

The Board of Directors, at the regularly scheduled meeting held on January 11, 2001. adopted the following Violation Policy & Procedures

**LEXINGTON HILLS HOMEOWNERS ASSOCIATION
VIOLATION POLICY**

Effective February 15, 2001

In accordance with RCW 64.38.020 paragraph (11), a \$50 fine may be imposed upon Lexington Hills Homcowners Association Members where a continued violation of the Association's governing documents occurs. For uncorrected violations, the initial \$50 fine will be imposed at a hearing as described b the Violation Procedures. Following the initial fine, if the violation is not corrected or recurs within 14 calendar days, a "continuing violation" fine of \$50 may be imposed. Additional \$50 fines may also be imposed for each 14-day period, or portion thereof; that the violation is not corrected or recurs. The \$50 fine schedule for Lexington Hills Homcowners Association includes, but is not limited to, violations of paragraphs defined in Article III of the Declaration Of Protective Covenants, Conditions, and Restrictions for Lexington Hills (Covenants). The Board of Directors has the right to impose fines for violations not listed herein provided the Violation Procedure is followed. Fines for violations that directly affect the health and safety of Lexington Hills Homeowners are not subject to the same time and notice requirements. Any fines assessed do not in any way reduce the power of the Board of Directors or any individual Association Member to enforce the Covenants through other legal means.

**LEXINGTON HILLS HOMEOWNERS ASSOCIATION
VIOLATION PROCEDURES**

Effective February 15, 2001

1. Board member or ACC member is notified of a potential violation of the protective covenants.
2. Within 30 days of notice, any one Board or ACC member will investigate the alleged violation and document their findings as appropriate.
3. If in agreement, they will ensure that the violating member is notified in writing of the specific violation, the potential fine, the current Violation Policy, and the date and time of the scheduled hearing. If we are aware that the home is rented, a copy of the notice will be sent to the current resident. The notice will request that the violation be corrected by the scheduled hearing date. The hearing date will be no earlier than 17 calendar days after delivery of the notice. Delivery shall be defined as mailing of the notice via U.S. Mail certified with return receipt requested and/or hand delivery to the member. A courtesy phone call may also be made.
4. A hearing is scheduled (usually part of the regular monthly Board or ACC meeting) where the member has an opportunity to be heard by the Board and/or the ACC. The Board will vote on the following based on the evidence presented at the hearing: 1. Did a violation of the covenants occur? Yes or No. 2. Has the violation been corrected? Yes or No. 3. Should the \$50 fine be assessed? Yes or No. All decisions of the Board regarding fines are final.
5. If a fine is assessed, the member will be sent a written notice of the Boards decision within 5 business days of the hearing with a request for payment of the initial fine, demand to correct the violation, and outline the continuing violation schedule. A copy of

the notice will be sent to the Treasurer to record the assessment.

6. If the Board or ACC is notified that the violation has not been corrected within 14 days or recurs, and the initial fine has been assessed, they will investigate the continuing violation and document their findings as appropriate within a reasonable period of time. Findings will be presented at the next scheduled board meeting.

7. If in agreement, the association member will be sent a request for payment of the continuing violation fine, demand to correct the violation, and the continuing violation schedule. A copy of the notice will be sent to the Treasurer to record the assessment.

8. If payment is not received, the total amount of all fines will be added to the amount due and billed in accordance with the annual maintenance assessment procedures.

9. Additional \$50 fines may also be imposed during each 14-day period, or portion thereof; that the violation is not corrected or recurs.

LEXINGTON HILLS HOMEOWNERS ASSOCIATION

Procedure for assessing fine for non-payment of annual maintenance fees.

Revised 11/01/00

Effective 11/10/00

1. Annual maintenance fees (currently \$136.00) are due on March 1 and August 1 of each year for the Westwood and Woodbridge developments respectively.

2. Notices of annual dues will be mailed via U.S. Mail to the last known address of the owner of the property up to 45 calendar days in advance of the due date. If full payment is not received by the later of the due date or 30 calendar days after mailing of the notice, a fine of \$35 will be assessed.

3. A second notice will be mailed or hand delivered to the owner with the balance due including the \$35 Fine within 45 days of the fine being assessed. If the annual assessment and fine are not paid within 30 days of mailing of the second notice the total amount due will be turned over to a collection agency.

4. If the collection agency is not successful within 60 days, proceedings will begin to add a lien to the home for the amount of the annual assessment, fine, agency fees paid and the cost of filing the lien.

Appeals for waiver or refund of the fine may be made at any scheduled board meeting.

The board will vote on the merits of the case and make a