

DECLARATION OF COVENANTS, CONDITIONS, AND RESTRICTIONS
FOR
BRIDGETOWER SUBDIVISION NO. 1

THIS DECLARATION is made on the last date herein below set forth, by Primeland Development Company, L.L.P., an Idaho Limited Liability Partnership, hereinafter referred to as "Declarant."

WHEREAS, Declarant is the owner of certain real property in the County of Ada, State of Idaho, hereinafter referred to as the "Property," more particularly described as follows:

Lot 1 and Lot 2, Block 1; Lot 1, Block 2; Lot 1, Block 3; Lots 1 through 35 (inclusive), Block 4; Lots 1 through 23 (inclusive), Block 5; of Bridgetower Subdivision No. 1, according to the official plat thereof, filed in Book 83 of Plats at Pages 9087 through 9088, and recorded as Instrument No. 101114821, official records of Ada County, Idaho,

hereinafter "Bridgetower Subdivision No. 1"; and,

NOW, THEREFORE, Declarant hereby declares that all of said Property is and shall be held and conveyed upon and subject to the easements, conditions, covenants, restrictions, and reservations hereinafter set forth. Said easements, covenants, restrictions, conditions, and reservations shall constitute covenants to run with the land and shall be binding upon all persons claiming under them, and shall inure to the benefit of and be limitations upon all future Owners of said Property or any interest therein.

ARTICLE ONE
Definitions

1.1 "Association" shall mean and refer to Bridgetower Owners Association, L.L.C., an Idaho Limited Liability Company, its successors and assigns.

1.2 "Declarant" shall mean and refer to Primeland Development, L.L.P., an Idaho Limited Liability Partnership, its successors and assigns. "Declaration" shall mean and refer to this entire Declaration of Covenants, Conditions, and Restrictions for Bridgetower Subdivision No. 1. Declarant may declare that some of the covenants, conditions, and restrictions in this Declaration shall extend to other parcels of land

owned by Declarant known, which land is commonly known as the "Bridgetower Crossing" and is more particularly described in a City of Meridian, Idaho P.U.D., provided that Declarant has platted the affected Bridgetower Crossing land into a Subdivision and has annexed that land to the Property and has executed a Supplemental Declaration for that future platted Bridgetower Crossing Subdivision describing the land and the covenants, conditions and restrictions to apply to that land, all according to processes set out in Article Nine.

1.3 "Lot" or "lot" shall mean and refer to any plot of land shown upon the recorded subdivision plat of Bridgetower Subdivision No. 1. It may also refer to any plot of land in any recorded plat of a subdivision in the Bridgetower Crossing according to a Supplemental Declaration. A "corner lot" is one that is bounded by street to the front of the lot and by another street to the side of the same lot.

1.4 "Common Area or Common Area lots" shall mean and refer to those areas and lots (including improvements thereon) owned by the Association for the common use, enjoyment, or benefit of all Members of the Association and, in some cases, for the common benefit of other identified users. "Common" shall mean and refer to those systems, fences, equipment and properties that are owned, maintained and operated by the Association by the Manager for the common use, enjoyment or benefit of all Members and, in some cases, for the common benefit of other identified users. Common Area lots in Bridgetower Subdivision No. 1 are more particularly described in Article Eight to this Declaration.

1.5 "Member" shall mean and refer to every person or entity who holds membership in the Association as a result of being a lot Owner in Bridgetower Subdivision No. 1, and will also include any other person or entity who later becomes a lot Owner in a future residential Bridgetower Crossing Subdivision who are included in a Supplemental Declaration to that future Subdivision. There are "Class A Members" and "Class B Members" as more particularly identified in Article Four. Declarant is the only "Class B Member."

1.6 "Mortgage" shall mean and refer to any mortgage or deed of trust securing an obligation by a lot Owner. "Mortgagee" shall mean and refer to the mortgagee under a mortgage or the beneficiary under a deed of trust, and "mortgagor" shall mean and refer to the mortgagor of a mortgage or the grantor of a deed of trust.

1.7 "Owner" shall mean and refer to the person, persons or entity who hold record title to any platted lot in Bridgetower Subdivision No. 1, including persons purchasing such a lot on contract from record title holder. It will also include any other person or entity who holds record title to a lot in a future Bridgetower Crossing

Subdivision annexed according to Article Nine. "Owner" does not include a mortgagee. A "homeowner" shall mean and refer to an Owner who resides in a residence on a lot as his, her, or their primary residence.

1.8 "Plat" shall mean and refer to any recorded Subdivision map showing that the Property has been subdivided into lots. The Plat of Bridgetower Subdivision No. 1 has been recorded in the official records of Ada County, Idaho. Declarant intends to Plat the Bridgetower Crossing land and to annex those platted Subdivisions according to the provisions in Article Nine.

1.9 "Setback" shall mean and refer to the minimum distance between the lawful location of a residence on a lot from a given street or road or from a lot line as provided by a Plat or otherwise provided for by law or by this Declaration.

1.10 "Architectural Control Committee" or "ACC" shall mean and refer to a designated association of not less than one and not more than three individuals whose primary function is to review all construction plans submitted by a lot Owner and to enforce the construction standards as required by this Declaration. ACC committee members shall be appointed by Declarant and shall serve at the pleasure of Declarant until Declarant has turned over the right of appointment to the Association by written notice. The ACC may operate as an informal association or committee, or may form and operate as a corporation or limited liability company.

1.11 "Irrigation District" shall mean an irrigation district duly organized under Idaho law to supply irrigation water to property owners who are the beneficial users of that irrigation water. The lot Owners in Bridgetower Subdivision No. 1, Primeland Subdivision and the Bridgetower Crossing land are intended to be the in common beneficial users of this irrigation water under this Declaration, the Declaration for Primeland Subdivision and the future Supplemental Declarations for the Bridgetower Crossing Subdivisions. Each lot owners in all Subdivisions shall pay his pro-rata share of the cost of the Districts water. Declarant intends to cause the appurtenant Irrigation District water to be delivered to each lot in Bridgetower Subdivision No. 1, to each lot in the Primeland Subdivision, and each lot in the Bridgetower Crossing land, including their respective Common Area lots by means of a Pressurized Irrigation Water system, in a manner more fully set forth in Article Six.

1.12 "Service Provider" shall mean and refer to that person or entity who shall operate, maintain, and repair the Pressurized Irrigation system. The Service Provider shall make and collect appurtenant assessments to all lot owners, except those specifically excluded, all according to Article Six. Any person or entity formed for this purpose who is qualified, including an entity formed and controlled by Declarant,

can act as the Service Provider. The Manager may enter into such contracts with the Service Provider as the Manager deems appropriate to assure the performance of the Pressurized Irrigation Water system.

1.13 "Subdivision" shall mean and refer to Bridgetower Subdivision No. 1 and to other future Bridgetower Crossing Subdivisions when platted and included by the act of Declarant through a Supplemental Declaration as provided for in Article Nine. Future Bridgetower Crossing Subdivisions may be assigned a different or more particular names when are ready to be Platted, and may be formed as residential or commercial Subdivisions.

1.14 "Bridgetower Subdivision No. 1" shall mean and refer to the official Plat of Bridgetower Subdivision No. 1, recorded as Instrument No. 101114821, official records of Ada County, Idaho. Bridgetower Subdivision No. 1 is a residential subdivision.

1.15 "Primeland Subdivision" shall mean and refer to the official Plat of Primeland Subdivision, recorded as Instrument No. 101114819, official records of Ada County, Idaho. Primeland Subdivision is a commercial subdivision.

1.16 "Bridgetower Crossing" shall refer to the land identified in a P.U.D. approved by the City of Meridian and/or Ada County Idaho, which Declarant intends to form into platted residential and commercial Subdivisions.

1.17 "Highway District" shall mean Ada County Highway District, or "ACHD," who shall operate and maintain storm drainage facilities located in public rights of way subject to those limitations set out in Article Eight.

1.18 "Manager" shall mean that person or entity retained by the Association to provide, on behalf of the Association, the Association's business duties, including but not limited to operating and maintaining the Association's Common Areas, common properties systems and fences, paying taxes on Common Area lots, securing liability insurance for the protection of the Association and its Common Areas and properties, providing notices to Members, conducting meetings and voting administration, proposing Association Rules, administering and collecting Member assessments and assessments due by other lot owners, and administering other business functions on behalf of the Association, in a manner more fully described in Article Four. The initial Manager shall be selected by Declarant and shall serve by contract with the Association, until and unless that contract is terminated. Thereafter, the Manager shall be selected by a vote of all Members (Class A and Class B combined). The Associations Manager can be selected from among those companies who typically

manage owners associations, or it can be an entity formed and controlled by Declarant or its principals specifically to manage the duties of this Association and to perform the business operations for all Subdivisions.

ARTICLE TWO General Development and Use Restrictions

2.1 Land Use – Residential. Each lot in Bridgetower Subdivision No. 1, and each lot in all future Bridgetower Crossing Subdivisions that are duly designated as residential subdivisions, other than a Common Area lot, shall be used solely for residential purposes and shall not be used for any commercial purposes, including the conduct of trade, business, or professional activities, except as may be permitted as follows:

a. A homeowner may conduct limited business activities through a “home office,” providing that those business activities are conducted through telephonic and mail communications, that the homeowner does not hire employees or contractors to work in the residence, that there is no visual business appearance on the lot and, further providing that such business activities are not otherwise prohibited by the laws of the City of Meridian or Ada County in the residential zone affecting the respective lot; and

b. The Declarant is authorized to construct a building on the Property which may be used as a Subdivision sales office or temporary office quarters for business activities pertaining to the development of any of the Subdivisions and/or to aid the sales of lots; and

c. The construction trades shall be permitted to construct or use temporary facilities used solely for the purpose of aiding in the construction of a residence or authorized improvement on a lot, which use will be eliminated after the construction is complete.

2.2 Residence Construction. Each Owner, including any contractor, builder, or agent for an Owner, intending to construct a residence or authorized improvement on any residential lot, shall do so only if the following conditions have been met:

a. The lot Owner, or the contractor, builder or agent acting on behalf of the lot Owner, shall first submit an application for construction authority to the Architectural Control Committee (“ACC”), together with the required application fee. The lot Owner shall not commence the intended construction until he has

thereafter received written approval from the ACC, according to the provisions of Article Seven of this Declaration.

b. Each residence constructed on a lot in Bridgetower Subdivision No. 1 shall be a "single-family" dwelling as defined by building codes applicable to the City of Meridian and shall have a garage with at least two (2) bays suitable for vehicle storage.

c. A residence shall only be constructed if the Owner, including any contractor, builder, or agent acting on behalf of the Owner, has obtained a building permit from the City of Meridian and any other governmental agency with jurisdiction over residential construction on a lot, in addition to ACC approval.

d. All residential construction, including outbuildings and all other residential accommodations, shall strictly follow all of the covenants, conditions, and restrictions in this Declaration, including all requirements established by the ACC as a part of its written approval.

2.3 Setbacks and Utility Corridors. Each residence and all authorized improvements shall be constructed within the minimum setback regulations as established by the City of Meridian and those that are described on a Plat. An Owner shall not place any permanent obstruction, including invasive landscaping, in a utility corridor identified on a Plat.

2.4 Residential Landscaping. The following provisions shall govern the landscaping of all residential lots within the Property:

a. The Owner, at his sole and separate cost, shall cause his lot to be landscaped in a style complimentary to the style, size, and value of the residence constructed thereon. At a minimum, that landscaping shall include lawn areas in front, side, and back yards of the lot, which lawn areas may be formed either by sod or grass seed planting. All lawn areas and all trees and shrubs in the front and side yards of a lot shall be made of "living" materials. The Owner, at his sole and separate cost, shall also provide for an underground sprinkling system for the areas that must be in lawn, which system shall be designed to connect to the Pressurized Irrigation Water system.

b. All landscaping, including the lot Owner's connections to the Pressurized Irrigation Water system, shall be fully installed and completed within one hundred eighty (180) days after completion of the residence on the lot. Completion

of the residence shall mean a state of completion sufficient for the lot Owner to obtain an occupancy permit.

c. In the event an Owner shall fail to provide minimum landscaping or otherwise meet the requirements of subparagraphs a and b above, the Declarant and/or the Association, by and through its Manager, may cause these minimum requirements to be completed at the Owner's cost, and may file a lien against the Owner's lot for the cost of providing these minimum requirements. In the event the Owner fails to pay the costs incurred by the Declarant or the Association within thirty (30) days of written demand upon the Owner, the Declarant or Association may sue to collect the cost or may foreclose the claim of lien filed in the same manner as a materialman's lien under Idaho law is foreclosed. Declarant or Association shall receive an award of reasonable attorney fees in addition to the costs advanced on behalf of the lot Owner who failed to meet these requirements.

2.5 Declarant Constructed Fences in Bridgetower Subdivision No. 1. Declarant, at its separate initial cost, shall construct a uniform fence along each of the rear lot lines of Lots 4 through 13, in Block 4 of Bridgetower Subdivision No. 1, as each of those lots abuts to Five Mile Creek. This uniform fence shall not be a "common" fence, irrespective of its initial uniform construction, and each of the respective homeowners of Lots 4 through 13, in Block 4 of Bridgetower Subdivision No. 1 shall separately bear the responsibility and cost of maintaining and repairing that portion of this uniform fence as it is situate long his respective lot. Each respective homeowner of Lots 4 through 13, in Block 4 of Bridgetower Subdivision No. 1 covenants to the Association that he shall maintain and repair his respective section of this uniform fence in a good and workmanlike manner. The style of this uniform fence shall be six (6) feet in height with an open vision design, or alternatively six (6) feet in height with four (4) feet of solid material with the top two (2) feet of open vision design.

Declarant, at its separate initial cost, shall also construct the same style o uniform fence along the lot line of Lot 14 of Block 4 of Bridgetower Subdivision No. 1 as it abuts to Five Mile Creek. This section of the uniform fence is declared to be a "common" fence that shall be maintained and repaired by the Association in a good and workmanlike manner at the Association's separate cost.

Declarant may, but shall not be obligated to, construct a fence in the same style as the uniform fence referred to above, along the lot line of any Common Area Lot in Bridgetower Subdivision No. 1 that abuts Five Mile Creek. If Declarant makes the election to construct this section of fence, it too shall be a "common" fence that shall be maintained and repaired by the Association in a good and workmanlike manner at the Association's separate cost.

Declarant may elect, in its sole and separate discretion, to erect a fence along the perimeter of any other lot that is situate on the exterior boundary of Bridgetower Subdivision No. 1, or around all or parts of a Common Area lot or system in Bridgetower Subdivision No. 1. If Declarant so elects, the design, style, and materials used to construct a fence or fences in these locations shall be chosen by Declarant at its sole and separate discretion. If Declarant elects to construct fences in these locations, the future maintenance or repair of those fences shall be the duty of the respective homeowner if it is fence is situate on the homeowner's lot, or alternatively by the Association as a common fence, if the fence is situate on a Common Area lot.

2.6 Owner Constructed Fences in Bridgetower Subdivision No. 1. An Owner of any residential lot may elect at his sole and separate cost to construct a fence on his lot, but only if the following conditions are met:

a. A fence may be constructed on a lot (other than a corner lot), but the fence shall not extend into the front yard, nor beyond a line running parallel to the front of the main residence (excluding porches and/or architectural detailings); and

b. A fence may be constructed on a corner lot, but the fence on the side bounded by the street may not be closer than twenty feet (20') to the street right of way on the side parallel to the street side; and

c. If the lot is an exterior lot (a lot where the back or side yard abuts the Subdivision perimeter fence, if one exists), then the Owner must use the perimeter fence as the Owner's fence; and

d. Every fence shall be constructed with materials and in a manner described in "fence guidelines" as will be provided by the ACC.

2.7 Nuisances. No noxious or offensive activity shall be carried on upon any lot, nor shall anything be done thereon which may be or become an annoyance or nuisance to the other lot Owners.

2.8 Signs. No sign of any kind shall be displayed to the public view on any residential lot. However, a lot Owner may display one temporary sign of not more than five (5) square feet advertising the property for sale or rent, and may display temporary political signs, and a builder-owner may display a sign on his lot to advertise the property during a construction and sales period. Additionally, Declarant may display signs identifying, advertising, and promoting the Subdivision

in such locations and such size as Declarant shall deem appropriate. Homeowners may be display their name and address on a plaque attached to the residence.

2.9 Garbage and Refuse Disposal. No lot shall be used or maintained as a dumping ground for rubbish. Trash, garbage, or other waste shall not be kept except in sanitary containers. All facility for the storage or disposal of such material shall be kept in a clean and sanitary condition.

2.10 Permitted Use of Vehicles and Recreational Equipment. A homeowner and his invitees/lessees shall not park any business or commercial vehicle greater in size than three-quarters (3/4) of a ton on a Subdivision street, nor upon his lot, unless the same is fully garaged. A homeowner and his invitees/lessees shall not park a vehicle on any lot or Subdivision street which is not operable or which is non-working or unsightly. A homeowner and his invitees/lessees shall not park a vehicle with a "for sale" sign on any lot or adjacent street. A homeowner may store or park recreational equipment, such as boats, snowmobiles, trailers, motorcycles, and the like, in a rear yard, but if and only if, the rear yard is fenced and the recreational equipment when parked cannot be visually observed above the height of the owner's fence by a person standing at street level.

2.11 Motor Homes/Recreational Vehicles. Except for the purpose of loading or unloading, a homeowner and his lessees shall not park or store motor homes or "RV's" on a Subdivision street, nor on his own lot, unless the same is fully garaged. A visitor of any Owner shall be permitted to park a motor home at the homeowner's lot for a period not to exceed six (6) consecutive days.

2.12 Hazardous Activities. No activity shall be conducted on or in any residence, lot, or within a Common Area which is or might be unsafe or hazardous to any person or property. Without limiting the generality of the foregoing, no firearm shall be discharged in the Subdivision, and no open fire shall be lighted or permitted on any lot except in a self-contained barbecue unit while attended and in use for cooking purposes, or within a safe and operational interior fireplace.

2.13 Lights, Sounds and Odors, Generally. No residential lot Owner shall install lights which omit an offensive glare; however, a residential lot Owner may install a front yard entry or security light with total light wattage not to exceed 100 watts, which light can be continuously operated by the Owner from one hour after dusk to one hour before dawn. No sound shall be emitted from any lot that is unreasonably loud or annoying, and no odors shall be emitted on any lot which are noxious or offensive to others.

2.14 Animals. No animals, livestock, or poultry of any kind shall be raised, bred, or kept on any lot, except that dogs, cats, or other household pets may be kept provided that they are not kept, bred, or maintained for any commercial purpose, and provided that the keeper of such pets complies with all laws, rules, and regulations of the City of Meridian, Ada County and the State of Idaho. All dogs, cats, or household pets shall be properly fed and cared for. Dogs and cats shall not be allowed to run at large, and no dog, cat, or other household pet may be kept which unreasonably bothers or constitutes a nuisance to other Owners of lots. A residential lot Owner may construct a dog run on his lot, provided that the dog run is not more than six feet (6') in width, not more than ten feet (10') in length, and not more than six feet (6') in height and is not placed closer than ten feet (10') from side or rear lot lines of an interior lot and twenty feet (20') from a side lot line or an exterior lot and is no closer to the front of a front lot line than a point where the Owner could construct a fence under paragraph "2.5a" above.

2.15 Reconstruction and other Improvements. In any case where it is necessary to reconstruct a residence or make an improvement on a lot, that reconstruction or improvement shall be prosecuted diligently, continuously, and without delay from time of commencement thereof until such structure is fully completed, unless prevented by a cause beyond control of the lot owner, and diligently thereafter after the delay cause is abated. If there is still an operating ACC, the plans to reconstruct or to make an additional improvement shall be submitted to the ACC for written approval before the reconstruction or improvement is commenced. If there is no operating ACC then in existence, the Owner shall submit all reconstruction/improvement plans to the City of Meridian and obtain a building permit before the reconstruction/improvement is commenced.

ARTICLE THREE Utilities and Utility Easements

3.1 Utility Services. All residential lots shall be served with underground utility lines for power, gas, water, sewer, and telephone services; which utilities shall be installed in the streets or in the platted easement rights-of-way. The costs of bringing these services to the Owner's lot are the sole and separate costs of the Declarant, and Declarant is entitled to recover any and all connection fees or escrowed funds advanced by Declarant to any respective utility provider, if any, to bring these services to the lots of the Subdivision. An Owner, or the Owner's builder constructing an Owner's residence or authorized improvement, shall be liable for all additional costs for final hookups charged by a utility company as a condition precedent to final connection as well as for the cost of any other utility service not supplied by Declarant.

3.2 Platted Easements. Declarant reserves a right-of-way or easements as shown and noted on the Plat of the Subdivision for the purpose of constructing water mains, electric distribution lines, sewer lines, gas pipelines, pressurized irrigation lines, and such other public utilities as may be necessary, convenient, and desirable for the Owners of lots within the Subdivision.

ARTICLE FOUR Owners Association

4.1 Organization of Association. Declarant intends to organize an entity to be known as Bridgetower Owners Association, L.L.C., an Idaho Limited Liability Company, the "Association," and shall file Articles of Organization and adopt an Operating Agreement, which Operating Agreement shall be incorporated into and made a part of this Declaration by reference. The Association's duties and Member's and Owner's rights may be more particularly described or supplemented in the Operating Agreement, but the basic duties and rights of the Declarant, Members, lot Owners and the Manager as set forth in this Declaration shall not be altered by the Operating Agreement.

4.2 Members. Every lot Owner in the Subdivision, including the Declarant and excluding the Association, shall be a Member of the Association, which Membership is compelled as an incident to lot ownership for as long as that lot ownership is maintained. A Member's membership interest in the Association is not assignable, and is appurtenant to the ownership of a lot. A Member's interest shall not be transferred, pledged, or alienated in any manner and shall always be subject to the terms and conditions of this Declaration and the Operating Agreement of the Association.

A Member shall be designated as either a Class A or Class B Member.

a. Class A Members shall be each lot Owner in Bridgetower Subdivision No. 1 and each lot Owner in any future Bridgetower Crossing Subdivision that designates those lot Owners as Members of the Association according to the Supplemental Declaration. Class A Members do not include the Declarant, but do include builder-owners who intend to construct a residence for sale to a future residential lot homeowner. Class A Members shall have the full benefit and use of every Common Area, except those Common Areas that may be use restricted in future Bridgetower Crossing Subdivisions by the terms of their Supplemental Declarations. Class A Members shall be assessed for a lot Owners pro-rata share of all costs and expenses incurred by the Association and its Manager and

the Service Provider performing Association operations/duties according to the terms of Article Five, as well as for a pro-rata share of lot appurtenant irrigation water from an Irrigation District. Whenever an issue is placed for membership voting, each Class A Member shall be entitled to one vote for each lot owned. When more than one person is an Owner of a lot, all such persons shall be Members, but the vote for such lot shall be exercised as they jointly determine, but in no event shall more than one vote be cast with respect to any lot.

b. The sole Class B Member shall be the Declarant. Declarant shall not be assessed Membership assessments unless and until it has become a Class A Member, but Declarant shall pay its per lot pro-rata share of appurtenant irrigation water available to Declarant's lots within the Property. Whenever an issue is placed for membership voting, the Class B Member shall be entitled to five votes for each lot Declarant owns. The Declarant's Class B voting rights shall also extend to the future lots that will be created within the residential Bridgetower Crossing Subdivisions when they are platted, annexed and Declarant is made a Member by a Supplemental Declaration.

Declarant's Class B membership shall cease and Declarant's membership shall be converted automatically to Class A membership (one Class A membership interest for each lot owned) upon the happening of either of the following events, whichever occurs earlier:

- (i) When seventy-five percent (75%) of the lots, including the future lots created by future annexed platted Bridgetower Crossing Subdivisions, have been conveyed by deed to Owners other than Declarant; or
- (ii) On December 31, 2015; or
- (iii) At any time that Declarant elects in writing to accept Class A membership status.

c. Owners of Lots in Primeland Subdivision. The Owners of commercial lots in Primeland Subdivision shall not be Members of the Association, irrespective of a conveyance by the Declarant of common area lots in the Primeland Subdivision to the Association, nor the fact that the Association shall provide for operation and maintenance of those Primeland Subdivision common area lots.

4.3 Overview of Association Management. The Association's Articles of Organization forming the Association shall declare that the Association shall be

"Manager-managed" rather than be Member-managed. The purpose of choosing this style of Association management is to provide for more efficient administration in conducting the business operations of Association's operations and duties, recognizing that the Association's duties and operations will expand and change beyond the immediate needs for operating and maintaining Common Areas in Primeland Subdivision and Bridgetower Subdivision No. 1, to include other future Bridgetower Crossing Subdivisions as they are platted, annexed and included by Supplemental Declaration.

The Manager style of management is also better suited to administer and collect membership assessments, and to co-ordinate the operation of the Pressurized Irrigation Water system with the Service Provider, and to provide maintenance and replacements for the Common Areas, common systems and common fences, to purchase appropriate insurance policies, and in general, to provide for other Association business duties and responsibilities as indicated in this Declaration and in future Supplemental Declarations covering annexed Bridgetower Crossing Subdivisions.

Nevertheless, this Manager-management style will allow the Class A Members, to take care of other homeowner Member responsibilities such as the regulation or enforcement of general homeowner obligations under this Declaration, including by way of example, improper parking, improper use of Recreational Vehicles, the failure of a homeowner Member to provide proper maintenance to a homeowner lot after a residence has been constructed, and the formulation of rules to control personal conduct in a Common Area developed and used for recreational purposes. The Manager may, and most likely will, elect to form a membership committee of Class A Members to deal with those types of matters. Furthermore, Class A Members of the Association will always be free to form Membership committees as provided in the Operating Agreement. Except as otherwise required by this Declaration, Class A Members will not vote upon or participate in the business management affairs of the Association, it being understood that the Manager shall have the full authority to make and implement those business decisions as the Manager sees fit.

The Manager-management style can be changed to a member-management style, but only by a seventy percent (70%) membership (Class A and Class B votes combined) vote in favor of such change, or alternatively if the Declarant voluntarily executes a written waiver of the Manager-management style in favor of a member-management style and if fifty-one percent (51%) of the Class A Members vote in favor of such change. (This alternative procedure being an exception to the general method of amending the Declaration) Furthermore, a Manager can be removed for cause upon thirty (30) days written notice by Declarant, or upon ninety (90) days

written notice after fifty-one percent (51%) of the membership (Class A and Class B combined votes) have voted in favor of removal for cause. In the initial instance, the Declarant shall appoint the Manager for the Association for such term as the Declarant determines reasonable, but not to exceed a term of more than two (2) years under each contract term.

The Operating Agreement shall not be amended or interpreted in a manner that is inconsistent with this overview.

4.4 Powers of the Association. The Association shall have all the powers of a limited liability company organized under the laws of the State of Idaho, subject only to such limitations upon the exercise of such powers as are expressly set forth in the Articles of Organization, the Operating Agreement, and this Declaration. The Association, but not its Manager, is intended to be a non-profit entity. The Association, and its Manager acting on behalf of the Association, shall have the power to do any and all lawful things which may be authorized, required, or permitted to be done by it under this Declaration, the Articles of Organization, and the Operating Agreement, and to do and perform any and all acts which may be necessary or proper for, or incidental to, the proper management and operation of and the performance of the other responsibilities herein assigned, including without limitation:

a. Assessments: The power to levy assessments (monthly, special, and limited) on the Members/Owners of lots and to force payment of such assessments, all in accordance with the provisions of this Declaration.

b. Right of Enforcement: The power and authority from time to time, in its own name, on its own behalf, or on behalf of any Owner or Owners who consent thereto, to commence and maintain actions and suits to restrain and enjoin any breach or threatened breach of this Declaration, including violations of Association Rules adopted pursuant to this Declaration, and to enforce by mandatory injunction or otherwise all provisions hereof.

c. Delegation of Powers: The authority to delegate its power and duties to a Manager and/or to committees or to any person, firm, or corporation that a Manager may hire by contract. Neither the Association nor the Members shall be liable for any omission or improper exercise by the Manager of any such duty or power so delegated.

d. Emergency Powers: The Association, through its Manager, may enter upon any lot in the event of any emergency involving illness or potential danger to life or property, or when necessary in connection with any maintenance or

construction for which the Association may be responsible. Such entry shall be made with as little inconvenience to the Owner as is practicable, and any damage caused thereby shall be repaired by the Association and at its sole cost and expense.

e. Association Rules: The Association, directly or through its Manager, may adopt, amend, and repeal, after consultation with Class A Member committees or delegates, such rules and regulations as the Association deems reasonable ("Association Rules") governing the common use of the Common Areas by the Members, families of an Owner, or any invitee, or licensee; provided, however the Association rules may not discriminate among Members within a particular Subdivision and shall not be inconsistent with this Declaration, a subsequent Supplemental Declaration, the Articles of Organization, or the Operating Agreement. A copy of the Association Rules, as they may from time to time be adopted, amended, or repealed, shall be mailed or otherwise delivered to each Member. Upon such mailing or delivery to all Members, said Association Rules shall have the same force and effect as if they were set forth in and were a part of this Declaration. In the event of any conflict between any Association Rule and any other provision of this Declaration, a Supplemental Declaration, or the Operating Agreement, the provisions of the Association Rules shall be superseded by the provisions of this Declaration, a Supplemental Declaration, the Articles, or the Operating Agreement to the extent of any such inconsistency.

f. Licenses, Easements, and Rights-of-Way: The Association, through its Manager, has the power to grant and convey to any third party such licenses, easements, and rights-of-way in, on, or under the Common Areas as may be necessary or appropriate for the orderly maintenance and preservation of the health, safety, convenience, and welfare of the Owners, or for the purpose of constructing, erecting, operating, or maintaining:

(i) Underground lines, cables, wires, conduits, and other devices for the transmission of electricity for lighting, heating, power, telephone, and other purposes;

(ii) Public sewers, storm drains, water drains and pipes, water systems, sprinkling systems, water, heating, and gas lines or pipes; and

(iii) Any similar public or quasi-public improvements or facilities. The right to grant such licenses, easements, and rights-of-way are hereby expressly reserved to the Association.

4.5 Duties of the Association: In addition to the powers granted by the Operating Agreement and this Declaration, and without limiting the generality thereof, the Association, by its Manager, shall conduct all general business affairs of common interest to all Owners and Members including the following:

a. Operation and Maintenance of Common Area and Common Property. Operate, maintain, and otherwise manage or provide for the operation, maintenance, and management of all Common Area lots (now existing or created by future platting of annexed Bridgetower Crossing Subdivisions, and conveyed to the Association) including all Common Area equipment and property, common systems, and common fences, including the repair and replacement of any common property damaged or destroyed.

b. Operation and Maintenance of Lots in the Primeland Subdivision. Lots 1 and 3 of Block 2; Lots 1 and 4 of Block 1; and Lot 1 of Block 3 of the Primeland Subdivision, as described by the official plat thereof, are common area lots in the Primeland Subdivision and shall be conveyed by Declarant to the Association, and the Association, through its Manager, shall undertake the duty of operating and maintaining these five Primeland Subdivision Common Area lots. These five common area lots in the Primeland Subdivision shall be developed by the Declarant for the uses more particularly described in Declaration of Covenants, Conditions, and Restrictions for Primeland Subdivision. However, these five Primeland Subdivision common area lots were created primarily for the use and benefit of Bridgetower Subdivision No. 1 and for future use and benefit of other Bridgetower Crossing Subdivisions to be Platted and annexed, as entry way lots for the residential Subdivisions and for a source of backup (to the water delivered by Irrigation Districts) irrigation water for the Pressurized Irrigation Water system for all Subdivisions. An irrigation well and related pumping equipment is located on Lot 3, Block 2 of the Primeland Subdivision. The Association, through its Service Provider or Manager, shall operate that well in the interests of all lot Owners who have the right to the beneficial use of the water according to law. The Members specifically recognize that Association assessments, and not the lot owners in Primeland Subdivision, will be paying for the maintenance of Primeland Subdivision Common area lots conveyed to the Association and for the maintenance and repair of the well and related pumping equipment located thereon.

c. Taxes and Assessments. Pay all real and personal property taxes and assessments separately levied against the Common Area owned by the Association, including the five Primeland Subdivision common area lots referred to in subparagraph "b." above. Such taxes and assessments may be contested or compromised by the Manager of the Association, provided, however, that such taxes

and assessments be paid or a bond insuring payment be posted prior to the sale or disposition of any property to satisfy the payment of such taxes or assessments. In addition, the Association shall pay all other taxes, whether federal, state, or local, including income or corporate taxes levied against the Association in the event that the Association is denied the status of a tax-exempt entity.

d. Water and Other Utilities. Acquire, provide, and/or pay for water, sewer, garbage disposal, refuse and rubbish collection, electrical, telephone, and gas and other necessary services for any Common Area and other property owned or managed by it.

e. The Association may, but shall not be required to, obtain policies of insurance from reputable insurance companies authorized to do business in the State of Idaho, and to maintain in effect the following types of policies of insurance:

(i) Comprehensive public liability insurance insuring the Manager, the Association, the Declarant, the Members, the Owners, and the agents and employees of the Manager, against any liability incident to the ownership and/or use of the Common Area or other common property owned or managed by the Association.

(ii) Such other insurance, including Worker's Compensation Insurance to the extent necessary to comply with all applicable laws, Manager's liability insurance, and such indemnity, faithful performance, fidelity, and other bonds as the Manager shall deem necessary or required to carry out the Association's functions or to insure the Association against any loss from malfeasance or dishonesty or any employee or other person charged with the management or possession of any Association funds or other property.

(iii) Insurance premiums for the above insurance coverage shall be deemed a common expense to be included in the annual assessments levied by the Association.

f. Pressurized Irrigation Water System. Provide for the use of common use, maintenance, repair, operation, and assessments for this system, whether by a direct contract with an Irrigation District or by contract with an independent Service Provider or by the Manager.

g. Drainage Systems. Operate, maintain, repair, and replace the sprinkler and drainage systems in the Common Area or in any other property conveyed to or owned by the Association.

h. Right-of-Way Maintenance. Maintain, repair, and replace any mechanical systems installed in the rights-of-way in the Common Area as well as the common fences.

4.6 Personal Liability. No Manager of the Association, nor any Member or committee of the Association, nor the Declarant, shall be personally liable to any Member or Owner or to any other third party, including the Association, Member or lot Owner for any damage, loss, or prejudice suffered or claimed on account of any act, omission, error, or negligence of the Association, or of the Manager, or of a Member or membership committee, or of the Declarant, provided such person or entity, has, upon the basis of such information as may be possessed by him, and acted in good faith without willful or intentional misconduct.

4.7 Dissolution. In the event the Association is dissolved, the assets of the Association shall be dedicated to a public body or conveyed to another non-profit organization with similar purposes and in a manner to protect the rights of the Members.

ARTICLE FIVE Covenant for Assessments

5.1 Creation of Lien and Personal Obligation for Assessments. The Declarant hereby covenants with each lot Owner within the Property that by acceptance of a deed from or through the Declarant, and whether or not it is expressly stated in said deed, that each Owner shall agree to pay to the Association, through its Manager, the following:

a. All regular periodic assessments for specified services and maintenance as set forth in 5.3; and

b. All special assessments for specified services and maintenance as set forth in 5.4.

Each assessment, together with interest accrued thereon shall be a charge on the Owner's lot and shall create a continuing lien upon the Owner's lot against which each assessment is made from and after the date the assessment is due. Each assessment shall bear interest at the rate of thirteen (13%) per cent annum to accrue after the due date until fully paid. Additionally, each assessment and accrued interest shall be the personal obligation of the Owner of the lot assessed at the date of assessment and may be collected by judicial action in the nature of a delinquent open

account, which action may be in lieu of or in addition to the foreclosure of the lien created against the Owner's lot. The personal obligation for delinquent assessments shall not pass to Owner's successor in title unless expressly assumed by the successor. Any collection action, whether it be by lien foreclosure and/or by action on a delinquent account shall also obligate the Owner of the lot assessed to pay reasonable attorney fees and court costs to be included as a part of the assessment debt to the Association. Prior to bringing an action to foreclose the continuing assessment lien granted by this Article, the Association, through its Manager, shall cause a notice of lien claim to be prepared and filed of record with the Ada County Recorder's office and shall send a copy by certified mail to the delinquent Owner. The cost of preparing, filing and mailing this claim of lien (which cost is understood to be a liquidated cost set at \$200.00 plus the filing fee charge), and plus any reasonable attorney fee incurred by the Association or its Manager, shall also be the separate cost of the delinquent lot Owner and shall be recovered from the lot Owner as a part of the assessments due.

5.2 Initial Assessment. Each lot sold by Declarant shall be subject to a one-time initial assessment of \$250.00 to be paid by the first homeowner. This one-time initial assessment shall be paid to the Declarant, not by an Owner-builder, but shall pass through to the first homeowner at a closing of a residence sale between a builder-Owner and the homeowner. The Declarant, or if applicable, the Owner-builder otherwise, shall instruct the closing agent to make direct payment of this initial assessment to the Declarant in the same manner as other purchaser closing costs are paid.

5.3 Regular Periodic Assessments. Each lot Owner shall also be assessed and pay a regular periodic assessment to the Association, to begin to accrue thirty (30) days after the issuance of a certificate of occupancy, which regular assessments are to be used by the Association for the purpose of paying for the maintenance of the Common Area lots and all other duties and responsibilities of the Association to include a reasonable Manager's fee. The Association, through its Manager, may elect to collect these periodic assessments on a monthly, quarterly, semi-annual, or annual basis, as it deems appropriate. The beginning assessment annualized for the year 2002 for all lots owned by Class A Members, shall be \$500.00, based upon an estimate made by the Declarant for the cost of services anticipated for the year 2002. This periodic assessment can be automatically increased by the Manager by as much as thirty percent (30%) per year beginning with the year commencing January 1, 2003. It may not be increased by more than thirty percent (30%) per year unless such increase is approved by a majority vote of All Class A and Class B Members at a meeting called for that purpose by the Manager.

5.4 Special Assessment for Repairs, Operations, or Maintenance. In addition to the regular periodic assessments, the Association may from time to time, by the majority vote of its Members at a meeting called for that purpose, make any special assessment for a specific one-time cost or expense benefiting common properties, or for some common interest or purpose benefiting all Members.

5.5 Notice of Action under Section 5.3 and 5.4. Written notice of any meeting called for the purpose of taking any action authorized under Section 5.3 and/or 5.4 of this Declaration shall be sent by the Manager to all Members not more than fifty (50) days nor less than ten (10) days in advance of the meeting.

5.6 Miscellaneous Assessment Information. The Manager shall annually re-establish the amount of the regular periodic assessment per lot each November of each year and shall send written notice of that re-assessment to each Owner thirty (30) days before the effective date of the re-established regular periodic assessment. The Association's Manager shall, upon request and for a reasonable charge, furnish a certificate signed by officers of the Association stating whether or not assessments by the requesting Owner are current.

5.7 Effect of Nonpayment of Assessments and Remedies of the Association. Any assessment not paid within thirty (30) days after the due date shall be deemed to be delinquent and shall bear interest from the due date at the rate of thirteen percent (13%) per annum. The Association, by its Manager, may bring an action at law against the Owner personally obligated to pay the delinquent assessment or may record and foreclose a lien against the Owner's property. No Owner may waive or otherwise escape liability for assessments provided for herein by non-use of the Common Area nor by non-use of his lot.

5.8 Subordination of Assessment Liens to Mortgages. The lien of any unpaid assessment shall be subordinate to any first mortgage or deed of trust placed against a lot by its Owner. No mortgagee of a mortgage or beneficiary of a deed of trust shall be required to collect any unpaid assessment. The failure of an Owner to pay assessments shall not constitute a default under a mortgage or deed of trust. Sale or transfer of a lot shall not affect the assessment lien, nor shall the transferee in such sale or transfer be relieved from liability for any assessment thereafter becoming due or from the lien thereof.

ARTICLE SIX
Pressurized Irrigation System

6.1 Pressurized Irrigation System. The Declarant intends to install a pressurized irrigation system as a common system throughout the Property and up to each lot, to benefit every Subdivision lot including Primeland Subdivision and Common Area lots, and including those Bridgetower Crossing Subdivision lots that will be annexed and Platted after the recordation of this Declaration. This system will deliver irrigation water available from an Irrigation District supply or as supplemented by irrigation wells and pumping equipment located on specific Common Area lots to each lot including certain Common Areas. Declarant shall construct the pressurized irrigation system and shall convey the system to the Association when all of the Subdivisions have been developed, or to an Irrigation District, as Declarant shall decide in its sole discretion. Declarant may enter into appropriate agreements with an Irrigation District if required by law to carry out these intentions.

Each lot Owner (including those in Primeland Subdivision and future Bridgetower Crossing Subdivisions) will receive a direct assessment from the Irrigation District for a prorata share of a District's irrigation water available to a lot, whether or not the water is actually used. Wherever "lot Owner" is used in this Article in the context of irrigation water use, it shall also mean the record Owner of every lot in each the future Bridgetower Crossing Subdivisions when annexed, and the owners of lots in Primeland Subdivision.

The Declarant may also enter into an agreement with an Irrigation District, designating the District as the "Service Provider" of the irrigation water through the Pressurized Irrigation Water system to the end lot Owners/users. Alternatively, Declarant may direct the Association or the Manager to enter into an agreement with a third party other than the Irrigation District (including an entity in which Declarant or principals of the Declarant may own) to act as the Service Provider of irrigation water supplied by an Irrigation District, and that backup irrigation water available from Common Area wells, to distribute the pressurized irrigation water to each lot Owner. In this latter scenario, the Service Provider would then charge each lot Owner with a prorata lot charge assessment, which shall be a lawful obligation of the lot Owner, whether or not water is actually used by a lot Owner. Once the Declarant has completed the full construction of the pressurized irrigation system throughout all of the Subdivisions, and turned the ownership over to the Association, or alternatively to an Irrigation District, the Declarant shall have no further liability or responsibility for the system and shall not be required to repair, improve, or replace any parts of the system. Furthermore, Declarant shall never be liable to any lot Owner for a lack of irrigation water.

6.2 Assessments. Whether the Assessment for a lot Owner's prorata share comes directly from an Irrigation District or whether it is made by an independent Service Provider, the Assessment shall be an obligation of the lot Owner and shall become a lien upon the lot Owner's property if not duly paid, irrespective of whether the Owner uses the irrigation water, or uses other available water sources for irrigation purposes.

6.3 Maintenance. Irrespective of whether the pressurized irrigation water is provided by the Irrigation District as the Service Provider or by an another Service Provider, the Service Provider shall also operate, maintain and repair the pressurized irrigation system, and shall also levy and collect annual assessments against each lot served by the system to defray the cost and expense of such operation, maintenance, repair, or replacement, which may include a reasonable profit margin for acting as the Service Provider; and may lien an Owner's lot for nonpayment of an Assessment for repair or maintenance.

6.4 Prohibitions. Lot Owners are prohibited from making any cross connection or tie in between the irrigation water system and their domestic water system. **WATER FROM THE IRRIGATION WATER SYSTEM IS NOT DRINKABLE; EACH LOT OWNER SHALL BE RESPONSIBLE TO ENSURE THAT IRRIGATION WATER WITHIN THE BOUNDARIES OF HIS/HER/THEIR LOT IS NOT CONSUMED BY ANY PERSON OR USED FOR CULINARY PURPOSES.**

Lot Owners shall not construct any ditch, drain, well or water system upon any lot or Common Area.

6.5 Use and Rules. The Association, through its Manager , unless otherwise established by Irrigation District, or by a Service Provider, may establish and serve on each lot Owner a set of rules establishing the use of this irrigation water including time of use and duration, recognizing that the system will not permit all lots to use the irrigation water simultaneously. The Association through its Manager or through the Service Provider may also contract for hire a water master to designate a rotation schedule. The Owner agrees to follow these rules and the schedules set by a water master or by the Service Provider.

ARTICLE SEVEN
Architectural Control

In order to protect the quality and value of all improvements constructed on every lot in a Subdivision, and for the continued protection of all Owners, an

Architectural Control Committee (ACC) shall be established by Declarant. The ACC shall be subject to the control of the Declarant as long as the Declarant owns any lot within the Property including future lots from annexed Bridgetower Crossing Subdivisions.

7.1. Approvals Required. No building, residence, or residential outbuilding of any type shall be commenced, erected, or installed upon any lot until the plans and specifications showing the nature, kind, shape, configuration, height, materials, location of the same and such other detail as the ACC may require (including but not limited to any electrical, heating, or cooling systems), shall have been submitted to and approved in writing by the ACC. The ACC may consider such subjective criteria as compatibility with surrounding structures and overall design, as well as objective criteria as to the quality of materials, exterior building and trim paint color, roof material and color, and engineering in making an approval or disapproval. The following specific criteria must also be met for the construction of any residence in a Subdivision:

a. The Owner's exterior paint and trim colors must be selected from the ACC's pre-approved color combination book; and

b. The Owner's roofing material must be a 25-year architectural grade composition with a color selected from the ACC's pre-approved color book; and

c. Any storage shed must not be greater than ten feet (10') by twenty feet (20') by ten feet (10') in height from the ground to the top of the roof ridge, and the surface materials, the roofing, and the color scheme, if it is a storage shed to be constructed on site, shall follow the materials and the color scheme used on the Owner's residence building. Alternatively, an Owner can select a pre-fabricated storage shed, provided that such a shed has been pre-approved by the ACC, and the ACC shall publish from time to time a list of pre-approved pre-fabricated storage sheds. In all other cases, the Owner shall submit storage shed plans to ACC for pre-approval. In the event the ACC fails to approve, disapprove, or specify the deficiency in such plans, specification and location within thirty (30) days after submission to the ACC in such form as they may require, approval will not be required and this Article will be deemed to have been fully complied with.

7.2 Enforcement. The ACC may, in its own name or by direction to the Manager of the Association, exercise all available legal and equitable remedies available to prevent or remove any unauthorized or unapproved construction or improvements on any lot or any portion thereof. In the event the ACC exercises its right to remove or restrain the violation of any rule, the ACC shall recover liquidated damages in the

amount of \$5000.00, in addition to its reasonable attorney fees and court costs, as a means to reimburse the ACC and/or the Association Manager for the time and effort in enforcement.

7.3 Waivers. The approval of any plans, drawings, or specifications for any plans, improvements, or construction, or for any matter requiring the approval of the ACC shall not be deemed a waiver of any right to withhold approval of any similar plan, drawing, specifications, or matter subsequently for approval.

7.4 Liability. Neither the ACC nor any member thereof shall be liable to the Association, to any Owner, or to any other party for any damage suffered or claimed on account of any act, action, or lack thereof, or conduct of the ACC or the respective members thereof, as long as they have acted in good faith on the basis of information they then possessed.

ARTICLE EIGHT Common Areas

Declarant intends to establish several Common Area lots for the mutual benefit of all Owners in Bridgetower Subdivision No. 1. These Common Area lots shall be designated on the final Plat of the Subdivision. The Common Area lots in Bridgetower Subdivision No. 1, and their respective purposes are as follows:

8.1 Drainage/Landscape Lots. Lot 1, Block 1; Lot 1, Block 4; Lot 14, Block 4; Lot 1, Block 2; Lot 1, Block 3; shall be used primarily for drainage and/or landscape purposes.

8.2 Pedestrian Access Lots. Lot 35, Block 4; and Lot 11, Block 5; shall be used primarily for pedestrian access.

8.3 Pool and Clubhouse lot. Lot 2, Block 1, shall be used for purpose of a swimming pool and clubhouse for use by the Members of the Association. Declarant shall be entitled to use the clubhouse as a sales and development office until it no longer holds Class B membership.

8.4 Common Rights. Each lot Owner in Bridgetower Subdivision No. 1 shall have an in common and perpetual access easement with all other lot Owners, including certain lot owners in other Subdivisions to be annexed and to the extent of the Declarant's grant in Supplemental Declarations for use within the purposes set forth above, which use and easement shall run with the Owner's lot.

8.5 Declarant's Conveyance. Declarant shall convey title to these Common Area lots to the Association before FHA/HUD insures any mortgage on any other lot, which title shall be free and clear of any liens or encumbrances other than those indicated on the Plat and/or as set forth herein.

8.6 Association's Duty to Maintain. In addition to other duties required of the Association, the Association shall maintain all Common Area lots and common area lots of Primeland Subdivision as are conveyed to the Association as well as other common area lots in future Bridgetower Crossing Subdivisions duly annexed. In carrying out the maintenance duties regarding drainage facilities located on any Common Area lot, the Association shall follow each of the following obligations:

a. The Association shall maintain all drainage facilities located on any Common Area lot, other than those located within a public right of way, according to the terms and requirements of a maintenance manual specifically provided for the Subdivision by Declarant as approved by the Ada County Highway District (ACHD). Any changes to this maintenance manual after ACHD's initial approval shall also require ACHD approval.

b. ACHD shall also be entitled to inspect each of the drainage facilities on each of the Common Area lots to assure that proper maintenance is being performed by the Association. After such an inspection, ACHD may provide the Association with written notice of those maintenance actions that ACHD claims should be taken, giving the Association a reasonable time to take to complete them after receipt of such notice. In the event that the Association fails to take proper maintenance action after notice from ACHD, thereafter, ACHD may perform the required maintenance and charge the reasonable cost of such maintenance to the Association, and take those lawful actions to obtain payment from the Association. Lot Owners specifically recognize this obligation of the Association.

8.7 No individual liability. No individual liability shall be imposed on any Manager, the Declarant, or any Owner for damages to a Common Area, except to the extent that his direct negligence is the cause of that damage.

8.8 Mortgage on Common Area. No mortgage shall be placed on a Common Area lot without the written consent of two-thirds (2/3) of all lot Owners, excluding the consent of the Class B Member. If a mortgage is placed on a Common Area lot, it shall be subject to and inferior to the use and easement rights granted to all Owners.

8.9 Easements for Improvements in a Common Area. Declarant reserves access to the Common Area to construct and establish improvements and landscaping as Declarant deems appropriate. Irrespective of this reservation. Declarant shall not be the Owner of these improvements nor shall Declarant be required to maintain a Common Area. That responsibility shall be the responsibility of the Owners Association. The Association however shall have the sole and exclusive right to determine the nature of all improvements that Declarant may choose to construct unless there is a special reservation in this Declaration.

ARTICLE NINE Future Development and Annexation

9.1 Future Development of Bridgetower Crossing Subdivisions. Declarant presently intends to develop other land that is commonly known as Bridgetower Crossing, into a combination of residential and commercial Subdivisions. All Owners and Members of the Association covenant and agree that future residential Subdivision lot owners may become Members of the Association if they are so designated by the Declarant in Supplemental Declarations. The future Bridgetower Crossing Subdivisions may at Declarant's sole discretion, be used and developed for any purpose allowed under appropriate zoning regulations, and may be brought within the provisions of this Declaration by Declarant, its successors or assigns at any time and from time to time, without the approval of any Owner, Member, or the Association.

9.2 Changes for future Bridgetower Crossing Subdivisions. Subject to the provisions of Section 9.1 above, all provisions contained in this Declaration shall apply to future residential Bridgetower Crossing Subdivisions if annexed, in the same manner as if it were originally covered by this Declaration, except for and subject to such modifications, changes, and deletions as may be specifically provided in any Supplemental Declaration for each future residential Bridgetower Crossing Subdivision in the manner described in Section 9.3 below. All Owners of lots located in a residential Subdivision shall become Members of the Association, and shall have all rights and duties of an Association Member, from and after the recordation of the first deed conveying a lot within the future Bridgetower Crossing Subdivision from Declarant.

9.3 Procedure for Annexation. The annexation of additional property authorized under Section 9.1 above shall be made by filing of record a Supplemental Declaration, or other similar instrument, particularly describing the property being annexed, which instrument shall be executed by Declarant or the Owner of the annexed property, and state the intent that the general plan and scheme of this

Declaration shall be extended to the additional property described subject to such changes, modifications, deletions, and additions as are applicable to such additional property set forth in the Supplemental Declaration. Such Supplemental Declaration may contain such additions, modifications, or declarations of the covenants, conditions, restrictions, reservations of easements, and equitable servitude contained in this Declaration as may be deemed by the Declarant to be desirable to reflect the different character, if any, of the annexed property or as Declarant may deem appropriate in the development of the annexed property. The filing of record of said Supplemental Declaration shall constitute and effectuate the annexation of the property described in the Supplemental Declaration, and thereupon such annexed property shall become and constitute a part of the property as described herein above and shall become subject to this Declaration and encompassed within the general plans and scheme of covenants, conditions, restrictions, reservation of easements, and equitable servitude contained herein and as modified by such Supplemental Declaration for the annexed property, and further shall become subject to the functions, powers, and jurisdiction of the Association, and the Owners of lots in the annexed property shall immediately become Members of the Association.

9.4 Designation of Common Area. Any Common Area and common facilities designated by Declarant as such on the plat of the newly annexed additional Subdivision or in the Supplemental Declaration applicable thereto, or which may be acquired by or conveyed to the Association by Declarant, shall be subject to the same easements or other rights for the use and enjoyment of the Owners as for the other Owners of lots subject to this Declaration.

ARTICLE TEN General Provisions

10.1 Enforcement. The Association, as well as any Owner, shall have the right to enforce, by any proceeding at law or in equity, all restrictions, conditions, covenants, reservations, liens, and charges now or hereafter imposed by the provisions of this Declaration. Failure by the Association or any Owner to enforce any covenant or restriction herein contained shall in no event be deemed a waiver of the right to do so thereafter.

10.2 Severability. Invalidation of any one of these covenants or restrictions by judgment or court order shall in no wise affect any other provision hereof, and all other provisions of this Declaration shall remain in full force and effect.

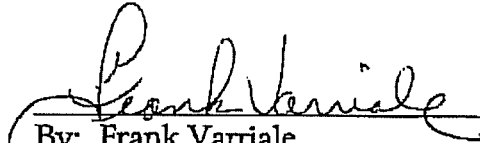
10.3 Term. The covenants and restrictions of this Declaration shall run with and bind the land for a term of twenty (20) years from the date this Declaration is filed of

record. After completion of the initial term of twenty (20) years, this Declaration shall be automatically extended for successive periods of ten (10) years unless appropriate action is taken to rescind or amend the Declaration.

10.4 Amendment. This Declaration may be amended only by the approving vote of seventy percent (70%) of all Members, or by Declarant alone, provided that Declarant still owns fifty-one percent (51%) of all lots.

IN WITNESS WHEREOF, the undersigned Declarant has executed this Declaration of Covenants, Conditions, and Restrictions this 27th day of November, 2001.

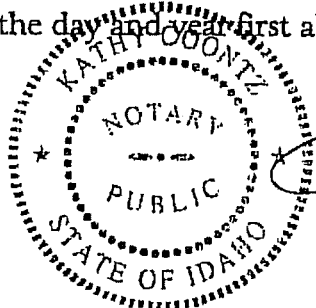
PRIMELAND DEVELOPMENT COMPANY, L.L.P.

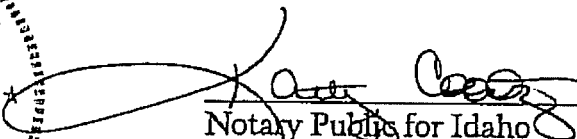

By: Frank Varriale
Its: Managing Partner

STATE OF IDAHO)
 : ss.
County of Ada)

On this 27th day of November, 2001, before me, the undersigned, a Notary Public in and for said State, personally appeared FRANK VARRIALE, the Managing Partner of Primeland Development Company, L.L.P., an Idaho Limited Liability Partnership, known to me to be the person who executed the within and foregoing instrument for and on behalf of said limited liability partnership, and acknowledged to me that said limited liability partnership executed the same.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year first above written.




Notary Public for Idaho
Residing at Bona
Commission expires 8-15-2002

ADA COUNTY RECORDER
J. DAVID NAVARRO
SENSE, IDAHO

2002 OC -3 PM 4:25

RECORDED - REQUEST OF

FEE 24 DEPUTY Navarro

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PIONEER

**This sheet has been added to document
to accommodate recording information.**