting of the Board held on March 25, 2008, as evidenced by the Certification attached hereto as Exhibit

RECITALS

(A) The Original Declarant was the record owner of certain real estate in the Village of Orland Park, County of Cook, and State of Illinois which is legally described in Exhibit "A" attached hereto (the "Property").

(B) Original Developer submitted said Property to the provisions of the Original Declaration and formed an Illinois not-for-profit corporation known as MISSION HILLS TOWNHOMES ASSOCIATION, for the purpose of owning, maintaining and administering certain portions of the Property (as defined herein) and the facilities and improvements thereof, as hereinafter provided.

WHEREAS, all the rights, interests and duties of the original Developer have been conveyed to the Mission Hills Townhomes Association, (hereinafter referred to as "Association"); and

WHEREAS, pursuant to Section 18.5 of the Illinois Condominium Property Act ("Act"), the Declaration may be amended by a vote of 2/3 of the Board of Directors.

NOW, THEREFORE, the Association hereby declares as follows:

ARTICLE I DEFINITIONS

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The following words when used in this Declaration shall have the following meanings:

1.01 Access Area. The unenclosed sidewalks from time to time or at any time located or constructed to service the Units and utilized for ingress, egress and access to, from, and through the Property.

1.02 Association. Mission Hills Townhomes Association, an Illinois not-for-profit corporation, its successors and assigns.

1.03 Board. The Board of Directors of the Association.

1.04 Common Area. Common Area shall mean all portions of the Property intended for the common and exclusive use and enjoyment of all members of the Association and such uses thereto by way of easement or other grant as may be granted for the common and exclusive use and enjoyment of the Owners. The Common Area is hereafter legally described in Exhibit "A" attached hereto and by this reference made a part hereof. The Common Area shall generally include open space, driveway aprons, walkways (if any) and green areas which do not shall not include the Units.

1.05 Declaration. This Amended and Restated Declaration of Party Wall Rights, Covenants, Conditions, Easements and Restrictions for the Mission Hills Townhomes Association.

1.06 Unit. Unit shall mean a residential lot containing a townhome unit consisting of a group of rooms which may be attached to one or more other townhome units by common party wall and which are designed or intended for the exclusive use as living quarters by an owner, as hereinafter defined, as located upon the Property.

1.07 Unit Ownership. A part of the Entire Development consisting of one Townhome and an undivided interest in the Common Elements (as defined in the Act) pertaining thereto.

1.08 Definition of Original Declaration. That Declaration of Party Wall Rights, Covenants, Conditions, Easements and Restrictions recorded with the Cook County Recorder of Deeds as Document Number 99650368.

1.09 Owner. Owner shall mean and refer to the record owner, whether one or more persons or entities, of a fee simple title to any Unit, as hereafter defined, including contract sellers, but excluding those having such interest merely as security for the performance of an obligation.

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1.10 Plat. The recorded Plat of Mission Hills Townhomes, as recorded in the office of the Recorder of Deeds of Cook County, Illinois with the Original Declaration and incorporated herein by reference.

1.11 Property. Property shall mean and refer to that certain real estate described in Exhibit "A".

ARTICLE 2 MEMBERSHIP AND BOARD OF DIRECTORS

2.01 Membership. Every owner of a Unit shall be a member of the Mission Hills Townhomes Association. Membership shall be appurtenant to and may not be separated from ownership of any Unit. Ownership of a Unit shall be the sole qualification for membership.

2.02 Voting Rights. The Association shall have one class of membership and each member shall have one vote for each Unit such member owns, provided that in no event shall more than one (1) vote be cast with respect to any Unit. If more than one person is the record owner of any Unit, or if an Owner is a trustee, corporation, partnership or other legal entity, the vote for such Unit shall be exercised as such Owner of that Unit shall designate. Such designation shall be made in writing to the Board (as defined herein) or in such other manner as may be provided in the Amended and Restated By-laws of the Association attached hereto as Exhibit "C" (the "By-Laws").

2.03 Board of Directors. The Association shall be governed by a Board of Directors (the "Board") comprised of not less than three (3) persons, duly appointed or elected as provided herein and in the By-laws. In no event shall the number of persons comprising the Board exceed five (5). All directors shall be members of the Association. The Board shall govern the Association in the exercise of the rights of the Association and performance of the Association's obligations in accordance with the terms and provisions of this Declaration and the By-laws, as amended from time to time.

2.04 Election of Directors by Members. Directors shall be elected by the members of the Association at a meeting called by the President of the Association, or by any three (3) members of the Association. The meeting shall be set by notice sent in accordance with the By-Laws.

2.05 Director and Officer Liability. Neither the directors, nor the officers of the Association, shall be personally liable to the Owners or the Association for any mistake of judgment or for any other acts or omissions of any nature whatsoever while acting in the capacity of such directors or officers, except for any acts or omissions found by a court to constitute gross negligence or fraud. Association shall indemnify and hold harmless the directors and officers, their heirs and legal representatives, against all contractual and other liabilities to

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third parties arising out of the contracts made by or other acts of the directors and officers on behalf of the owners or the Association or arising out of their status as directors or officers, unless any such contract or act shall have been made fraudulently or with gross negligence. The foregoing indemnification shall include indemnification against all costs and expenses (including, but not limited to, attorneys fees, amounts of judgments paid and amounts paid in settlement) actually and reasonably incurred in connection with the defense of any claim, action or proceeding, whether civil, criminal, administrative or other, in which any such director or officer may be involved by virtue of being or having been such director or officer; provided, however, that such indemnity shall not be operative with respect to: (a) any matter as to which any such persons shall have finally been adjudged in such action, suit or proceeding to be liable for gross negligence or fraud in the performance of his duties as such director or officer, or (b) any matter settled or compromised, unless, in the opinion of independent counsel selected by or in a manner determined by the Board, there is not reasonable ground for such person being adjudged liable for gross negligence or fraud in the performance of his duties as such director or officer.

2.06 Governing Law. Except as otherwise provided in this Declaration, the Association, its Board, the officers and members of the Association, shall be governed by the Illinois General Not-For-Profit Corporation Act.

ARTICLE 3 EASEMENTS AND PROPERTY RIGHTS

3.01 Easements of Use and Enjoyment. Association hereby grants a perpetual, non-exclusive easement, over and upon the Common Area for the benefit of the Property, and every Owner shall have a right and easement of use and enjoyment and a right of access to and of pedestrian and vehicular ingress and egress on, over, across, in upon and to the Common Area (including the open space, driveway aprons, walkways (if any) and green areas lying within Lot 39 and Lot 40 as delineated on the Plat of Subdivision), and such right of easement shall be appurtenant to and shall pass with title to every Unit and the rights of others granted in this Declaration and the following rights of the Association exercised in the manner provided in the By-laws:

- (a) To adopt rules and regulations governing the use, operation and maintenances of the Common Area.
- (b) To borrow money for the purpose of improving the Common Area and facilities thereon, provided that the rights of any such mortgagee in and to the Common Area shall, in the event of default, be limited to a right, after taking possession of such properties, only until the mortgage debt is satisfied, whereupon the

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possession of such properties shall be returned to the Association and all rights of the Owners shall be fully restored. Notwithstanding the foregoing, no mortgage shall be placed upon the Common Area unless such mortgage is approved by the Board, by a majority of the members of the Association voting at a general or special meeting duly called and held in accordance with the By-Laws, and by the First Mortgagees as provided in Article 7.

- (c) To dedicate or transfer all or any part of the Common Area, or any utility system thereon, to any public agency, authority or utility for any purpose.
- (d) To pay for, out of the assessment funds, all taxes and assessments, and other liens and encumbrances which shall be properly assessed or charged against the Common Area.

3.02 Easements of Access.

- (a) Every owner is hereby granted and reserved a perpetual non-exclusive easement for the purpose of reasonable ingress and egress from his Unit to, through and from all public and private ways which adjoin the Property through, over and across the Property and the Access Area; provided, however, that no Owner may remove, relocate, or cause to be removed or relocated, any portion of the Access Area now or hereafter located upon his Unit.
- (b) The Association is hereby granted and reserved perpetual non-exclusive easements to, through, over and across the Property for the purposes of exercising the rights, performing the functions, and discharging the responsibilities, permitted or required to be performed or discharged by any of them pursuant to any provision of this Declaration.
- (c) The above easement shall include the open space, driveway aprons, walkways (if any) and green areas as delineated as Lot 39 and Lot 40 on the Plat of Subdivision.

3.03 Municipal Service Easements. Association hereby grants a perpetual non-exclusive easement to the Village of Orland Park over the Property

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to enforce all applicable laws, ordinances and regulations and for the purpose of providing police and fire protection and such other municipal services as the Association may request and the Village of Orland Park may agree to furnish.

3.04 Implied Easements. Original Declarant hereby acknowledges that, due to the length and complexity of this Declaration, certain omissions may have occurred in connection with the grants of various easements, including, but not limited to, those for access, ingress and egress, use and enjoyment, utilities, light and air, support and maintenance. Therefore, the Original Declarant hereby grants any easement omitted herein, which easement is reasonably implied from and by the provisions and scheme of this Declaration, and is reasonably necessary for the purpose of furthering the beneficial purposes and intentions of Original Declarant as expressed in this Declaration.

3.05 Encroachments. In the event that (a) by reason of design, construction, location, repair, settlement, shifting or movement, any dwelling or other improvement as originally constructed on any Unit or upon the Common Area overhangs or otherwise encroaches or shall hereafter encroach upon any other Unit or upon the Common Area, or (b) by reason of such design, construction, location, repair, settlement, shifting or movement it shall be necessary or advantageous to an Owner to use or occupy any portion of the Common Area for any reasonable use appurtenant thereto which will not unreasonably interfere with the use or enjoyment of the Common Area by other owners, or (c) by reason of the design or construction of utility, ventilation and exhaust systems any mains, pipes, ducts or conduits servicing any Unit or any mains, pipes, ducts or conduits servicing any Unit or more than one Unit, encroach or shall hereafter encroach upon any part of any Unit, or the Common Area, then, in any such case, valid easements for the maintenance of such encroachment and for such use of the Common Area, together with the right to enter upon such other Unit or Common Area to maintain, repair and replace such encroachment are hereby established and shall exist for the benefit of such Unit or the Common Area, as the case may be, so long as such dwelling or other improvement shall remain standing; provided, however, that if any such dwelling or other improvements is partially or totally destroyed and thereafter repaired or rebuilt, the same encroachment may be re-established and the easements herein granted for the maintenance, repair and replacement thereof shall continue in force; provide further that in no event shall a valid easement for any encroachment or use of the Common Area be created in favor of any Owner if such encroachment or use is detrimental to or interferes with the reasonable use and enjoyment of the Common Area by another or if it occurred due to the willful conduct of the Owner.

3.06 Agreement for Grant of Easements. In the event Association shall deem it necessary to do so, Association may (a) reserve or grant easements for the benefit of the Property in, over, under, to and across the Property for the installation, construction and maintenance of any and all public

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and private utility conduits, wires, ducts, pipes, cables and other lines, and all associated equipment for the provision of utilities services for the property, including without limitation, those for the transmission and distribution of water, electricity, gas telephone, sewage, drainage, cable or satellite television; and (b) dedicate any portion of the Common Area to any public or quasi-public utility or to any governmental authority for the installation construction and maintenance of any such utilities and for ingress and egress thereto.

3.07 Rights of Occupants. All persons who reside in a Unit shall have the same rights to use and enjoy the Common Area and all improvements situated thereon as the Owner of that Unit.

3.08 Easements to Run with the Land. All easements and rights described herein are easements appurtenant, running with the land, perpetually in full force and effect, and at all times shall inure to the benefit of and be binding upon the Association, its successors or, assigns, and any Owner, purchaser, mortgagee or other person having an interest in the Property, or any part or portion thereof. Reference in the respective deeds of conveyance or in any mortgage or trust deeds or other evidence of obligation to any easements and rights described in this Article or in any other part of this Declaration shall be sufficient to create and reserve such easements and rights to the respective grantees, mortgagees, or trustees as fully and completely as though such easements and rights were recited fully and set forth in their entirety in such documents.

3.09 No Dedication to Public Use. Nothing contained in this Declaration shall be construed or be deemed to constitute a dedication, express or implied, of any part of the Property to or for any public use or purpose whatsoever.

3.10 Television Cable and Antenna System. The Board reserves the right to grant an easement to install and maintain in perpetuity, at its own expense, in, upon and across any portions of the Common Properties and Facilities, a television cable and master television system and to grant licenses or otherwise permit the use of the same for such charges the Board may determine. All facilities so installed and all charges collected for the use thereof shall be and remain the sole and undivided property of the Association. Such installation may be located upon such portions of the Common Properties and Facilities as the Board, in its sole discretion, may determine, provided only that the same do not unreasonably interfere with the intended use of the Common Properties and Facilities.

**ARTICLE 4
OBLIGATIONS OF ASSOCIATION AND OWNERS
WITH RESPECT TO MAINTENANCE AND
ADMINISTRATION OF THE PROPERTY AND UNITS**

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4.01 Association's Obligations. In addition to all other rights, powers and duties of the Association under applicable law or as otherwise set forth in this Declaration and in the By-Laws of the Association, the Association shall have the following rights, powers and duties with regard to the Common Area and Units respectively, the cost and expense of which shall be paid for by the Association from assessment funds:

Common Area. The Association shall determine the need for and shall carry out or cause to be performed all maintenance and repair of all water, sewer, gas, telephone, and electrical lines in, upon or under the Common Area, provided that such repair or maintenance is not the responsibility of some other jurisdictional agency; but, this shall not include the maintenance and repair of any furnaces, water heaters, stoves, refrigerators washing machines or household appliances, glass surfaces, patio/deck areas, deck fencing/gates, electrical fixtures, air conditioners and compressors, or any other portions of said unit which services only one Unit or the interior of any Unit or portion thereof. In the event that the need for maintenance or repair is caused through the willful or negligent act of the owner, his family, guests or invitees the cost of such maintenance/repair shall be added to and become a part of the assessment to which Unit is subject.

The Association shall be responsible for all landscape aspects of the Common Area. This shall include lawn cutting, fertilization, leaf removal, shrub and tree care, replacement or removal. However, watering of any and all plants, trees and shrubs adjacent to, bordering, or surrounding the actual unit shall be the responsibility of the Unit owner. Any border plantings of flowers or other plants around patios, decks, or immediately adjacent to a Unit shall be subject to the approval of the Board.

The landscape creation, repair and maintenance (including grass-cutting) of detention areas or any other area of the property which is, or may be construed as, a public area shall also be the responsibility of the Association.

The Association shall pay, as agent and on behalf of the owners and out of the funds furnished to it by them for such purpose, all taxes and other governmental impositions levied upon the Common Area or any part thereof.

The Association shall have the right to draw water from individual Units as required for the efficient performance of its duties hereunder.

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Units (a) The Association shall provide normal and customary exterior maintenance of each unit without special charge to the Owner as follows:

1. Repair and replacement of roofs, flashing on roofs and gutters, only when necessary due to ordinary wear and deterioration.
2. Painting of gutters and downspouts.
3. Repair and replacement of roof vents, chimneys when necessary due to ordinary wear and deterioration.
4. Repair/maintenance of gas, electric, sewer and water lines from the Main to the Unit to the extent not covered by the Village.

(b) The Association may at its discretion provide maintenance for the following items with or without special charge to owners:

1. Planting or replacement of trees, grass and shrubs on the Unit itself.
2. Care of trees and grass unless surrounded by landscaping on the Unit in such a manner as to preclude convenient access by large equipment.
3. Repair/replacement of front stoops.
4. Painting and repair of exterior walls of the Units up through and including the drywall layer of the unit, but excluding any wall coverings.
5. Repair and maintenance of patios, decks, fences or other homeowner installed improvements.
6. Repair and maintenance of walks and driveways, including snow removal.
7. Pursuant to the vote of no less than seventy-five percent (75%) of the owners at the meeting of the owners on December 4, 2007,

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the owners shall be responsible for the maintenance, repair and replacement of any skylights or solar tubes serving their unit.

(c) The cost of exterior maintenance, which by the terms of this Declaration the Association is required to furnish (or in its discretion decides to furnish), shall be paid for with funds from the assessments to which each Unit is subject under the provisions of Article 5, Sections 5.03 or 5.05.

If the Association furnishes maintenance with respect to a Unit at the written request of an owner other than that required by this Declaration, the Association may require such owner to pay the cost thereof. Discretionary maintenance provided by the Association shall be paid for as the Association determines.

(d) For the purpose solely of performing the exterior maintenance required or authorized by this Article, the Association, through its duly authorized agents or employees shall have the right, after reasonable notice to the Owner, to enter upon any Unit at reasonable hours on any day. Landscaping and snow removal work shall not require prior notice.

(e) The foregoing services provided by the Association with respect to exterior surfaces of an Owner's Unit, shall be limited to normal wear, tear and deterioration. The Owner shall be solely responsible for all exterior repair and replacement, as well as all interior and structural repair and replacement occasioned by negligence or insurable casualty as hereinafter provided. In the event the Owner shall fail to promptly perform the repairs and replacements occasioned by negligence or insurable casualty, the Association may (but shall not hereby be required to) effect such repairs and replacement, and the Association shall be entitled to reimbursement in full from the Owner for its costs of every kind incurred in this connection, including the right to receive applicable insurance proceeds.

4.02 Owner's Obligation: Each Owner shall have the obligation to maintain in good condition and repair his glass surfaces (including but not limited to skylights and solar tubes per Section 4.01(b)(7)), windows, front entry doors, electrical service and fixtures, porch, patio/deck, driveway (including snow removal therefrom), and walkways located on or servicing his Unit. Owner shall also be responsible for the maintenance, repair and replacement of all floor coverings, wall coverings, fixtures and personal belongings inside the unit, whether or not installed by the original developer or a subsequent owner. The obligation to maintain and repair service lines for water and sewer from the main

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to, and within, the Unit shall be the Association's responsibility to the extent it is not covered by the Village. Upon the failure of any Owner to maintain those areas which are not the maintenance responsibility of the Association, the Association through its agents and employees is hereby granted the right to enter upon the Unit and make such reasonable repairs, maintenance, rehabilitation or restoration of the premises as may be necessary, and the costs thereof shall become a lien upon the Unit in the same manner as provided in Article 5 for nonpayment of maintenance assessments. Notwithstanding anything herein to the contrary, the Association may elect, through its agents and employees, to perform any or all of the obligations imposed on each Owner, and provided any such obligation is performed uniformly amongst all Units, the costs thereof may be paid for by the Association from its operating budget.

Each Owner shall be responsible for the cost of maintenance, repair and replacement of such exterior surfaces, walks and landscaping on his Unit resulting from causes other than normal wear and tear, including, without limitation, damage caused by acts of God or other hazards (whether or not covered by insurance) or by negligence (such as failure to water plants, trees or shrubbery adjacent to the unit) or willful and wanton conduct of the owner or any other person (except that the Association shall be liable for any damage to a Unit or any improvements thereon caused by the negligence or willful, wanton or intentional acts of an employee, agent or independent contractor of the Association while acting for or on behalf of the Association). In the event any Owner shall fail to perform any of the foregoing obligations, the Association, in addition to all other remedies available to it hereunder or by law, and without waiving any of said alternate remedies, shall have the right (but not the obligation), through its employees and agents or through independent contractors, upon reasonable notice, or in the case of any emergency, without notice, to enter upon any Unit and, if required, into any Unit, to repair and maintain the Unit and the improvements situated thereon. Each owner, by acceptance of a deed for this Unit, hereby covenants and agrees to pay the Association the cost of such repairs and maintenance, upon demand, and the Association shall have a lien upon said Unit enforceable in the manner and to the extent herein set forth in this Declaration and the failure of such owner to pay such costs shall carry with it the same consequences as the failure to pay any assessments levied hereunder when due, as herein provided. The Association shall be responsible for and shall repair any damage caused by it in the exercise of its rights hereunder.

4.03 Limited Common Elements. Each Owner shall have the obligation to maintain in good condition and repair his Limited Common Area, including, but not limited to, outside deck, porch, glass surfaces, windows, front entry and garage doors, electrical fixtures, shrubs, plants, trees, driveway and walkways located on or directly benefiting his Unit. Upon the failure of any owner to maintain those areas, though not the maintenance responsibility of the Association, the Association, through its agents and employees, is hereby

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granted the right to enter upon the Unit and make such reasonable repairs, maintenance, rehabilitation or restoration of the premises as may be necessary, and the costs thereof shall become a lien upon the Unit in the same manner as provided in Article 5 hereof for nonpayment of maintenance assessments.

4.04 Repair and Reconstruction. In the event of damage to or destruction of any dwelling or other improvement on any Unit, the Owner or Owners from time-to-time of any such improvement may covenant and agree that they will, within a reasonable time after such destruction, repair or rebuild the same in a substantial and workmanlike manner with materials comparable with those used in the original structure, and shall conform in all respects to the laws/ordinances regulating the construction of such structures in force at the time of such repair or reconstruction. The exterior of such structure, when rebuilt, shall be substantially the same as and of architectural design in conformance with the exterior of such structure immediately prior to such damage or destruction. If an Owner fails to make the necessary repairs or reconstruction within a reasonable time after such damage or destruction occurs, the Board may cause the same to be done and the cost thereof shall be charged to such Owner as his personal obligation and shall be a lien on his Unit.

4.05 Condemnation. In the case of a condemnation or taking by eminent domain (a "taking") by competent authority of any part of the Common Area, the Association shall, if necessary, restore the improvements in the remaining portion of the Common Area to conform as closely as possible to the general design, structure and materials used with respect to the improvements as they existed prior to the taking. Any proceeds or awards made to the Association in connection with any such taking shall be applied first to the cost of any restoration, with the balance of the proceeds awarded in such condemnation to be paid to the Association and said proceeds, together with any Capital Reserves being held for such part of the Common Area shall, in the discretion of the Board, either (i) be applied to pay the assessments levied by the Association, (ii) be distributed to the Owners and their respective mortgagees, as their interest may appear, in accordance with their respective interest in the Common Area, or (iii) be used to acquire additional real estate to be used and maintained for the mutual benefit of all owners. Any acquisition by the Association pursuant to this Section of real estate which shall become Common Area hereunder shall not become effective unless and until a supplement to this Declaration, which refers to this Section and legally describes the real estate affected, is executed by the Association and recorded.

ARTICLE 5 COVENANT FOR ASSESSMENTS

5.01 Creation of the Lien and Personal Obligation for Assessments. Each Owner of a Unit, by acceptance of a deed therefor, whether or not it shall be so expressed in any such deed or other conveyance, hereby covenants and

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agrees to pay to the Association, for each Unit owned by such owner, all assessments and charges levied pursuant to this Declaration. Such assessments, together with such interest thereon and costs of collection thereof, as hereinafter provided, shall be a charge and a continuing lien upon the Unit against which such assessment is made. Each such assessment, together with such interest and costs, shall also be the continuing personal obligation of the person who was the Owner of such Unit at the time when such assessment fell due.

5.02 Purpose of Assessment. The assessments levied by the Association shall be used for the purpose of promoting the recreation, health, safety and welfare of the members of the Association and, in particular, without limiting the foregoing, for maintenance, repair, replacement, improvement and additions of and to the Common Area and the improvements thereon, for all taxes, insurance, utilities, professional and other services, materials, supplies, equipment and other costs and expenses incident to the ownership of the Common Area and all facilities and improvements thereon, for certain maintenance, repair and replacement of portions of the Units and the exterior surfaces of certain improvements thereon, as hereinabove provided, and for otherwise carrying out the duties, commitments and obligations of the Board and of the Association, as stated herein and in the Articles of Incorporation and By-laws.

5.03 Assessment Procedure -- Annual Assessments.

- (a) Each year, on or before December 1, the Board shall prepare a budget for the Association for the ensuing calendar year which shall include estimated cost expenditures and reasonable amounts as a reserve for repairs to and replacement of the improvements in the Common Area and those portions of the Units for which the Association is responsible, and for such other contingencies as the Board may deem proper, and shall, on or before December 15, notify each owner in writing of the amount of such estimate, with reasonable itemization thereof. The budget shall also take into account the estimated net available cash income for the year, if any, that may be received by the Association. On or before January 1, of the ensuing year, each Owner, jointly and severally, shall be personally liable for and obligated to pay the Board or as it may direct, the proportion of the assessment made pursuant to this Section. On or before April 15, of each year following the initial meeting, the Board shall supply to all Owners an itemized accounting of actual expenses for the preceding calendar year actually incurred and paid, together with a tabulation of the amounts collected pursuant to the estimate

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provided, and showing the net amount over or short of the actual expenditures plus reserves. Any amount accumulated in excess of the amount required for actual expenses and reserves may be credited to the next monthly installment due under the current year's estimate, until exhausted, and one-third (1/3) of any net shortage may be added to the installments due in each of the succeeding three (3) months after rendering of the account. Such adjustment shall be allocated among the Units that were subject to assessment during the prior year in the proportion that the annual assessment against each Unit during the year bears to the annual assessment against all the Units during that year.

- (b) If said annual assessments prove inadequate for any reason, including non-payment of any owner's assessment, the Board, may, subject to the limitations on the use of capital reserves, charge the deficiency against existing reserves, or may levy a further assessment which shall be assessed equally against all Units subject to assessment. The Board shall serve notice of such further assessment on all Owners by a statement in writing showing the amount due and reasons therefor, and such further assessment shall become effective with the monthly installment which is due more than fifteen (15) days after delivery or mailing of such notice of further assessment. All Owners shall be personally liable for and obligated to pay their respective adjusted monthly assessment.
- (c) The failure or delay of the Board to prepare or service the annual or adjusted estimate on any owner shall not constitute a waiver or release in any manner of such Owner's obligation to pay the maintenance costs and necessary reserves, as herein provided, whenever the same shall be determined, and in the absence of any annual estimate or adjusted estimate, the owner shall continue to pay his monthly installment at the then existing rate established for the previous period until the monthly installment which is due more than ten (10) days after such new annual or adjusted estimate shall have been mailed or delivered.

5.04 Special Assessments for Capital Improvements. In addition to the annual assessments authorized above, the Board may levy special assessments for the purpose of defraying, in whole or in part, the cost of construction or purchasing a specified capital improvement upon or to the Common Area, and for the necessary fixtures and personal property related

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thereto, provided that, unless otherwise provided in the By-laws, any such assessments which in one year exceed \$1,000.00 shall first be approved by a majority of the Board and thereafter by a majority of the votes cast by members at a general or special meeting duly called for that purpose or, in lieu of such members' meeting, by an instrument signed by the members owning two-thirds (2/3) of the Units. Special assessments levied hereunder shall be due and payable at such time or times, and in such manner as shall be fixed by the Board, or, where applicable, as approved by the members and shall be used only for the specific purpose for which such assessment was levied.

5.05 Capital Reserves. To the extent the annual budget includes an amount specifically designated as an assessment reserve, each owner shall, as to each installment of annual assessment paid by him, be deemed to have made a non-refundable capital contribution to the Association in the proportion that the amount of such designated capital reserve bears to the total annual budget. Such portion of each annual assessment installment paid to the Association shall be segregated and maintained by it in a special capital reserve account to be used solely for making major repairs and replacements to the Common Area, to those portions of the Units and the improvements thereon which the Association is obligated to repair and replace in accordance with the provisions of this Declaration, and for the purchase of equipment to be used by the Association in connection with its duties hereunder.

5.06 Notice and Quorum. Written notice of any meeting called for the purpose of authorizing special assessments which require approval of the members shall be sent to all members not less than fifteen (15) days, nor more than sixty (60) days in advance of such meeting. At the first such meeting called, the presence of voting members, in person or by proxy, having sixty percent (60%) of the votes entitled to be cast shall constitute a quorum. If the required quorum is not present, another meeting may be called subject to the same notice requirement and the required quorum at the subsequent meeting shall be one-half (1/2) of the required quorum at the preceding meeting. No such subsequent meeting shall be held more than sixty (60) days following the preceding meeting.

5.07 Uniform Assessments. Both annual and special assessments must be fixed at a uniform rate for all Units.

5.08 Collection of Assessments. Any installment of an assessment which is not paid when due shall be delinquent. If said installment is not paid within thirty (30) days after the due date, the Board may, upon notice to such Owner of such delinquency, accelerate the maturity of all remaining installments due with respect to the current assessment year, and the total amount shall become immediately due and payable and commence to bear interest from the date of acceleration at the rate of eighteen (18%) percent per annum. The Association may bring an action against the owner personally obligated to pay assessments and recover the same, including interest, costs and reasonable

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attorney's fees for any such action, which shall be added to the amount of such assessment and included in any judgment rendered in any such action. To the extent permitted by any decision or any statute or law now or hereafter effective, the amount of any delinquent and unpaid installments, together with interest, costs and attorney's fees as above provided, shall be and become a lien or charge against the delinquent owner's Unit when payable and may be foreclosed by any action brought in the name of the Association.

5.09 No Waiver of Liability. No Owner may waive or escape liability for assessments provided for herein by any act or omission, including without limitation non-use of the services provided by the Association, the Common Area or abandonment of his Unit

5.10 Subordination of the Lien or Mortgages. The lien of the assessments provided for herein shall be subordinate to the lien of any first mortgage placed at any time on a Unit by a bona fide lender. Each holder of a first mortgage on a Unit who obtains title or comes into possession of that Unit pursuant to the remedies provided in the mortgage, foreclosure of the mortgage, or by deed (or assignment) in lieu of foreclosure, or any purchaser at a foreclosure sale, will take the Unit free of any claims for unpaid assessments, or charges which have accrued prior to such acquisition of title or possession.

ARTICLE 6 INSURANCE

6.01 Casualty Insurance for Townhomes. The Association shall obtain and maintain a policy or policies of insurance covering the townhomes from the drywall (or "wallboard") layer of the perimeter walls to the exterior of the building, plus all interior walls, commonly known as "bare wall coverage" constructed on the Lots within the Development, against damage or destruction by the perils of fire, lightning and those casualties contained in an all risk form, and such other perils as the Board of Directors from time to time may determine should be included in such coverage, in an amount equal to 100% of the insurable replacement cost thereof, without depreciation, with an agreed amount provision or broader if available, and with such reasonable deductibles as the Board may determine. This Association shall not be obligated to maintain insurance on any wall coverings, including but not limited to paint or wallpaper, woodwork or doors, carpeting, wood floors, floor tile, cabinets, vanities, countertops, bathroom fixtures or other interior fixtures or decorating inside the unit.

Such insurance shall name the Association as the insured, and the proceeds thereof shall be payable to the Association, as Trustee for the owners of any townhomes damaged or destroyed. The proceeds from such insurance shall be made available, as the Board of Directors shall reasonably determine, for the repair, reconstruction, and restoration of such townhomes, subject to the

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right of first mortgagees. The Owner(s) shall be responsible for payment of any deductibles in the event that the damage was due to the negligent or willful actions of Owner, otherwise the Association shall pay the deductible. To the extent feasible, all policies of insurance shall: (a) provide that the insurance shall not be invalidated by the act or neglect of the Association, its Board of Directors, its officers, any owner or occupant or any agent, employee, guest or invitee of any of them; and (b) contain an endorsement that such policies shall not be cancelled without at least thirty (30) days prior notice to the Association, the owners, and all first mortgagees of the Lots. The policies obtained by the Association shall be deemed to be the primary insurance coverage of any townhome in the Development.

6.02 Owner's Insurance for Liability and Contents of Townhomes. Each Owner shall maintain at his own cost and expense such insurance coverage as he may desire with respect to: (a) personal liability for acts and occurrences upon his Lot and within his townhome; and (b) physical damage losses for personal property and the contents of his townhome and any improvements, additions or betterments whether made inside or outside his townhome (including, but not limited to basement "build-out"), and shall further maintain at his cost and expense, any flood hazard insurance as may be required by the first mortgagee of his Lot. The Association shall have no obligation in connection therewith.

6.03 Casualty Insurance: Common Area. The Association shall obtain and maintain a policy or policies of insurance with respect to the damage or destruction of the Common Area and any of the improvements thereon, and to any other tangible asset of the Association, including coverage against damage or destruction by perils of fire, lightning and those perils contained in an all risk form, and such other perils as the Board of Directors from time to time may determine should be included in such coverage, in an amount equal to 100% of the insurable replacement cost thereof, without depreciation and with an agreed amount provision. Such insurance shall name as the insured, and the proceeds thereof shall be payable to the Association, as trustee. The proceeds of such insurance shall be made available, as the Board of Directors shall reasonably determine, for the repair, reconstruction, and restoration of such Common Area and Parking Areas subject to the rights of the first mortgagees. To the extent feasible, all such policies of insurance shall: (a) provide that the insurance shall not be invalidated by the act or neglect of the Association, its Board of Directors or officers, any owner or occupant or any agent, employee, guest or invitee of any of them; and (b) contain an endorsement that such policies shall not be cancelled without at least thirty (30) days prior notice to the Association, the owners, and all first mortgagees of the Lots.

6.04 Liability Insurance: The Association. The Association shall obtain and maintain a policy or policies of comprehensive general liability insurance insuring on the Association, its Directors, officers, the owners, and their agents and employees against claims for personal injury, including death and property

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damage, arising out of any occurrence in connection with the ownership, occupancy, use, supervision, operation, repair, maintenance or restoration of the Common Area, the Parking Areas, or the Pedestrian Pathways in connection with any act or omission of or on behalf of the Association, its Board of Directors, agents or employees within the Properties. Such policies shall be in the amount of \$1 Million for bodily injury, including death, and property damage arising out of a single occurrence, and shall contain a provision that they may not be cancelled without at least a thirty (30) days prior notice to the Association, the owners, and the first Mortgagees of the Lots.

6.05 Workmen's Compensation and Fidelity Insurance: Other Insurance. The Association shall obtain and maintain a policy or policies of insurance with reputable insurance carriers providing the following coverage:

- (a) Worker's Compensation and Employers liability insurance in such form and in such amounts as may be necessary to comply with applicable laws;
- (b) Fidelity insurance or bonds in reasonable amounts for all officers and employees having fiscal responsibilities, naming the Association as obligee; and
- (c) Such other insurance in such limits and for such purpose as the Association may, from time to time, deem reasonable and appropriate.

6.06 Waiver of Subrogation. To the extent feasible, all policies of insurance obtained by the Association shall contain provisions that no act or omission of any named insured shall affect or limit the obligation of the insurance company to pay the amounts of any loss sustained. So long as the policies of insurance provided for herein shall provide that a mutual release as provided for in this Section shall not affect the right of recovery thereunder, and further provide coverage for the matters for which the release herein is given, all named insureds and all parties claiming under them shall, and do by these presents mutually release and discharge each other from all claims and liabilities arising from or caused by any hazard or source covered by any insurance procured by the Association, regardless of the cause of damage or loss.

6.07 Insurance Premium Expense. The expense of insurance premiums paid by the Association under this Article shall be an expense of the Association to which the assessments collected by the Association from the owners shall be applied.

All repair, restoration or rebuilding pursuant to the provisions of this Article 6 shall be carried out under the supervision and direction as the Board shall deem appropriate in order to assure the expeditious and correct completion of

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the work concerned, and the Owner or Owners of each Unit which shall have been damaged or destroyed shall fully cooperate with, and abide by all instructions and directions of the Association in connection therewith.

ARTICLE 7 RIGHTS OF FIRST MORTGAGEES

In addition to all other rights of first mortgagees pursuant to this Declaration, and notwithstanding any other provisions herein to the contrary:

7.01 Right of Approval. Unless at least seventy-five (75%) percent of the first mortgagees (based upon one vote for each Unit encumbered by a mortgage) of individual Units ("First Mortgagees") have given their prior written approval, the Association shall not:

(a) By act or omission seek to abandon, partition, subdivide, encumber, sell or transfer real estate or improvements thereon which are owned, directly or indirectly by the Association for the benefit of the Units and the Owners. (The granting of easements for public utilities or for other purposes consistent with the intended use of such property by the Association shall not, for purposes of the foregoing, be deemed to be a transfer.)

(b) Change the method of determining the obligations assessments, dues or other charges which may be levied against a Unit and owner thereof as provided in Article 5.

(c) By act or omission waive, abandon or materially change any scheme or regulations or enforcement thereof pertaining to the architectural design or the exterior appearance of any dwelling or garage on a Unit, the exterior maintenance of any such dwelling or garage, the maintenance of any such dwelling or garage, the maintenance of party walls or common fences and driveways, or the upkeep of lawn and plantings on the Property.

7.02 Examination of Books and Records. First Mortgagees shall have the right to examine the books and records of the Association at reasonable times during normal business hours.

7.03 Option to Pay Taxes, Insurance Premiums. First Mortgagees may, jointly or singly, pay taxes or other charges which are in default and which may or have become a charge against the Common Area and may pay overdue premiums on hazard insurance policies or secure new hazard insurance coverage on the lapse of a policy for the Common Area and First Mortgagees making such payments shall be owed immediate reimbursement therefor from the Association.

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7.04 Notice of Default. Any First Mortgagee, at its written request, shall be entitled to written notice from the Board of any default by an owner in the performance of such owner's obligations hereunder or under the By-laws or rules and regulations of the Association which has not been cured within thirty (30) days.

7.05 Amendment. This Article 7 may be amended only with the written consent of seventy-five (75%) percent of the First Mortgagees (based upon one vote for each Unit encumbered by a mortgage).

ARTICLE 8 COVENANTS AND RESTRICTIONS AS TO USE AND OCCUPANCY

The Units and Common Area shall be occupied and used only as follows:

8.01 Residential Use. No part of the Property shall be used for purposes other than housing, parking and related common purposes for which the Property was designed. Each dwelling shall be used for any residential purpose and for no other purpose, subject to such rules and regulations as may be adopted by the Board.

8.02 Parking. The outdoor parking areas shall be used for the parking of passenger cars, subject to such rules and regulations as the Board may prescribe. No boats, trailers, trucks, motor scooters, motorcycles or other vehicles or property of any kind may be parked or stored thereon unless permitted by the rules and regulations. Every Owner or occupant shall be responsible for his personal property located or kept in the outdoor parking areas. Neither the Board nor the Association shall be considered the bailee of any such personal property nor shall either be responsible for any loss or damage thereto, whether or not due to the negligence of the Board and/or the Association. ALL PARKING MUST COMPLY WITH VILLAGE OF ORLAND PARK ORDINANCES AND REGULATIONS.

8.03 Obstructions. There shall be no obstruction of the Common Area, nor shall ready access to any Unit be obstructed or impeded in any manner.

8.04 Waste. No Owner shall permit anything to be done or kept on his Unit or in the common Area which will increase the rate charged for or cause the cancellation of insurance carried by the Association on the Common Area improvements or contents thereof, or which would be in violation of any law, nor shall any waste be committed on any Unit or in the Common Area.

8.05 Window Accessories. The covering of windows and other glass surfaces, whether by shades, draperies or other items visible from the exterior of

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any dwelling, including canopies or awnings, shall be subject to the rules and regulations of the Board.

8.06 Animals. No animals of any kind shall be raised, bred or kept on any Unit or Common Area, except that dogs, cats or other customary household pets may be kept subject to rules and regulations adopted by the Board, provided they are not kept, bred or maintained for any commercial purposes; and provided, further, that any pet causing or creating a nuisance or unreasonable disturbance shall be permanently removed from the Property upon ten (10) days' written notice from the Board.

8.07 Noxious Activities. No noxious or offensive activity shall be conducted on any Unit or in the Common Area, nor shall anything be done therein or thereon, either willfully or negligently, which may be or become an annoyance or a nuisance to other Owners or occupants.

8.08 Conduct of Business. No industry, business, trade, occupation or profession of any kind, commercial, religious, educational or otherwise, designated for profit, altruism, exploration or otherwise, shall be conducted, maintained or permitted on any Unit or Common Area; provided, however, that nothing herein shall preclude an Owner from: (a) maintaining a personal professional library on his Unit, (b) keeping his personal business records or accounts on his Unit, or (c) handling his personal business or professional calls or correspondence therefrom.

8.09 Signs. No signs (including without limitation "For Sale" or "For Rent" signs), advertising or other displays shall be maintained or permitted on any part of the Property, except at such location and in such form as the Board in its sole discretion, may approve.

8.10 Exterior Uniformity. The placement or non-placement of exterior awnings on a Unit shall be regulated by the Board. The color, type, style and construction material of exterior doors (including storm doors) shall be regulated by the Board.

8.11 Alterations. Nothing shall be altered or constructed in or removed from the Common Area except upon the written consent of the Board.

ARTICLE 9 PARTY WALLS

9.01 Applicable Law. Each wall which is built as a part of the original construction of the dwellings upon the Property and placed on the dividing line between the Units and/or serves two dwellings shall constitute a party wall and, to the extent not inconsistent with the provisions of this Article, the general rules

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of law regarding party walls and of liability for property damage due to negligence or willful acts or omissions shall apply thereto.

9.01 **Cost of Repair, Maintenance and Replacement.** The cost of reasonable repair, maintenance and replacement of a party wall shall be shared equally by the Owners who made use of the wall, except that the entire cost of repairing damage caused by the negligence or willful act or omission of one owner shall be paid for by such Owner.

9.03 **Damage or Destruction.** If a party wall is destroyed or damaged by fire or other casualty any Owner whose Unit is served by such wall may restore it, and the other Owners who shared the use of such wall shall promptly contribute to the cost of restoration thereof equally without prejudice to the right of any such Owners to call for a larger contribution from the others under any rule of law regarding liability for negligent or willful act or omissions.

9.04 **Exposure to Elements.** Notwithstanding any other provisions of this Article, an Owner who by negligence or willful act causes a party wall to be exposed to the elements shall bear the whole cost of furnishing the necessary protection against such elements.

9.05 **Right of Contribution.** The right of any Owner to contribution from any other owner under this Article shall be appurtenant to the land and shall pass to such Owner's successors in title.

ARTICLE 10 ARCHITECTURAL CONTROL

10.01 **General Review and Approval.** No building, fence, patio, wall, deck, porch, antenna, awning or other structure shall be commenced, erected or maintained upon the Property or upon any Unit, dwelling or other improvement thereon, nor shall any exterior addition to or change or alteration therein be made, except such as are erected or approved by the Board, until written plans and specifications showing the nature, kind, shape, height, materials, color scheme and location of the same and the approximate cost thereof shall have been submitted to and approved in writing by the Board or by an architectural committee composed of three (3) or more representatives appointed by the Board. In the event the Board or its designated committee failed to approve or disapprove such design and location within ninety (90) days after said plans and specifications have been submitted to it, approval will not be required and this Article will be deemed to have been fully complied with.

10.02 **Television Antenna.** Notwithstanding the provisions of the Section immediately preceding, no outdoor television antenna (including "disc" or free-standing antenna), shall be affixed to or placed upon any portion of the Common Area, without the prior written consent of the Board. Outdoor television

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antenna or satellite dishes may be affixed on the exterior of a Unit or Limited Common Element Area only in accordance with the Rules and Regulations.

10.03 Fences. Notwithstanding the foregoing, any fence (including deck fencing) installed upon the Property shall comply with all provisions of applicable law and shall be subject to the approval of the Board as to height, materials, color and design.

10.04 Flags. (a) An American Flag shall be defined as a flag made of fabric, cloth, or paper displayed from a staff or flagpole or in a window. An American Flag shall not include a depiction or emblem of the American flag made of lights, paint, or roofing, siding, or paving material, flora or balloons, or any other similar building, landscaping, or decorative component. (b) A Military Flag shall be defined as a flag of any branch of the United States Armed Forces or the Illinois National Guard made of fabric, cloth, or paper displayed from a staff or flagpole or in a window. A Military Flag shall not include a depiction or emblem of a military flag made of lights, paint, or roofing, siding, or paving material, flora or balloons, or any other similar building, landscaping, or decorative component.

In the interests of the health, safety, and welfare of the Association, the Board has adopted the following Rules and Regulations governing the display of American and Military Flags:

1. The following are the approved guidelines to be followed when displaying American or Military Flags: The flag must be rectangular in shape not to exceed 3 feet by 5 feet in size suspended on a pole (maximum length 65 inches) mounted by a bracket which is affixed to the trim board or brickwork no more than 75 inches above the ground or porch floor. The bracket must be capable of supporting the pole and flag at a 20 to 45 degree angle from vertical without damaging the buildings exterior.

2. The display of the American Flag shall be subject to the provisions of Title 4 of the United States Code, Chapter 1 (The Flag), Sections 4 through 10, including but not limited to the following:

(a) It is the universal custom to display the flag only from sunrise to sunset on buildings and on stationary flagstaffs in the open. However, when patriotic effect is desired, the flag may be displayed 24 hours a day if properly illuminated during the hours of darkness.

(b) The flag should be hoisted briskly and lowered ceremoniously.

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(c) The flag should not be displayed on days when the weather is inclement, except when an all weather flag is displayed.

(d) When the flag of the United States is displayed from a staff projecting horizontally or at an angle from the window sill, balcony, or front of a building, the union of the flag should be placed at the peak of the staff unless the flag is at the half-staff. When the flag is suspended over a sidewalk from a rope extending from a house to a pole at the edge of the sidewalk, the flag should be hoisted out, union first, from the building.

(e) When displayed either horizontally or vertically against a wall, the union should be uppermost and to the flag's own right, that is, to the observer's left. When displayed in a window, the flag should be displayed in the same way, with the union or blue field to the left of the observer in the street.

3. A flag pole or mount may not be installed on a portion of the Common Elements. A flag pole or mount may be installed on that portion of the property considered a limited common element that is under the exclusive use and control of an Owner, specifically the balcony, patio, or exterior surface of an Owner's Unit.

4. In order to protect the health, safety and welfare of the residents and their property the Board reserves the right to inspect the installation and maintenance of the flag pole.

5. Once installed, the owner will be responsible for the maintenance of the flag pole. If additional cost is required to maintain the portion of property on which the flag pole is installed, the Board may assess this cost back to the unit owner. If it is necessary for the Association to remove the flag pole to perform maintenance, the owner will be advised accordingly.

6. The owner shall be responsible to fund the entire cost of any maintenance, repair or replacement to the property resulting from installation of the flag pole. In addition, the owner must restore the property to its original condition upon removal of the flag pole. Owner does hereby indemnify and hold harmless the Board of Directors of the Association, its agents and members, from any claims for maintenance or damages to the flag or flag pole. Owner shall display any flag at their own risk.

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7. The Owner hereby indemnifies and holds harmless the Board of Directors, the Association, its agents and members from any and all claims, controversies or causes of action resulting from the installation or use of the flag pole, including the payment of any and all costs of litigation and attorneys' fees resulting therefrom. Owner agrees to be responsible for any damage to the property or any injury to any individual as a result of the installation of the flag pole.

8. Upon transference of the ownership or occupancy of the unit, the Owner shall inform the successor in title, including any purchaser by Articles of Agreement for Warranty Deed, or tenant, of the existence of these Rules and Regulations and the obligations set forth herein. All obligations herein shall pass to any successor in interest. If the transferee is unwilling to assume the responsibilities set forth herein, and execute a new hold harmless agreement, the flag pole must be removed prior to conveyance.

ARTICLE 11 LEASE OF UNITS

Any lease agreement between an Owner and a Lessee shall be in writing and shall provide that the terms of such lease are subject to, and such lease shall comply with the provisions of this Declaration and the Articles of Incorporation, By-laws and rules and regulations of the Association and that failure by the lessee to comply with the terms of such documents, rules and regulations shall be a default under said lease. Other than the foregoing, there is no restriction on the right of any owner to lease any Unit it owns.

ARTICLE 12 BOOKS AND PAPERS

The books, records and papers of the Association shall at all times, during reasonable business hours, be subject to the inspection of any Members.

(1) The Board shall maintain the following records of the association and make them available for examination and copying at convenient hours of weekdays by any unit owners in a condominium subject to the authority of the board or their mortgagees and their duly authorized agents or attorneys:

(i) Copies of the recorded declaration, other condominium instruments, other duly recorded covenants and bylaws and any amendments, articles of incorporation of the Association, annual reports and any rules and regulations adopted by the Association or its Board shall be available.

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(ii) Detailed and accurate records in chronological order of the receipts and expenditures affecting the common areas, specifying and itemizing the maintenance and repair expenses of the common areas and any other expenses incurred, and copies of all contracts, leases, or other agreements entered into by the master association, shall be maintained.

(iii) The minutes of all meetings of the Association and the Board of the Association shall be maintained for not less than 7 years.

(iv) Ballots and proxies related thereto, if any, for any election held for the Board of the Association and for any other matters voted on by the unit owners shall be maintained for not less than one year.

(v) Such other records of the Association as are available for inspection by members of a not-for-profit corporation pursuant to Section 107.75 of the General Not For Profit Corporation Act of 1986 shall be maintained.

(vi) With respect to units owned by a land trust, if a trustee designates in writing a person to cast votes on behalf of the unit owner, the designation shall remain in effect until a subsequent document is filed with the Association.

(2) Where a request for records under this subsection is made in writing to the Board or its agent, failure to provide the requested record or to respond within 30 days shall be deemed a denial by the board of directors.

(3) A reasonable fee may be charged by the Association or its board for the cost of copying.

(4) If the board of directors fails to provide records properly requested under subdivision (1) within the time period provided in subdivision (2), the unit owner may seek appropriate relief, including an award of attorney's fees and costs.

ARTICLE 13 GENERAL PROVISIONS

13.01 Management and other Contracts. The Board may engage the services of an agent to manage the Property to the extent deemed advisable by the Board. Any management agreement shall be terminable by either party for cause upon thirty (30) days written notice, and the term of any such agreement

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may not exceed one year, renewable by agreement of the parties for successive one year periods.

13.02 Enforcement. In addition to all other rights herein granted to the Association, the Association may enforce the provisions of this Declaration and the Articles of Incorporation, Bylaws and rules and regulations of the Association by any proceeding at law or in equity against any person or persons violating or attempting to violate any such provisions. All rights and remedies may be exercised at any time and from time to time, cumulatively, or otherwise, and failure of the Association to enforce any such provisions shall in no way be deemed a waiver of the right to do so thereafter. All expenses incurred by the Association in connection with any such proceedings, including court costs and attorney's fees together with interest thereon at 18% per annum, shall be charged to and assessed against any Owner violating any provisions and shall be added to and deemed a part of his assessment and constitute a lien on his Unit and shall be enforceable as provided in Article 5.

13.03 Severability. If any term, restriction or covenant of this instrument is deemed illegal or unenforceable, all other terms, restrictions or covenants and the application thereof shall remain unaffected to the extent permitted by law.

13.04 Title in Land Trust. In the event title to any Unit is conveyed to a title-holding trust, under the terms of which all powers of management, operation and control of the Unit remain vested in the trust beneficiary or beneficiaries, then the beneficiary or beneficiaries thereunder from time to time shall be responsible for payment of all obligations, liens or indebtedness and for the performance of all agreements, covenants and undertakings chargeable or created under this Declaration against such Unit. No claim shall be made against any such title-holding trust personally for payment of any lien or obligation hereunder created and the trustee shall not be obligated to sequester funds or trust property to apply in whole or in part against such lien or obligation. The amount of such lien or obligation shall continue to be a charge or lien upon the Unit and the beneficiaries of such trust notwithstanding any transfers of the beneficial interest of any such trust or any transfers of title to such Unit.

13.05 Amendment. Except as provided herein, the provisions of this Declaration may be amended by an instrument executed by owners of not less than seventy-five (75%) of the Units then subject to the provisions of this Declaration. No amendment shall be effective until recorded in the Office of the Recorder of Deeds of Cook County, Illinois.

13.06 Notices. Any notice required or desired to be given under the provisions of this Declaration to any Owner shall be deemed to have been properly delivered when deposited in the United States mail, postage prepaid, directed to the person who appears as the Owner at his last known address, as shown in the records of the Association at the time of such mailing.

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13.07 Binding Effect. The easements created by this Declaration shall be of perpetual duration. The covenants and restrictions of this Declaration shall run with and bind the land, and shall inure to the benefit of and be enforceable by the Association or the Owner of any Unit subject to this Declaration, their respective legal representatives, heirs, successors and assigns, for a term of thirty (30) years from the date this Declaration is recorded, after which time said covenants shall be automatically extended for successive periods of ten (10) years unless an instrument signed by the Owners of not less than seventy-five (75%) percent of the Units has been recorded, agreeing to amend said covenants and restrictions in whole or in part.

13.08 Successors and Assigns. This Declaration shall inure to the benefit of and be binding upon the successor and permitted assigns of Association and all persons which may have or hereafter obtain any interest in the Property.

APPROVED THIS 25th day of MARCH, 2008.

Board of Directors

MISSION HILLS TOWNHOMES ASSOCIATION

Joan M. Karp, President
[Signature] Vice President
[Signature] Vice President
Jean M. Cronin, Secretary
Danna Buggert, Treasurer

Being no less than two-thirds (2/3) of the Board of Directors of Mission Hills Townhomes Association

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EXHIBIT A

Legal Description of Property and Common Area, including Addresses and
Individual Permanent Tax Identification Numbers.

Lot 1 to 38 in Mission Hills Townhomes, being a Subdivision of part of the South 10 acres of the Southeast Quarter of the Southeast Quarter of Section 29, Township 36 North, Range 12 East of the Third Principal Meridian, in Cook County, Illinois.

COMMON AREAS

Lot 39 and Lot 40 (designated as common space), in Mission Hills Townhomes, being a Subdivision of part of the South 10 acres of the Southeast quarter of the Southeast Quarter of Section 29, Township 36 North, Range 12 East of the Third Principal Meridian, in Cook County, Illinois.

Above legals as per Plat of Subdivision recorded April 21, 1997 as Document No. 97274201.

LOT	TAX NUMBER	ADDRESS: Orland Park, IL 60462
1	27-29-417-001	10514 San Luis Lane
2	27-29-417-002	10508 San Luis Lane
3	27-29-417-003	10502 San Luis Lane
4	27-29-417-004	10470 San Luis Lane
5	27-29-417-005	10466 San Luis Lane
6	27-29-417-006	10462 San Luis Lane
7	27-29-417-007	10458 San Luis Lane
8	27-29-417-008	10452 San Luis Lane
9	27-29-417-009	10448 San Luis Lane
10	27-29-417-010	10444 San Luis Lane
11	27-29-417-011	10440 San Luis Lane
12	27-29-417-012	10432 San Luis Lane
13	27-29-417-013	10428 San Luis Lane
14	27-29-417-014	10424 San Luis Lane
15	27-29-417-015	10420 San Luis Lane
16	27-29-417-016	10412 San Luis Lane
17	27-29-417-017	10410 San Luis Lane
18	27-29-417-018	10404 San Luis Lane

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19	27-29-417-019	10402 San Luis Lane
20	27-29-418-001	10401 San Luis Lane
21	27-29-418-002	10405 San Luis Lane
22	27-29-418-003	10409 San Luis Lane
23	27-29-418-004	10415 San Luis Lane
24	27-29-418-005	10419 San Luis Lane
25	27-29-418-006	10423 San Luis Lane
26	27-29-418-007	10427 San Luis Lane
27	27-29-418-008	10433 San Luis Lane
28	27-29-418-011	10445 San Luis Lane
29	27-29-418-012	10451 San Luis Lane
30	27-29-418-015	10463 San Luis Lane
31	27-29-418-016	10501 San Luis Lane
32	27-29-418-017	10503 San Luis Lane
33	27-29-418-018	10509 San Luis Lane
34	27-29-418-019	10517 San Luis Lane
35	27-29-418-022	10439 San Luis Lane
36	27-29-418-023	10457 San Luis Lane

OUTLOTS:

37	27-29-417-020	On North Side of San Luis Lane
38	27-29-418-020	On South Side of San Luis Lane

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EXHIBIT B

BY-LAWS

MISSION HILLS TOWNHOMES ASSOCIATION

An Illinois Not-For-Profit Corporation

ARTICLE I

NAME OF CORPORATION

The name of this corporation is MISSION HILLS TOWNHOMES ASSOCIATION (the "Association").

ARTICLE II

DEFINITIONS

All terms used herein shall have the meanings set forth in the Declaration, including, without limitation:

2.01 Board: The Board of Directors of the Association.

2.02 Common Area: All portions of the Property intended for the common and exclusive use and enjoyment of all members of the Association and such uses thereto by way of easement or other grant as may be granted for the common and exclusive use and enjoyment of the Owners. The Common Area shall generally include open space, driveways, walkways (if any) and green areas, and shall not include the Units.

2.03 Declaration: This Declaration of Party Wall Rights, Covenants, Conditions, Easements and Restrictions for Mission Hills Townhomes Association and as may be amended from time-to-time.

2.04 Property: The real estate described in Exhibit A of the Declaration.

2.05 Unit: Unit shall mean a residential lot containing a housing unit consisting of a group of rooms which may be attached to one or more other Units by common party wall and which are designed or intended for the exclusive use as living quarters by an Owner, as hereinafter defined, as located upon the Property.

2.06 Member: Every owner of a Unit.

2.07 Owner: The record owner, whether one or more persons, individuals or entities, of a fee-simple title to any Unit, including contract sellers,

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but excluding those having such interest merely as security for the performance of an obligation.

ARTICLE 3 PURPOSES AND POWERS

3.01 Purposes: The purposes of this Association are to perform all the obligations of the Association as set forth in the Declaration, including without limitation, owning, maintaining and administering the Common Area and the facilities and improvements thereon and those portions of the Units as designated therein; to promote the health, safety and welfare, and the common use and enjoyment thereof by its Members; and to exercise all the rights and powers granted the Association in the Declaration, all on a not-for-profit basis, subject to and in accordance with the terms and provisions of the Declaration.

3.02 Powers: The Association shall have and exercise all powers as are now or may hereafter be granted by the General Not-For-Profit Corporation Act of the State of Illinois, the Declaration and these By-Laws.

ARTICLE 4 ASSOCIATION OFFICES

4.01 Registered Offices: The Association shall have and continuously maintain in the State of Illinois, a registered office and a registered agent, whose office shall be identical with such registered office, and may have other offices within or without the State of Illinois as the Board of Directors may from time-to-time determine.

4.02 Principal Office: The principal office of the Association shall be maintained in the Village of Orland Park, Illinois.

ARTICLE 5 MEMBERSHIP AND VOTING RIGHTS

5.01 Membership: Every Owner of a Unit shall be a Member of the Association. Membership shall be appurtenant to and may not be separated from ownership of any Unit. Ownership of a Unit shall be the sole qualification for membership.

5.02 Voting Rights: The Association shall have one class of membership and each Member shall have one vote for each Unit such member owns, provided that in no event more than one (1) vote be cast with respect to any Unit. The person entitled to vote with respect to each Unit is hereinafter referred to as the Voting Member. If more than one person is the record owner of any Unit, or if an Owner is a trustee, corporation, partnership or other legal entity, the vote for such Unit shall be exercised as such owner or Owners of that Unit

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shall designate in writing to the Board. Such designation shall be revocable at any time by actual notice to the Board of the death or judicially declared incompetence of any Owner of that Unit or by written notice of revocation to the Board by any such Owner. In the absence of such written designation, the vote for any Unit may be exercised at any meeting of Members as the Owner or Owners of that Unit present at such meeting shall agree; provided, however, if all owners of a Unit cannot agree as to how their vote shall be exercised, no vote shall be cast with respect to that Unit. In the event that a Unit is owned by more than one person and no designation is given, then the Board in its discretion may recognize one of those persons as the Voting Member for such Unit.

5.03 Annual Meetings: There shall be an Annual Meeting of the Members on such day of such month of each year, at such time as may be determined by the Board, and be designated by written notice of the Board, delivered to the Members, not less than twenty (20) days prior to the date fixed for said meeting.

5.04 Special Meetings: Special meetings of the Members may be called at any time by the President of the Association, by the Board of Directors or upon written request of Voting members having twenty-five (25%) percent of the total votes.

5.05 Notice of Meetings: Written or printed notice stating the place, day and hour of any meeting of Members shall be delivered either personally or by mail to each Owner, not less than five (5) or more than forty (40) days before the day of such meeting. Said notice shall be given by or at the direction of the President, Secretary or persons calling the meeting. In case of a special meeting or when required by statute or these By-Laws, the purpose for which the meeting is called shall be stated in the notice. Notices of the meetings shall be in writing addressed to the Owners at the addresses furnished by him to the Association for the purposes of service of notices or if no such address has been furnished to the Unit owned by such Owner. Notices addressed as above shall be deemed delivered when deposited in the United States mail postage prepaid or when personally delivered to that address.

5.06 Place of Meetings: All meetings of Members shall be held at such place in Cook County, Illinois, as determined by the Board.

5.07 Quorum: The presence at any meeting, in-person and by proxy, of Owners having twenty-five percent (25%) of the total votes, shall constitute a quorum for any action to be taken by the Members, except as may otherwise be provided in the Declaration or in these By-Laws. Unless otherwise expressly provided in the Declaration or in these By-Laws, any action that may be taken by the Members may be taken at any meeting at which a quorum is present upon the affirmative vote of a majority of the Voting Members present at such meeting. If a quorum is not present at any meeting, a majority of the Voting Members

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present may adjourn the meeting at any time, without further notice. At any adjourned meeting at which a quorum shall be present, any business may be transacted which might have been transacted at the original meeting. Withdrawal of Voting Members from any meeting shall not cause failure of a duly constituted quorum at that meeting.

5.08 Proxies: At meetings of Members, a Voting Member may vote either in person or by proxy. All proxies shall be in writing and filed with the Secretary. Every proxy shall be revocable and shall automatically be void upon termination by the Member of his interest in this Unit.

ARTICLE 6 BOARD OF DIRECTORS

6.01 In General: The affairs of the Association shall be managed by the Board which shall consist of not less than three (3) persons; and in no event shall the number of persons comprising the Board exceed five (5). All directors elected by the Member shall be Members of the Association.

6.02 Election of Board Members: At all annual meetings of the Owners, there shall be an election of the Board of Directors. In all elections for members of the Board of Directors, each owner shall be entitled to vote on a cumulative voting basis and the candidates receiving the highest number of votes with respect to the number of offices to be filled shall be deemed to be elected. Upon expiration of the terms of office of the five (5) Board members so elected successors shall be elected for a term of two (2) years each.

6.03 Annual Meetings: The Board shall hold an annual meeting of the Board within ten (10) days after each annual meeting of the Members, at such time and place as shall be fixed by the directors at the annual meeting of Members, and no further notice to the directors of their annual meeting shall be necessary.

6.04 Regular Meetings: In addition to its annual meeting regular meetings of the Board shall be held at such time and place as a majority of the Board shall by resolution determine, provided that there shall not be less than one regular meeting each calendar quarter. Notice of such regular meeting of the Board shall be given to each director personally, by mail or by telephone at least five (5) days prior to the meeting.

6.05 Special Meetings: Special meetings of the Board may be called by the President or a majority of the directors. The person or persons authorized to call such special meetings of the Board may fix the place within Cook County, Illinois for holding any special meeting of the Board called by them.

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6.06 Notice of Special Meetings: Notice of any special meeting of the Board shall be given at least three (3) days prior to any such meeting by written notice delivered personally or by mail to each director at his address as shown by the records of the Association. If mailed, such notice shall be deemed to be delivered when deposited in the United States mail in a sealed envelope so addressed, with postage thereon prepaid.

6.07 Waiver of Notice - Contents of Notice: Any director may waive notice of any meeting. The attendance of a director at any meeting shall constitute a waiver of notice of such meeting, except where a director attends a meeting for the express purpose of objecting to the transaction of any business because the meeting is not lawfully called or convened. Neither the business to be transacted, nor the purpose of, any regular or special meeting of the Board need be specified in the notice of such meeting, unless specifically required by law or by these By-Laws.

6.07 Informal Action: Any action required to or which may be taken at a meeting of the Board, may be taken without a meeting if a consent in writing setting forth the action so taken, shall be signed by all directors entitled to vote with respect to the subject matter thereof. Any such signed consent shall have the same effect as a unanimous vote of the directors.

6.09 Quorum: A majority of the directors serving from time-to-time on the Board shall constitute a quorum for the election of officers and for the transaction of business at any meeting of the Board, provided that if less than a quorum is present, a majority of the directors present may adjourn the meeting from time-to-time without further notice.

6.10 Manner of Acting: Except as otherwise expressly provided by law or by the Declaration or these By-Laws, any action of the directors may be taken upon the affirmative vote of a majority of the directors at which a quorum is present.

6.11 Compensation; Reimbursement for Expenses: Directors shall receive no compensation for their services, but shall be reimbursed for reasonable out-of-pocket expenses incurred in the course of the performance of his/her duties upon presentation of receipts or other appropriate evidence of such expense.

6.12 Removal or Resignation of Directors: Any director elected by the Members may be removed from office, with or without cause, by the affirmative vote or at least two-thirds (2/3) of the voting Members at any annual meeting or at a special meeting called for such purpose. Any director may resign at any time by submitting his written resignation to the Board. If a director elected by the members ceased to be a Member of the Association, he shall be deemed to have resigned as of the date his membership ceased. A successor to fill the unexpired

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term of a director elected by the Members who resigns or is removed may be elected by the Voting Members at any annual meeting or at any special meeting called for such purposes and any successor so elected shall serve the balance of his predecessor's term.

ARTICLE 7 POWERS AND DUTIES OF THE BOARD OF DIRECTORS

7.01 The Board shall maintain and administer the Common Area and those portions of the Units as provided in the Declaration, and have all the powers and duties granted and imposed upon it by the Illinois general Not-For-Profit Corporation Act, the Declaration and these By-Laws, including, without limiting the foregoing, the following:

- (a) By vote of a majority of the Board members, and without approval of any of the Voting Members except as hereinafter set forth, to adopt and publish reasonable rules and regulations governing the use, operation and maintenance of the Property, and as otherwise authorized by the Declaration, and to amend or modify any existing rules and regulations. Written notice of such rules and regulations and of any amendments or modifications thereof shall be given to all Owners. If, within thirty (30) days from the date of such written notice to the owners of the adoption of any such rule and regulation, or any amendment or modification thereof, the Voting Members having at least one-fourth (1/4) of the total votes shall file with the Board a written objection thereto, then such rule and regulation shall be deemed rescinded until approved by the Voting Members having at least two-thirds (2/3) of the total votes.
- (b) To cause the annual budget to be prepared, each owner to be notified of the annual and any special assessments against his Unit and to collect the same, all in accordance with and as more fully set forth in the Declaration.
- (c) To formulate policies for the administration, management, maintenance, improvement and operation of the Property.
- (d) To provide for the designation, hiring and removal of employees and other personnel, including lawyers, engineers, architects and accountants, and to engage or contract for services to the Property.
- (e) To procure and maintain such fire and extended coverage, public liability, workmen's compensation, fidelity, directors'

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and officers' liability and other such insurance in such amounts and insuring against such risks as the Board deems desirable.

- (f) Subject to the provisions of the Declaration, to engage the services of a professional manager for the Association and the Property, and such other personnel and services, including accounts and attorneys, as the Board may, in its discretion, deem appropriate.
- (g) To provide for the maintenance, repair, replacements, improvements and additions of and to the Common Area and the facilities and improvements thereon, and to the extent set forth in the Declaration, the Units and improvements thereon.
- (h) To pay all taxes and other costs and expenses incident to the ownership of the Common Area and all facilities and improvements thereon.
- (i) To cause all officers or employees having fiscal responsibility to be bonded, as it may deem appropriate.
- (j) To cause to be executed and delivered, in the name and on behalf of the Association, such agreements in favor of mortgagees of Units or others as may be required to qualify said mortgages in accordance with the requirements of Federal Home loan Mortgage Corporation, the Federal National Mortgage Association, the Government National Mortgage Association, the Department of Housing and Urban Development, the Federal Housing Administration, the Veteran's Administration, or any other governmental agency or public, quasi-public or private entity which performs (or may in the future perform) functions similar to those currently performed by such organizations, or any institutional lender issuing a commitment to make first mortgage loans covering twenty percent (20%) or more of the Units located in the Existing Property.
- (k) Upon authorization by a two-thirds vote of the members of the Board or by the affirmative vote of not less than a majority of the unit owners at a meeting duly called for such purpose, the Board acting on behalf of all Owners shall have the power to seek relief from or in connection with the assessment or levy of any such taxes, special assessments or charges on the Units; and to charge and collect all

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expenses incurred in connection therewith as common expenses, or alternatively, to charge and collect all expenses incurred in connection therewith from those Owners benefited by the action based on the prorated share of the savings allocated to the particular unit in relation to the savings for all units.

- (l) To exercise all other rights, powers, duties and authority vested in or delegated to the Board or the Association by the Illinois Not-For-Profit Corporation Act, the Declaration, or these By-Laws, not expressly reserved to the Members.

ARTICLE 8 OFFICERS

8.01 Officers: The officers of the Association shall be a President, a Vice President, a Secretary, a Treasurer, and such other officers as the Board may deem appropriate. All officers shall be elected at each annual meeting of the Board and shall hold office at the pleasure of the Board.

8.02 Vacancy of Office: Any officer may be removed at any meeting of the Board by the affirmative vote of the majority of the directors in office, either with or without cause, and any vacancy in any office may be filled by the Board at any meeting thereof.

8.03 Powers of Officers: The respective officers of the Association shall have such powers and duties as are usually vested in such office of a not-for-profit corporation, including, but not limited to the following:

- (a) The President shall be the Chief Executive Officer of the Association and shall preside at all meetings of the Members and of the Board;
- (b) The Vice President shall, in the absence or disability of the President; perform the duties and exercise the powers of such office;
- (c) The Secretary shall keep minutes of all meetings of the Members and of the Board and shall have custody of the Association Seal, and such other books, papers and documents as the Board may prescribe;

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- (d) The Treasurer shall be responsible for Association funds and securities and for keeping full and accurate accounts of all receipts and disbursements in the Association books of account kept for such purpose.

8.04 **Officer's Compensation:** The officers shall receive no compensation for their services except as expressly provided by a resolution duly adopted by the Board.

ARTICLE 9 COMMITTEES

9.01 **Board Committees:** The Board, by resolution adopted by a majority of the directors in office, may designate one or more committees, each of which shall consist of two or more directors; said committees, to the extent consistent with law and as provided in said resolution, shall have and exercise the authority of the Board in the management of the Association; but the designation of such committee and the delegation thereof of authority shall not operate to relieve the Board, or any individual directors, of any responsibility imposed upon it or him by law.

9.02 **Special Committees:** Other committees not having and exercising the authority of the Board in the management of the Association may be designated by a resolution adopted by a majority of the directors present at a meeting at which a quorum is present. Except as otherwise provided in such resolution, members of each such committee shall be Members of the Association and the President of the Association shall appoint the members thereof. Any member thereof may be removed by the person or persons authorized to appoint such member whenever in their judgment the best interest of the Association shall be served by such removal.

9.03 **Term:** Each member of a committee shall continue as such until the next annual meeting of the Board and until his successor is appointed, unless the committee shall be sooner terminated, or unless such member be removed from such committee, or unless such member shall cease to qualify as a member thereof.

9.04 **Chairman:** One member of each committee shall be appointed chairman.

9.05 **Vacancies:** Vacancies in the membership of any committee may be filled by appointment made in the same manner as provided in the case of the original appointments.

9.06 **Quorum:** Unless otherwise provided in the resolution of the Board designating a committee, a majority of the whole committee may be filled by

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appointment made in the same manner as provided in the case of the original appointments.

9.07 Rules: Each committee may adopt rules for its own government not inconsistent with the Declaration, these By-Laws, or with rules adopted by the Board.

ARTICLE 10 CONTRACTS, CHECKS, DEPOSITS AND FUNDS

10.10 Contracts: The Board may authorize any officer or officers, agent or agents of the Association, in addition to the officers so authorized by these By-Laws, to enter into any contract or execute and deliver any instrument in the name of and on behalf of the Association and such authority may be general or confined to specific instances.

10.02 Payments: All checks, drafts or other orders for the payment of money, notes or other evidences of indebtedness issued in the name of the Association shall be signed by such officer or officers, agent or agents of the Association and in such manner as shall from time-to-time be determined by resolution of the Board. In the absence of such determination by the Board such instruments shall be signed by the Treasurer or an Assistant Treasurer and countersigned by the President or a vice President of the Association.

10.03 Bank Accounts: All funds of the Association not otherwise employed, shall be deposited from time-to-time to the credit of the Association in such banks, trust companies or other depositories as the Board may select.

10.04 Special Receipts: The Board may accept on behalf of the Association any contribution, gift, bequest or devise for the general purpose or for any special purpose of the Association.

ARTICLE 11 FISCAL MANAGEMENT

11.01 Fiscal Year: The fiscal year of the Association shall begin on the first day of January each year, except that the first fiscal year shall begin at the date of incorporation, and shall end on the last day of December of each year.

11.02 Financial Statements: On or before April 15 of each year following the initial meeting of Members, the Association shall furnish its Members with a statement of the income and disbursements of the Association for such fiscal year and such other information set forth in the Declaration, as provided in the Declaration, an annual budget shall be adopted and communicated to the Members by December 15 of the prior year.

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11.03 Special Assessments: Special assessments may be authorized pursuant to the terms set forth in the Declaration.

ARTICLE 12 BOOKS AND RECORDS

The Association shall keep correct and complete books and records of account, and shall also keep minutes of the proceedings of its Members, Board and committees having any of the authority of the Board, and shall keep at the registered or principal office a record giving the names and addresses of the Members. All books and records of the Association may be inspected by any Member, or his agent or attorney, for any proper purposes at any reasonable time.

ARTICLE 13 SEAL

The Board may provide for a corporate seal which shall be in the form of a circle and shall have inscribed thereon the name of the Association.

ARTICLE 14 WAIVER OF NOTICE

Whenever any notice whatever is required to be given under the provisions of the General Not-For-Profit Corporation Act of Illinois, the provisions of these By-Laws or the Declaration, a waiver in writing signed by the person or persons entitled to such notice, whether before or after the time stated therein, shall be deemed equivalent to the giving of such notice.

ARTICLE 15 AMENDMENTS

The By-Laws may be amended or modified at any time or from time-to-time at any meeting of the Board, by a majority of the directors then serving on the Board, provided that no provision of these By-Laws shall conflict with the Declaration.

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EXHIBIT C

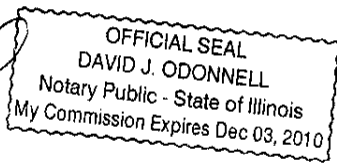
STATE OF ILLINOIS)
) ss.
 COUNTY OF COOK)

I, Joan Cronin, state that I am the Secretary of the Board of Directors of the Mission Hills Townhome Association, and that a copy of the foregoing Amended and Restated Declaration was either delivered personally to each Unit Owner at the Association or was sent by regular U.S. Mail, postage prepaid, to each Unit Owner in the Association at the address of the unit or such other address as the Owner has provided to the Board of Directors for purposes of mailing notices. I further state that the Unit Owners did not file a petition with the Board, pursuant to the requirements of Section 18.5 of the Illinois Condominium Property Act, objecting to the adoption of this Amendment.

By: Joan N. Cronin
 Secretary of the Board of Directors

Signed this 22 day of May, 2008

David J. O'Donnell
 Notary Public



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EXHIBIT D

STATE OF ILLINOIS)
) ss.
COUNTY OF COOK)

I, Joan Cronin state that I am the Secretary of the Board of Directors of the Mission Hills Townhome Association, and that the Amendment to Article 7, Section 7.01(k) of the Bylaws was approved by no less than a majority of the Directors of the Board at a meeting duly called on March 25, 2008, in accordance with the requirements of Article 15 of the Bylaws.

By: Joan M. Cronin
Secretary of the Board of Directors

Signed this 2nd day of April, 2008

David J. O'Donnell
Notary Public

