

DECLARATION OF COVENANTS AND RESTRICTIONS

NGH 1-12

OF

OAK RUN

KNOW ALL MEN BY THESE PRESENTS, this Declaration of Covenants and Restrictions, hereinafter referred to as the "Declaration", made and entered into on this 1st day of September, 1985, by DEVELOPMENT & CONSTRUCTION CORPORATION OF AMERICA, INC., a Florida corporation, hereinafter referred to as the "Declarant", owner of those certain tracts of land which have been platted as Oak Run.

W I T N E S S E T H:

WHEREAS, the Declarant is the owner of those certain tracts of land which have been platted as Oak Run, recorded in Plat Book \_\_\_\_\_, Page \_\_\_\_\_, of the Public Records of Marion County, Florida, of which all of said property as platted shall hereinafter be called the "Subject Property", and be the first phase of a community to be known as Oak Run, which phase contains one or more Neighborhoods and the Declarant desires to create on the Subject Property a residential community with open spaces and other common facilities for the benefit of the community; and

WHEREAS, the Declarant may, in its sole discretion, add additional Neighborhoods to Oak Run from the property described in Exhibit "A" attached hereto and by reference incorporated herein, or from any other property which Declarant shall now own or may acquire in the future, which shall become Additions to Subject Property in accordance with Article II, and at that time shall be subject to the Declaration.

WHEREAS, the Declarant desires to provide for the preservation and enhancement of the property values and amenities in the Community and for the maintenance of the Common Areas and Recreational Areas and improvements thereon, and, for this reason, desires to subject the Subject Property together with such Additions to Subject Property as may be made from time to time in accordance with Article II, to the covenants, restrictions, easements, charges and liens in this Declaration, each and all of which is and are for the benefit of such property and each Owner thereof; and

WHEREAS, the Declarant has deemed it desirable, to create an entity to for organizing the recreational, social and cultural activities of Oak Run and to that end Declarant has incorporated under the laws of the State of Florida, as a nonprofit corporation, Oak Run Homeowners Association, Inc., for the purposes of exercising the functions stated above, which Association is not intended to be a "Condominium Association" as such term is defined and described in the Florida Condominium Act (Chapter 718 of the Florida Statutes).

NOW, THEREFORE, in consideration of the premises and covenants herein contained, the Declarant declares that the real property described as the Subject Property in Article I, and such additions thereto as may hereafter be made pursuant to Article II hereof, is and shall be held, transferred, sold, conveyed and occupied subject to the covenants, restrictions, easements, charges and liens (sometimes referred to as "Covenants and Restrictions") set forth in this Declaration and that such Covenants and Restrictions shall run with the real property and be binding on all parties having any right, title or interest in the Subject Property or any addition thereto as described herein,

including their heirs, personal representatives, successors and assigns.

## ARTICLE I

### Definitions

Section 1. Definitions. The following words when used in the Declaration or any Supplemental Declaration (unless the context shall prohibit) shall have the following meanings:

- (a) "Association" shall mean and refer to Oak Run Homeowners Association, Inc., its successors and assigns.
- (b) "Common Areas" shall mean and refer to those areas of land shown on any recorded subdivision plat of the Subject Property or Additions to the Subject Property, other than the Homesites and Recreational Areas, which areas are intended to be used and enjoyed by owners of Homesites in the Subject Property and Additions to Subject Property, which include without limitation, any private roads, and drainage areas, easements for roads, walkways, parking areas and paths and utilities, and all improvements now or hereafter constructed thereon including, without limitation, streets, lighting systems, (except for light posts on any Homesite, the operation, maintenance and electricity of which shall be the responsibility of the Homeowner of that Homesite) signage, structures, lakes and landscaping thereon.
- (c) "Declarant" shall mean Development & Construction Corporation of America, Inc., a Florida corporation, owner of those certain tracts of land which have been platted as Oak Run.
- (d) "Declaration" means this Declaration of Covenants and Restrictions of Oak Run.
- (e) "Living Unit" shall mean and refer to any building or portion of a building situated upon a Homesite designed and intended for use and occupancy as a single residence. By way of example, but not limitation, the term "Living Unit" shall include a townhouse unit, or any other form of single residential dwelling, whether attached or detached.
- (f) "Homesite" shall mean and refer to any plot of land shown on any recorded subdivision plat of The Properties which has been designated by the Declarant to contain a Living Unit. The word Homesite shall also include the Living Unit located thereon when one has been constructed on the Homesite.
- (g) "Member" of the Association shall mean and refer to all Owners, Owners of a Homesite and the Declarant.
- (h) "Owner" shall mean and refer to the record owner, whether one or more persons or entities, of the fee or undivided fee interest in any Homesite located within The Properties, including the Declarant, but shall not mean or refer to any mortgagee unless and until such mortgagee has acquired title pursuant to foreclosure or any proceeding in lieu of foreclosure.
- (i) "Recreational Areas" shall mean and refer to those areas of land shown and designated on any recorded subdivision plat of the Subject Property or Additions to the Subject Property as "recreational areas" and shall be used for recreational, social and cultural purposes by the Association and the Owners and their guests, invitees and lessees.
- (j) "Rules and Regulations" means any and all rules and regulations duly promulgated by the Declarant under the Declara-

tion and Articles of Incorporation and By-Laws of the Association.

(k) "Subject Property" shall mean and refer to Oak Run, according to the plat thereof as recorded in Plat Book \_\_\_\_\_, Page \_\_\_\_\_, Public Records of Marion County, Florida. The Declarant reserves the right to make such changes and/or modifications to the plat as are required by appropriate governmental authorities, or as are generally consistent with the quality of the development in the plat.

(l) "Additions to Subject Property" shall mean and refer to those portions of the real property described in Exhibit "A" or any other property which the Declarant now owns or may acquire in the future which becomes subject to this Declaration or any Supplemental Declaration under the provisions of Article II hereof. Such Additions to Subject Property, which shall be added from time to time may be of any size and contain any number of Homesites and in any sequence and any commercial or multi-family developments as determined solely by the Declarant, along with any Common Areas and Recreational Areas deemed appropriate by the Declarant.

(m) "Oak Run" or "The Properties" shall mean and refer to the Subject Property, and Additions to Subject Property, as are subject to the Declaration and/or Supplemental Declaration recorded under the provisions of Article II hereof.

(n) "Neighborhood" shall mean those separate areas designated as Neighborhoods on the plat for the Subject Property and the plats for Additions to Subject Property.

## ARTICLE II

### Property Subject to this Declaration and Additions to Subject Property

Section 1. Subject Property. The Subject Property, as heretofore defined and any improvements now or hereafter constructed thereon shall be held, transferred, sold, conveyed, and occupied subject to this Declaration.

Section 2. Additions to Subject Property. The Declarant, from time to time, and at any time, may in its sole and absolute discretion cause additional lands to become subject to this Declaration, which additional lands have been hereinabove defined as Additions to Subject Property; and until such time as such additions are made to the Subject Property in the manner hereinafter set forth, no real property other than the Subject Property shall be affected by or become subject to the Declaration. Until such time as any portion of such property is submitted to the terms of this Declaration by recordation of a Supplemental Declaration extending the scheme of the Declaration to said property, the Declarant shall not be obligated to submit such property to this Declaration or make such property a part of Oak Run; thereafter, Declarant shall have such rights regarding such property as are provided in this Declaration and the Supplemental Declaration to which such property is subject.

Section 3. Supplemental Declaration of Covenants and Restrictions. Each of the Additions to Subject Property authorized under this Article shall be made by the Declarant filing of record a Supplemental Declaration of Covenants and Restrictions with respect to that Additions to Subject Property which shall subject that particular Additions to Subject Property to the scheme of the covenants and restrictions of this Declaration as such scheme may be hereafter modified or amended as provided for

herein or in said Supplemental Declaration of Covenants and Restrictions. Such additions shall be made whenever the Declarant in its sole and absolute discretion deems appropriate, but in no event shall any Supplemental Declarations making additions to Oak Run be recorded after thirty (30) years from the date this Declaration is recorded in the Public Records of Marion County, Florida. Such Supplemental Declaration shall be made by Declarant and shall not require consent of any person or entity, including without limitation, any Owner, Member, mortgagee of a Homesite or Living Unit, or the Association. Such Supplemental Declaration may contain such additions and modifications to these Declarations and additions and modifications of the covenants and restrictions contained in this Declaration as may be necessary to reflect the different character, if any, of the Additions to Subject Property. The Owner of each Homesite in any Additions to Subject Property shall become a Member of the Association when the Supplemental Declaration of Covenants and Restrictions submitting the Additions to Subject Property in which the Homesite is located to the terms of this Declaration, is recorded in the Public Records of Marion County, Florida. At and after that time the Owner may exercise all rights of a Member of the Association, including the right to vote, and shall become subject to the terms and conditions of the Declaration as provided in the Supplemental Declaration, including without limitation the obligation for payment of assessments as provided therein. At the time Declarant submits any of The Properties to this Declaration or a Supplemental Declaration, real estate taxes for that year shall be pro-rated, and Declarant shall be responsible for paying that portion of such taxes for the period prior to such submission. Upon filing, any Supplemental Declaration of Covenants and Restrictions shall be considered a part of the Declarations and the term "Declaration" as used herein shall include such Supplemental Declaration.

### ARTICLE III

#### Rights in the Common Areas and Recreational Areas

Section 1. Owner's Easements in Common Areas. Subject to the provisions of Section 2 and the additional provisions of this Declaration, every Owner, his guests, invitees, licensees and tenants shall have a right and perpetual nonexclusive easement of enjoyment and use in and to all the Common Areas, for the purposes for which they are created as described herein or on any recorded plat wherein such Common Areas are described, and such easement shall be appurtenant to and shall pass with title to every Homesite or Living Unit. Such easements of enjoyment and use shall include, but not be limited to, the Owner's right of ingress and egress over the streets, roadways and walkways on the Common Areas for purposes of access to a Homesite or Living Unit, and Declarant shall have a right of ingress and egress for itself and its guests, agents, employees, invitees, licensees and tenants over such streets, roadways and walkways during any time the Declarant is constructing or repairing a Living Unit thereon, renting a Living Unit belonging to Declarant, or providing any other service or activity required of or allowed to Declarant in the Declaration. No Homeowner shall have any greater or lesser rights than any other Homeowner or the Declarant in any Common Area which encumbers such Homeowner's Homesite.

Section 2. Cross Easement Rights in the Common Areas. It is the intention of the Declarant that Oak Run will be divided into separate areas known as Neighborhoods. At the time a Supplemental Declaration of Covenants and Restrictions is recorded in the Public Records of Marion County, Florida, bringing any of the Additions to Subject Property into Oak Run, all Owners in Oak Run, whether in any Neighborhood described in the plat for the Subject Property or the plat for any Additions to Subject Property, shall have a right and perpetual nonexclusive easement of

enjoyment and use in all the Common Areas in Oak Run, regardless of where the Common Areas are located, and such easement shall be appurtenant to and shall pass with title to every Homesite or Living Unit.

Section 3. Recreational Areas. Declarant intends to construct certain improvements on the Recreational Areas for the use of the Owners. Declarant reserves the right to provide for some or all of the Owners of Living Units in any Additions to Subject Property in Oak Run developed after the Subject Property to have the right to use some or all of the Recreational Areas on a non-exclusive basis with Owners in the Subject Property and likewise Declarant reserves the right to allow some or all of the Owners in the Subject Property to use some or all of the Recreational Areas in any Additions to Subject Property on a non-exclusive basis with the Owners in such Additions to Subject Properties.

Section 4. Delegation of Use. Any Owner may delegate his right of enjoyment to the Common Areas and Recreational Areas to the members of his family, his bona fide guests and invitees (defined as any guest staying with the owner for twenty-four (24) hours or more), his tenants, and contract purchasers who reside in his Living Unit, subject to such rules and regulations that may be established from time to time by the Declarant. All guests must be accompanied by a resident any time guests are using any Recreational Areas.

Section 5. Rules and Regulations. Declarant shall have the right in its sole and absolute discretion to adopt, modify, amend and terminate at any time and from time to time rules and regulations for the use of the Common Areas and the Recreational Areas.

#### ARTICLE IV

##### The Association

Section 1. Association. Oak Run Homeowners Association, Inc. (the "Association"), a Florida corporation not-for-profit, has been organized to provide for organizing the recreational, social and cultural activities of Oak Run. The Association shall act in accordance with the terms and provisions of this Declaration, the Articles of Incorporation of the Association attached hereto as Exhibit "B", and the By-Laws of the Association, attached hereto as Exhibit "C".

Section 2. Membership. Every Owner of a Living Unit or Homesite and the Declarant shall be a member of the Association. Except in the case of Declarant, membership shall be appurtenant to and may not be separated from ownership of any Living Unit or Homesite.

Section 3. Voting Rights. The voting rights in the Association shall be as follows:

(a) The Declarant shall control the Association and its sole vote on all matters shall be determinative until such time as Declarant shall authorize voting by other members as provided in the Articles of Incorporation of the Association.

(b) All Owners of Homesites shall be entitled to one vote for each Homesite owned. When more than one person holds an interest in any Homesite, all such persons shall be members, but in no event shall more than one vote be cast with respect to any single Homesite. In the event all of the Owners of a Homesite cannot agree on any vote, no vote shall be cast for such Homesite, provided however, that the Association may conclusively rely on the vote cast by any of the Owners of a Homesite as being authorized by all such Owners unless the Association has been notified in writing to the contrary by one of such Owners.

Section 4. Books and Records. The Declarant shall make available to Owners and mortgagees, and to holders, insurers or guarantors of any first mortgage on all or a portion of The Properties, including Homesites, current copies of the Declaration, By-Laws and Articles of Incorporation of the Association, other rules concerning The Properties, and the books, records and financial statements of the Association. The Association shall be deemed to have made such items available, if they are available for inspection, upon request, during normal business hours or under other reasonable circumstances. Any holder, insurer or guarantor of a first mortgage on all or a portion of The Properties, including Homesites, shall be entitled, upon written request, to a financial statement for the immediately preceding fiscal year, free of charge to the party so requesting, and such statement shall be furnished within a reasonable time following said request.

Section 5. Notice to Mortgagees. Upon written request to the Declarant identifying the name and address of the holder of the first mortgage on a Homesite or Living Unit, or the insurer or guarantor of such first mortgage on a Homesite or Living Unit and the Homesite or Living Unit number or address, a holder of a first mortgage on a Homesite or Living Unit or insurer or guarantor of said first mortgage shall be entitled to timely written notice of:

(a) Any condemnation loss or casualty loss which affects a material portion of The Properties or any Homesite or Living Unit on which there is a first mortgage held, insured, or guaranteed by such requesting party.

(b) Any delinquency in the payment of assessments or charges owed by an Owner of a Homesite or Living Unit subject to a first mortgage held, insured or guaranteed by such requesting party, which remains uncured for a period of sixty (60) days.

(c) Any lapse, cancellation or material modification of any insurance policy or fidelity bond maintained by the Association.

(d) Any proposed action which would require the consent of a specified percentage of first mortgage holders.

Section 6. Director for Declarants. The Articles of Incorporation of the Association shall and does provide that Declarant shall always be entitled to appoint one member to the Board of Directors of the Association.

Section 7. Dissolution of Association. In the event of dissolution of the Association for whatever reason, any Owner or the Declarant may petition the Circuit Court of the Fifth Judicial Circuit of the State of Florida for the appointment of a receiver to manage the affairs of the dissolved Association and The Properties in the place and stead of the Association, and to make such provisions as may be necessary for the continued management of the affairs of the dissolved Association and The Properties, including reinstatement of the Association as an active Florida corporation.

## ARTICLE V

### Membership in the Association

Section 1. Member. The Members of the Association shall consist of the Declarant, and all Owners of Homesites within The Properties provided that any such person or entity who holds an interest merely as security for the performance of any obligation

shall not be a Member, unless they have obtained record title to the Homesite by foreclosure or deed in lieu of foreclosure.

Section 2. Change of Membership. Change of membership in the Association shall be established by recording in the Public Records of Marion County, Florida, a deed or other instrument establishing a record title to a Homesite in The Properties. The Owner designated by such instrument thus becomes a Member of the Association and the membership of the prior owner is terminated. The new Owner shall notify the Association and Declarant of the recording of the deed or other instrument establishing record title and shall furnish the Association and Declarant a certified copy of such instrument.

## ARTICLE VI

### Covenants for Maintenance Assessments

Section 1. Purpose of Assessments. The assessments levied by the Declarant shall be used in the sole and absolute discretion of the Declarant for the purpose of promoting the recreation, health, safety and welfare of the residents in Oak Run; constructing, maintaining, operating, repairing and replacing improvements on the Common Areas and Recreational Areas; enforcing the Covenants and Restrictions; and for the maintenance, operation, repairing and replacing of properties, services and facilities which have been constructed, installed or furnished, or may subsequently be constructed, installed or furnished, which are devoted to the purpose and related to the use and enjoyment of the Common Areas and Recreational Areas including, but not limited to, the payment of taxes, and insurance thereto, on the Common Areas and Recreational Areas, and repair, replacement and additions thereto, and for the cost of labor, equipment, materials, management and supervision thereof. The assessments shall also be used for maintaining the lawns and landscaped areas of the Common Areas and Recreational Areas, and for all utility costs including electricity, water, gas and telephone used in connection with the foregoing, garbage and trash collections, twenty-four hour security service, cable television reception service, and an exclusive closed circuit Oak Run television channel, and for road and drainage facilities, repair and maintenance. The assessment may also provide reasonable reserves for deferred maintenance and replacements, for construction of Common Areas, Recreational Areas, and shall also be used as a means of enforcing compliance with these restrictions.

Section 2. Assessments. Each Owner of any Homesite by acceptance of a deed therefor, whether or not it shall be so expressed in any such deed or other conveyance, hereby covenants and agrees to pay to the Declarant:

(1) a annual assessment payable in advance in equal monthly installments on the first day of each month. Such assessment shall be for any costs and expenses relating in any way to any of the items described in Section 1 above other than for road and drainage (which is subject to a specific assessment as described in subsection (3) below).

(2) special assessments that the Declarant deems appropriate for violations of the Declarations and damages resulting therefrom as provided in this Declaration.

(3) roads and drainage assessments, such assessments to be fixed, established and collected from time to time for the maintenance and repair of the roads and drainage areas and facilities of the Common Areas in perpetuity. These funds will be deposited in an interest-bearing escrow account and will be withdrawn by Declarant in its sole and absolute discretion only

for the maintenance and repair of any and all such roads and drainage areas.

The Declarant shall not be required to pay any assessments whether annual, special or road and drainage easements, for any Homesites or any other property it owns in Oak Run. The Declarant shall instead be obligated to pay costs and expenses properly incurred in excess of amounts collected from Owners other than the Declarant for regular annual assessments.

All such assessments, together with such interest thereon and costs of collection thereof including, without limitation, reasonable attorneys' fees incurred by the Declarant incident to the collection of such assessments whether or not judicial proceedings are involved, and appeals, if any, shall constitute a continuing lien upon the Homesite against which each such assessment is made. Said lien shall be effective from and after the time of recording a claim of lien in the Public Records of Marion County, Florida, and the lien shall continue in effect until all sums secured by the lien shall have been fully paid. Upon full payment, the party making payment shall be entitled to a recordable satisfaction of lien. Each such assessment, together with interest thereon and cost of collection, including without limitation, reasonable attorneys' fees incurred by the Declarant incident to the collection of such assessment whether or not judicial proceedings are involved, and appeals, if any, shall also be the personal obligation of the person who is the Owner of such Homesite at the time the assessment is due and payable. No assessments may be offset by any claims by any Owner or the Association against Declarant for any reason.

Section 3. Delinquent Assessments. If any annual assessment or installment thereon is not paid within thirty days after the due date, a late fee may be charged by the Declarant, and the Declarant may accelerate the remaining installments of the regular annual assessment for that calendar year which otherwise would not be due, and declare the entire assessment as to that delinquent Owner due and payable in full as if the entire amount was originally assessed. Interest shall accrue on any unpaid assessment whether or not accelerated, at the highest rate allowed by law. Accounts delinquent in excess of sixty days or those twice delinquent more than thirty days may be charged for the annual assessment for the next calendar year in advance and shall be subject to the same collections, lien and foreclosure proceedings as otherwise provided for herein. No Owner may waive or otherwise escape liability for the assessments provided for herein by nonuse of the Common Areas, the Recreational Areas, or abandonment of his Homesite.

Section 4. Rights of Declarant to Collect Delinquent Assessments. Liens for assessments may be foreclosed by suit brought in the name of the Declarant in like manner as a foreclosure of a mortgage on real property. The Declarant may also sue to recover a money judgment for unpaid assessments against the Owner personally obligated to pay same without waiving the lien securing same.

Section 5. Method of Setting Annual and Road and Drainage Assessments. The annual assessment may be initiated, increased and decreased by the Declarant after considering current construction, operation, maintenance and repair costs and expenses and estimated future construction, operation, maintenance and repair costs and expenses. The annual assessment for each Homesite in Oak Run shall be \$588 per annum, payable in advance in equal monthly installments of \$49 per month on the first day of each month until January 1, 1988. Thereafter, the annual assessment or charge for providing the above services, may be adjusted in a sum equal to the percentage of the increase or



decrease in the Consumer Price Index, averaged out for the preceding twelve (12) month period. The Consumer Price Index referred to herein shall be the Consumer Price Index, U. S. Average of Items and Foods, published by the Bureau of Labor Statistics of the U. S. Department of Labor.

Road and Drainage assessments shall be determined, paid, collected and enforced in identical fashion to the annual assessment, provided however that the assessment thereof shall be \$60 per annum, or \$5 per month for each Homesite until January 1, 1988.

Section 6. Special Assessments. Special assessments may also be collected and enforced as provided in Article XV.

Section 7. Certificate of Assessment Liability. Upon demand, the Declarant shall furnish a certificate in writing signed by an officer of the Declarant to any Owner liable for an assessment. The certificate shall state whether said assessment has been paid and shall be conclusive evidence of payment of any assessment therein stated to have been paid.

Section 8. Allocation of Assessments Among Homesites. The allocation of annual, road and drainage assessments, (but not special assessments incurred as a result of violation of the Declaration, Articles of Incorporation and By-Laws) shall be set so that all Homesites shall be assessed at an equal rate, except the Declarant shall not be required to pay any assessments for the Homesites it owns.

Section 9. Exempt Property. The following property subject to this Declaration shall be exempted from the assessments, charges and liens created herein:

(a) Any parcel of property which serves as an easement or which is dedicated and accepted by a local public authority and devoted to public use.

(b) All Common Areas as defined in Article I, Section 1(b), and all Recreational Areas as defined in Article I, Section 1(j).

(c) All portions of The Properties owned by the Declarant or in which the Declarant has an interest.

## ARTICLE VII

### Architectural Review Board

Section 1. Composition of Architectural Review Board. The Declarant, acting in its own name shall constitute the Architectural Review Board (referred to herein as "ARB"). At such time as Declarant in its sole and absolute discretion shall determine, Declarant may in lieu of continuing to serve as the ARB, create a committee which shall thenceforth be and constitute the ARB. In the event a member of such committee resigns or becomes unable to serve thereon, the Declarant shall appoint his or her successor.

Section 2. Review by Architectural Review Board. In order to enhance, maintain and preserve values of The Properties and all Living Units and Homesites located therein, and subject to Section 8 below, no building, fence, wall, or other structure or improvement (including landscaping) shall be commenced, painted, erected or maintained upon The Properties, nor shall any exterior addition to or exterior change or alteration be made to any previous improvement on a Homesite nor shall any awning, canopy, shutter, or antenna be attached to or placed upon outside walls

or roofs of buildings or other improvements, until the plans and specifications showing the nature, kind, shape, height, materials, color selection, and location of the same shall have been submitted to and approved in writing as to harmony of exterior design and location in relation to surrounding structures and topography by the ARB and until the ARB has received assurance acceptable to it that any damage to the Properties as a result of such additions or alterations will be repaired in a timely fashion. The ARB shall review such information to determine harmony of exterior design, color and location in relation to surrounding structures and topography. Development must be one story provided the criteria of the ARB are met. The ARB may condition its approval of proposals and plans and specifications as it deems appropriate, and may require submission of additional plans and specifications or other information prior to approving or disapproving material submitted. The ARB may also issue rules or guidelines setting forth procedures for the submission of plans and specifications submitted for its review as it deems proper including, without limitation, floor plans, site plans, drainage plans, elevation drawings and descriptions or samples of exterior materials and colors. Upon receipt by the ARB of any required plans and specifications, the ARB shall have thirty days after delivery of all required materials to approve or reject any such plans, and if not approved within such thirty day period, said plans shall be deemed rejected. The ARB's approval or disapproval as required in these covenants shall be in writing. All changes and alterations shall also be subject to all applicable permit requirements and to all applicable governmental laws, statutes, ordinances, rules, regulations, orders and decrees.

Section 3. Approval Not to be Construed as Waiver. The approval by the ARB of any proposals or plans and specifications or drawings for any work done or proposed, or in connection with any other matter requiring the approval and consent of the ARB, shall not be deemed to constitute a waiver of any right to withhold approval or consent as to any similar proposals, plans and specifications, drawings or matters whatever subsequently or additionally submitted for approval or consent.

Section 4. Architectural Review Board Expenses. The members of the ARB shall receive no compensation for services rendered, other than reimbursement for expenses incurred by them in the performance of their duties hereunder.

Section 5. Inspection by Architectural Review Board. Inspection of work and correction of defects therein shall proceed as follows:

(a) Upon completion of any work for which approved plans are required under this Article, the Owner shall give written notice of completion to the ARB.

(b) Within thirty days thereafter, the ARB or its duly authorized representatives may inspect such improvement. If the ARB finds that such work is not effected in substantial compliance with the approved plans, it shall notify the Owner in writing of such noncompliance within such thirty day period, specifying the particulars of noncompliance. The thirty day period shall not commence to run until the ARB receives from the Owner, a notice of completion. The ARB may in its discretion inspect the improvements while the same are being made or constructed or upon completion and notify the Owner of noncompliance even if the Owner has not given the ARB notice of completion.

(c) The ARB, if it is composed of other than the Declarant, shall simultaneously, upon notifying the Owner, notify the Declarant in writing of the noncompliance and, if so, the nature

thereof and the estimated cost of correcting or removing the same. If a noncompliance exists, as determined in the sole and absolute discretion of Declarant, the Declarant shall notify the Owner to remedy or remove the same within a period of not more than forty-five days from the date of delivery to such Owner of notice of the Declarant's determination of noncompliance. The Owner shall be obligated to comply with such notice, and if the Owner does not comply with such notice within such period, the Declarant, at its option, may either remove the noncomplying improvements or remedy the noncompliance and the Owner shall reimburse the Declarant after delivery by Declarant to the Owner of written notice thereof for all expenses incurred in connection therewith. If such expenses are not paid by the Owner to the Declarant within fifteen days of such notice, the Declarant shall levy a special assessment against such Owner for reimbursement.

(d) If for any reason the ARB fails to notify the Owner of any noncompliance within thirty days after receipt of said written notice of completion from the Owner, the improvement shall be deemed to have been made in accordance with said approved plans.

(e) If an Owner does not obtain the approval of the ARB as provided herein, and proceeds to make any improvements on a Homesite which require ARB approval, the ARB upon actual discovery of such improvements may within thirty days of such discovery approve them as being in accordance with the requirements for approval, or the ARB may within said thirty day period notify the Owner in writing of the noncompliance of those improvements. The ARB shall then proceed as is provided in Section 5(c), Article VII.

Section 6. Limitations on Architectural Review Board Liability. Neither the ARB, including without limitation the Declarant when acting as the ARB, nor any member thereof, nor the Association shall be liable to any Owner or any other person or entity for any loss, damage or injury arising out of or in any way connected with the performance or nonperformance of the ARB's duties hereunder, unless due to the willful misconduct of a member and only the member engaging in such willful misconduct shall have any liability in such event. The ARB shall review and approve or disapprove all plans submitted to it for any proposed improvement, alteration or addition solely on the basis of aesthetic considerations and the overall benefit or detriment which would result either in the immediate vicinity of such Homesite or to The Properties in general. The ARB shall take into consideration the aesthetic aspects of the architectural designs, placement of buildings, landscaping, color schemes, exterior finishes and materials and similar features, but shall not be responsible for reviewing, nor shall its approval of any plan or design be deemed approval of, any plan or design from the standpoint of structural safety, warranty of design, or conformance with building or other codes.

Section 7. Variances. The ARB may authorize variances from compliance with the architectural provisions of this Declaration when circumstances such as topography, natural obstructions, hardship, aesthetic or environmental considerations require. Such variances must be evidenced in writing. If such variances are granted, no violation of the covenants, conditions and restrictions contained in this Declaration shall be deemed to have occurred with respect to the matters for which the variances were granted. The granting of such a variance shall not, however, operate to waive any of the terms and provisions of this Declaration for any purpose except as to the particular property and particular provisions hereof covered by the variance, nor shall it affect in any way the Owner's obligation to comply with all governmental laws and regulations affecting his use of the

premises including, but not limited to, zoning ordinances and set-back lines or requirements imposed by any governmental or municipal authority, nor to obtain a similar variance from other architectural committees having jurisdiction.

Section 8. Exemption of Declarant. The Declarant shall be exempt from the provisions of this Article VII and all subparts thereof with respect to improvements, alterations and additions which Declarant determines to make in The Properties and this shall be so whether said improvements are to the Living Units and Homesites or are in relationship to the Common Areas.

Section 9. Attorneys' Fees and Costs. For all purposes necessary to enforce or defend or construe this Article, the ARB, and the Declarant shall be entitled to collect reasonable attorneys' fees, costs and other expenses from the Owner whether or not judicial proceedings are involved, and such amounts shall constitute a lien against the Owner's Homesite enforceable as provided in Section 5(c) of this Article.

Section 10. Landscaping. The ARB shall approve all plans for landscaping of any Homesite, prior to the Owner planting any shrubbery, trees or plants on any Homesite in The Properties. Owners may, however, replace dead shrubbery or add additional shrubbery within existing landscaped areas, without prior approval. Lawns shall be comprised of grass sod. No artificial shrubbery, trees or other artificial vegetation or landscaping shall be permitted. All landscaping shall be regularly mowed, trimmed or otherwise maintained in good condition at all times by Owner. No excessive weeds or unsightly undergrowth or brush shall be permitted. All hoses which are used for watering shall be stored by Owner out of view by the general public except when being used during those hours specifically prescribed by the rules and regulations as those allowed for sprinkling.

Section 11. Window and Air Conditioning Units. No window or wall air conditioning units shall be permitted to be placed in a Living Unit. No Living Unit shall have aluminum foil placed in any window or glass door, or any reflective substance placed on any glass, except as may be approved by the ARB for energy conservation purposes.

Section 12. Drilling. No private wells or septic tanks will be allowed except as may be approved by the ARB.

Section 13. Awnings, Canopies and Shutters. No awnings, canopies or shutters, including hurricane or storm shutters, shall be attached or affixed to the exterior of any building unless such awnings, canopies or shutters have been approved by the ARB.

Section 14. Swimming Pools. Any swimming pool to be constructed on any Homesite shall be subject to the requirements of the ARB which include, but are not limited to, the following:

(a) Composition to be of material thoroughly tested and accepted by the swimming pool industry for such construction.

(b) All pool screening material shall be of a color in harmony with the exterior of the Living Unit. No raw aluminum color screen or frames will be allowed. All exterior aluminum frames must be white in color.

Section 15. Additions. The aluminum siding on all additions to a Living Unit shall be identical in color, style and design to the color, of the aluminum siding on the existing Living Unit, and all trim for such additions shall be white.

## ARTICLE VIII

### Maintenance

Section 1. Maintenance by the Owner. Unless designated as the responsibility of the Declarant in Section 2 of Article VIII, each Owner is responsible for maintenance in good order, condition and repair of the interiors and exteriors of Living Units and of all mechanical equipment, plumbing and electrical facilities located on a Homesite servicing the Living Unit thereon, and any pool, hot tub, spa or similar facility located on a Homesite, and any equipment and appurtenances. The Owner shall promptly perform such maintenance so as to keep the Living Unit and Homesite in a good state of repair and in conformity with the aesthetic standards required from time to time by the ARB. No Owner shall in any way maintain, modify or improve any areas for which the Declarant has the responsibility for maintenance without the prior written consent of the Declarant.

Section 2. Maintenance by the Declarant. The Declarant shall be responsible for the exclusive maintenance, and repair of the following:

(a) Lawn and Shrubs. The Declarant shall maintain and care for those lawn and shrub areas within The Properties which are a part of the Common Areas and Recreational Areas other than areas within utility and road easements over Homesites, which shall be the responsibility of the Owner under Section 11 of Article IX. Such maintenance by the owner shall be limited to mowing, trimming and edging of lawns and shrubs. The Declarant, in its sole discretion, shall determine the need for replacement and/or improvement of landscaping, lawns and shrubs.

(b) Private Roads, Walkways, Parking Areas and Paths. The Declarant shall maintain and repair all private roadways, walkways, parking areas, paths and drainage areas, if any, throughout The Properties. In the event any such roadways, walkways, parking areas, path or drainage areas are damaged as a result of the negligence of an Owner, or his family, guest, licensee, invitee, or tenant, the Declarant may repair or replace such damage and demand reimbursement from such Owner by delivery of written notice thereof. If such Owner does not reimburse Declarant within fifteen days of such notice, then Declarant may levy a special assessment against the Owner for reimbursement, as provided in Section XV.

Section 3. Declarant May Contract for Services. The Declarant may contract for the management of all or part of The Properties for purposes of carrying out all or a portion of the maintenance services provided for in this Declaration. The Declarant may contract with public or private utility companies, including without limitation a private utility company with which Declarant is affiliated or controls, for purposes of supplying utility services to The Properties and the costs and expenses charged by such utility companies shall be separately billed to the Owner of a Homesite by such utility companies and shall not be included in the annual assessments.

Section 4. Maintenance of Fences. Any fences surrounding any common areas or the project boundary of The Properties shall be maintained by the Declarant, and a perpetual easement of ingress and egress of the Homesites and Living Units abutting the fences is hereby granted to the Declarant for purposes of construction and maintenance activities related to any such fences.

ARTICLE IX

Restrictive Covenants

Section 1. The Properties Subjected to Restrictive Covenants. In addition to other restrictions, reservations and conditions set forth elsewhere in this Declaration, The Properties shall be subject to the following restrictions, reservations and conditions, which shall be binding upon each and every Owner, with the exception of the Declarant, who shall acquire hereafter a Homesite or any portion of The Properties, and shall be binding upon their respective heirs, personal representatives, successors and assigns.

Section 2. Residential Use. No Homesite shall be used for any purpose except for residential purposes, and shall have a maximum of four (4) people as permanent residents of each Living Unit. No structures or additions shall be erected, altered, placed or permitted to remain on any Homesite within The Properties other than one Living Unit, a private attached garage or carport, and structures and additions such as swimming pools, attached screened enclosures and patios (as approved by the ARB), except in the case where the Declarant determines in its sole and absolute discretion to modify the use of a Homesite to use as Common Areas. Such modification may be made by the Declarant amending this Declaration without the necessity of joinder by any Owners or mortgagees of Homesites. All such structures shall be attached to the Living Unit, it being specifically intended hereby to prohibit all free standing structures and additions. Nothing contained in this Declaration shall preclude the Declarant or its agent or employees from maintaining offices on a Homesite or elsewhere in The Properties for the purposes of promoting the sale of Homesites and Living Units within The Properties and for purposes of the operation and administration of Oak Run and any other activities allowed to Declarant under this Declaration, and Declarant and its agents and employees shall have access to and use of the Common Areas and Recreational Areas to facilitate such sales. In addition, Declarant shall have the right to allocate a portion or portions of The Properties for commercial purposes and/or multi-family purposes and to construct improvements on such portion or portions for such purposes; such areas shall not be Common Areas or Recreational Areas but shall be owned by Declarant and be subject to such portion of this Declaration as Declarant in its sole and absolute discretion shall determine.

Section 3. Ownership Conveyance. No Owner of a Homesite or Living Unit shall convey an ownership interest in their lot or lots less than that which they own. Notwithstanding the provisions of this paragraph, the Declarant may from time to time designate certain lots in The Properties for use or uses as parks, recreational areas, office facilities, utility facilities, storage facilities, and vehicular and equipment parking and storage facilities.

Section 4. Subdividing Homesites. No Homesites or Living Units shall be subdivided or divided into any parcels, tracts or lots smaller in size than that which was originally conveyed by Declarant to the initial Owner. No Homesite shall contain more than one Living Unit. Declarant reserves unto itself the right to subdivide, redivide and/or divide into parcels, tracts or lots, that part of The Properties which may be used for commercial or multi-family purposes by the Declarant.

Section 5. Increasing Size of Homesite. No tract shall be increased in size by filling in any waterway, drainage area, lake or canal on which it may abut, except by Declarant.

Section 6. Temporary Structure Not to be Used as Residence. No structure of a temporary character, trailer, boat, motor home, recreational vehicle, tent, shack, garage, barn or other outbuilding shall be erected or placed on any Homesite at any time, nor shall anything other than the Living Unit be used as a residence, either temporarily or permanently.

Section 7. Modifying Structures. No Owner in The Properties shall change, alter, modify, add to or delete from any existing structure on his Homesite without first receiving written permission from the Declarant. No structure, building, swimming pool, or addition to any Living Unit including additional concrete or asphalt installations shall be erected, constructed or placed on any Homesite without the prior written consent and approval of Declarant.

Section 8. Structure Height. No building shall exceed the height of one story or twenty-five feet.

Section 9. Excavating and Clearing Land. No bulldozing or clearing of trees from the land conveyed or excavation of lakes or ponds shall be commenced until the plans and specifications showing the nature, kind, shape and location of work to be done and the grading plans of the plot to be built upon shall have been submitted to and approved in writing by the Declarant, and a copy thereof, as finally approved, lodged permanently with the Declarant. Any tree which is more than three inches in diameter and five feet in height may not be removed unless written approval has been granted by the Declarant.

Section 10. Improvement Completion Time Frame. Unless specifically excepted by Declarant, all improvements for which an approval of the Declarant is required under this Declaration shall be completed within six months from the date of commencement of said improvements.

Section 11. Rights of Way and Lawn Care. Owners shall keep, at all times, their Homesites and any easements located on or adjacent thereto (including front, side and rear road and utility easements), mowed to the edge of the pavement, or the Homesite, as applicable, and in a neat, clean and orderly condition. All grass and shrubs must be watered and fertilized as necessary in order to keep lawns and shrubbery green and in a live condition. Declarant may, in its sole discretion, set lawn and shrubbery watering times for all Homesites in Oak Run. In the event the Owner of any lot fails to do so, the Declarant reserves the right to enter upon said lot and care for the same by cutting and/or cleaning said lot, and shall deliver written notice to such Owner demanding reimbursement for the cost of such care. Should the Owner of any Homesite, within fifteen days of delivery of such notice, fail to reimburse Declarant, Declarant shall levy a special assessment against such Owner for reimbursement, pursuant to the provisions of Article XV.

Section 12. Easements. Nothing shall be placed on any part of any Homesite which is reserved as an easement or right of way for street, road or walkway, utilities, or drainage if such shall interfere with the construction, use and maintenance of said roads, streets, walkways, drainage and utilities. In the event any structure, trees or other vegetation interferes with construction, maintenance or repair on such easement or right of way, the same may be removed by the Declarant, and the cost thereof shall be payable by such Owner to Declarant within fifteen days written notice to such Owner. If said Owner shall fail to reimburse Declarant, Declarant shall levy a special assessment against such Owner for reimbursement pursuant to the provisions of Article XV.

Section 13. Set Back Requirements. All structures, buildings, additions or improvements including trees used in landscaping shall be set back a minimum of set back requirements as specified by the Marion County, Florida Building and Zoning Code.

Section 14. Parking. No motor homes, recreational vehicles, boats, trailers, pick-up trucks or motor vehicles in excess of a 3/4 ton rating, shall be kept or parked on any Homesite in excess of twenty-four hours during any calendar month except in a garage or other areas which may be designated by the Declarant in its discretion for such use. All commercial motor vehicles, travel trailers, motor homes, boats and trailers must be parked and/or stored by their owners in designated parking areas to be provided by the Declarant. The Declarant may charge a reasonable fee for the storage and/or parking of the aforementioned vehicles, trailers, motor homes, boats and trailers in the designated parking areas. Said fee, if unpaid after fifteen days from written notice delivered by Declarant to the Owner therefore shall be assessed as a special assessment by Declarant under the provisions of Article XV and shall become a lien against the lot of the Owner of said vehicle, enforceable as provided in Article XV. The parking and storage of automobiles shall be limited to the driveways of Homesites and other areas specifically designated by the Declarant. All vehicles must be parked on the concrete driveway of the Homesite. No vehicle may be parked on any right of way. No more than two automobiles may be parked on any Homesite at one time. The Declarant is specifically authorized to promulgate additional rules and regulations pertaining to parking, and the Declarant is specifically granted the right to enforce this provision by the towing of vehicles in violation of these provisions at the expense of the Owner, which shall be due and payable by Owner within fifteen days of receipt of written notice demanding reimbursement delivered by Declarant to Owner. If Owner shall fail to pay such amount within such time period, Declarant shall levy a special assessment under the provisions of Article XV.

Section 15. Storage. No motor vehicles without current license plates shall be stored and/or parked anywhere on Oak Run. No items may be stored on a Homesite outside a Living Area, including without limitation, scrap metal, junk or salvage materials, items or articles whether the same be in the form of wrecked or junked vehicles, appliances, furniture, equipment, building materials, or lawn tools and equipment.

→ Section 16. Motor Vehicle Repairs. No Owner of any Homesite, a member of his or her family, guests, invitees, licensees, or tenants shall engage in the construction, reconstruction, repair or maintenance of any motor vehicle, whether said motor vehicle is owned by the Owner or not except, however, the provisions of this paragraph shall not be construed to mean that a Homeowner may not wash and/or polish, change a tire, or change the oil on a motor vehicle which the Owner owns, on Owner's Homesite. All motor vehicles must be maintained so as not to create an eyesore or effect the esthetic standards of Oak Run. There shall be no repair, assembling or disassembling of motor vehicles except inside the Owner's garage.

Section 17. Driveways. All driveways shall be maintained in the form and style originally established by the Declarant. Driveways will not be painted or covered.

Section 18. Trash. No Homesite or any part of Oak Run shall be used or maintained as a dumping ground for rubbish. Trash, garbage or other waste shall be bagged and tied and kept in covered sanitary containers in the garage or utility sheds, or at the rear of the Living Unit out of sight from the street within an approved fenced area. On those days, and only on those days,



when garbage pickups are made at The Properties, the Owners shall place their garbage (bagged and tied) on their Homesites and adjacent to the street for pick up no sooner than dusk, the day prior to pickup. All receptacles will be removed from curbside not later than two hours after pickup. There shall be no burning of trash or any other waste materials on The Properties except as stated in Section 20. In the event trash must be collected from a receptacle servicing more than one Homesite to meet the requirements of the collection company or agency, all trash and garbage shall be in plastic bags and tied securely before being placed in the receptacle. In no event shall trash be placed outside the receptacle. Fences enclosing trash containers must be of the type approved by the Declarant and Owners must obtain written approval before erecting any such fence. The Declarant reserves the right during any construction by Declarant or otherwise to maintain a receptacle for garbage and trash on The Properties.

Section 19. Containers and Fuel Tanks. All garbage or trash containers, oil tanks or bottled gas tanks, shall be located at the rear of the structure served and shall be installed underground or within a walled-in area which is not visible from any street or adjoining property. Any such walled-in area shall be constructed in such a manner as to be inaccessible to dogs or other animals. All walled areas must be of a form and material approved by the ARB.

Section 20. Burning. No Owner shall burn any trash, debris or refuse, or allow any other person to burn trash, debris or refuse on any Homesite in Oak Run except, however, Declarant reserves unto itself the right to burn debris as a result of clearing and cleaning of any land in The Properties.

Section 21. Adult Residents Only. The Declarant has designated and developed The Properties for the purposes of providing a single family residential subdivision possessing an aesthetically attractive, quiet, comfortable environment conducive to a style of living desired by middle age or senior citizen persons. To assure all Owners that the heretofore mentioned environment shall remain constant, no persons under eighteen years of age shall occupy or permanently reside or live in any Living Unit except, however, members of an Owner's family under the age of eighteen years may visit and stay with an Owner for a period of time not to exceed an aggregate of thirty days in any calendar year.

Section 22. Signs. To preserve the aesthetic quality of The Properties, no signs, including signs advertising the sale or rental of any Living Unit, shall be placed or allowed to be erected or placed on any Homesites including window signs inside any Living Unit visible through any windows without the prior written consent of the Declarant. The Declarant reserves the right to grant and/or deny in its sole and absolute discretion, its consent. The Declarant, however, reserves unto itself the right to erect advertising signs on Homesites owned by the Declarant.

Section 23. Pets. No animals, livestock or poultry of any kind shall be raised, bred or kept on any Homesite, except that two dogs, cats or small house birds or other household pets may be kept provided that they are not kept, bred or maintained for any commercial purpose, and provided further that no more than two pets shall be kept on any Homesite at any time. Pets shall be on a leash at all times when outside the Living Unit. Dogs shall not be walked on grass other than an Owner's Homesite and in pet walk areas designated by the Declarant (if any). All pets

are prohibited in the Recreational Areas and on all Common Areas. Pets found running loose shall be reported to appropriate governmental agency and will be picked up and impounded by Declarant or its agents, including security personnel. If, after receipt of written notice by the Declarant of a violation of the provisions of this paragraph, the Owner does not correct such violations, the Declarant may proceed to levy a special assessment as provided in Article XV. Pet owners should clear and remove any fecal deposits made by their pets from any and all areas. Pets must be under control at all times.

Section 24. Business Activity. No business, commercial enterprise or business activity of any kind shall be carried on or conducted on or from any Homesites except those businesses, commercial enterprises and business activities exempted by the Declarant on Homesites or other portions of The Properties owned by the Declarant, as provided herein. Declarant reserves unto itself the absolute right to divide, subdivide or redivide such property and to utilize it for commercial purpose.

Section 25. Leases. All leases of Homesites and Living Units shall be restricted to residential use. All leases shall be in writing and the Declarant shall have the right to terminate the lease upon default by the tenant in observing any of the provisions of this Declaration, the Articles of Incorporation and By-Laws of the Association, and applicable rules and regulations.

Each lease shall contain the following provision:

"The lessee hereunder acknowledges that this lease is subject to the Declaration of Covenants and Restrictions of Oak Run, Articles of Incorporation and By-Laws of Oak Run Homeowners Association, Inc., and Rules and Regulations provided thereunder, that lessee has read the same, agrees to be bound thereby, and that failure to comply with same may result in certain remedies being applicable to lessee, including without limitation termination of this lease, and personal liability of lessee for damages"

In the event the foregoing language is not contained in any such lease, then the foregoing language is hereby incorporated therein by reference. In the event a lessee or a lessee's invitee, guest or licensee of a Homesite occupies the same without a written lease, the occupancy thereof shall constitute an acceptance of this Declaration and an agreement to be bound thereby and subject thereto.

No lease shall be for a term less than three months. Owners wishing to lease their Homesites and Living Units may be required by Declarant to place in escrow with the Declarant a sum as determined by the Declarant which may be used by the Declarant to repair any damage to the Common Areas and Recreational Areas or other portions of The Properties resulting from acts or omissions of tenants (as determined in the sole and absolute discretion of the Declarant). The Owner will be jointly and severally liable with the tenant to the Declarant for any amount in excess of such escrowed sum, if any, which is required by the Declarant to effect such repairs or to pay any claim for injury or damage to property caused by the negligence of the tenant. Any balance remaining in the escrow account, less an administrative charge as determined by the Declarant, shall be returned to the Owner within ninety (90) days after the tenant and all subsequent tenants permanently move out. The Declarant, at its option,

shall be deemed the agent of the Owner for purposes of bringing any eviction proceedings deemed necessary by the Declarant. The Declarant shall have the right to collect attorneys' fees against any occupant or tenant and the Owner in the event that legal proceedings must be instituted against such occupant or tenant for his eviction or for enforcement of the Declaration. The Declarant is exempt from the provisions of this section.

Section 26. Fences. No fences shall be erected, constructed or placed on any lot without the prior consent of the ARB. All fences that are allowed to be erected may not exceed the height of four feet and must be green vinyl coated metal chain link construction. No fences shall be erected, constructed or placed in the front yard or side yard of any Homesite.

Section 27. Gardens. No garden may be grown or cultivated in the front yard of any Homesite in The Properties and no garden may be grown or cultivated in the back yard that exceeds two percent of the gross square footage of the lot on which the garden is grown.

Section 28. Exemption of the Declarant. The Declarant, as long as it owns any Homesite or Living Unit in The Properties or in the event that the Declarant is doing construction work or repair work in The Properties shall be exempt from the provisions of this Article IX.

Section 29. Hedges. No hedge shall be allowed to exceed the height of six feet on any Homesite in The Properties; county ordinance(s) will supercede deed restrictions.

Section 30. Water Systems. The Declarant has entered into an exclusive franchise agreement with a utility company for the installation and operation of a central water and sewer system to serve all Homesites and Living Units in The Properties.

Section 31. Sprinkler Systems. No Owner in The Properties shall, after closing on a Living Unit, place, install or construct upon any Homesite, or allow to be placed, installed or constructed upon any Homesite a fixed water sprinkler system for irrigation purposes, without the prior written consent of the Declarant.

Section 32. Cable Television. The Declarant shall have the exclusive right to furnish to all Owners within The Properties, television reception as the Declarant deems appropriate, including without limitation an exclusive closed circuit Oak Run television channel, and to charge as a result thereof a reasonable installation fee and service charge for providing the same. The service charge shall be included in the annual assessment, and the installation fee, if unpaid after fifteen days written notice delivered by Declarant to Owner, may be levied as a special assessment by Declarant under Article XV. Such easements as are necessary for the connection and maintenance of the television reception service, as provided for herein, are reserved unto the Declarant.

Section 33. Antenna. No radio, television nor any other exterior electronic or electrical equipment, antenna, aerial, satellite receiver or "dish" or similar receiver shall be installed or maintained on the exterior of any Living Unit or structure on a Homesite or on any portion of any Homesite. This provision shall not restrict the right of the Declarant at its election to install a master antenna, cable television and security system in Oak Run.

Section 34. Services and Fees. The Declarant shall have the exclusive right to furnish to all Owners in The Properties security services, recreational facility services, garbage and trash collection services, all as the Declarant deems appropriate, and to charge a reasonable fee for providing said services, the fee for which shall be included in the annual assessment.

Section 35. Mailboxes. No mailbox or paper box or other receptacle of any kind for use in the delivery of mail, newspapers, or magazines, or similar material shall be erected by an Owner unless the size, location, design and type of material for said boxes or receptacles shall have been approved by the ARB, and said mailboxes shall contain only the name and address of the occupant of said lot. The replacement of all mailboxes and light posts must be of identical design as of that of the original. No Owner shall modify any Declarant-installed mailboxes or light posts without prior consent of the ARB. Nothing may be added or attached to the post structure or mailbox itself, including without limitation, flags, other signs, flowers, decorations, and license plates.

Section 36. Lighting. All exterior lighting on any Homesite or Living Unit must be designed and erected so as to avoid annoyance to any other Owner and shall have no adverse effect on traffic safety.

Section 37. Yard Lights. For security purposes, all Homesites in The Properties shall have an operable front yard lamp as specified as to form and materials by the ARB. Each Owner must at all times maintain said lamp in a working condition, and insure that this light remains on at all times during all hours of darkness, and pay for such electricity as is required to so provide such light, and to maintain and repair such light.

Section 38. Clotheslines. It is prohibited to hang and/or dust garments, rugs or any other materials from the windows, balconies or from the exterior of any Living Unit. Outside clotheslines or other exterior clothes drying facility are prohibited except one portable umbrella type clothesline which may be used if desired. All clotheslines must be kept closed when not in use. Under all circumstances, all clotheslines must be located in the backyard only and within fifteen feet of the Living Unit and such clotheslines may be used until 4:00 p.m. on weekdays only.

Section 39. Outside Storage. No items or articles of any kind shall be stored, on or hung outside any Living Unit or Homesite including without limitation items like garden tools, hoses, ladders, chairs and other items of any type which negatively affect the aesthetic quality of the community.

Section 40. Outside Decoration and Ornaments. No Owner may place ornamental statues, figures, lawn ornaments or other decorations in any front yard, or on any Living Unit or addition thereof. No decorations may be affixed to the exterior of any house. Owners may, however, have seasonal decorations, such as Christmas decorations, for periods not to exceed two weeks before and one week after the holiday to which such decorations are applicable.

Section 41. Lattices and Screens. Lattice type screens, roll screens, etc., and other type of screening are specifically limited to interior of Living Units and screen rooms. These screens are specifically prohibited from carports, walkways and any other location outside a Living Unit, without prior consent of the ARB.

Section 42. Boats and Lakes. No motorized boats may be used in the lakes located on The Properties, nor shall any boats be stored in the lakes or along the shoreline. No dock or other similar structure shall be located in or near the lakes located in The Properties. No grass clippings nor other refuse shall be dumped in the lakes. Declarant shall have the right to have clipping and refuse removed from the lakes, and the cost thereof shall be paid by any Owner who is responsible therefor, or whose guests, invitees, licensees or tenants are responsible therefor. Such payment must be made within fifteen days after delivery of a written notice therefor from Declarant to such Owner. If such Owner does not pay such amount within such period, the Declarant shall levy a special assessment therefor pursuant to the provisions of Article XV. The use of any lake or swimming pool for boating or swimming is done at the sole risk of the Owner and the Owner's guests, invitees, licensees and tenants and the Declarant assumes no liability for any accidents occurring during such use of such facilities.

Section 43. Nuisances. No noxious or offensive activity shall be carried on upon any Homesite, nor shall anything be done thereon which may be or may become an annoyance or nuisance to the neighborhood, nor shall any disturbance be permitted which will interfere with the rights, comforts or convenience of other Owners and their guests, invitees or lessees. Owners shall be prohibited from doing anything or conducting any activity which would detract or in any way deter from the beauty or natural aesthetics of Oak Run.

Section 44. Modifications. The Declarant reserves the right in its sole and absolute discretion to make modifications, clarifications, changes and interpretations of all restrictions and covenants contained herein, as provided hereafter and its determination shall be final.

Section 45. Legal Proceedings for Violations. If any person shall violate or attempt to violate or in any way fail to abide by any of these Covenants and Restrictions, or any rules and regulations, it shall be lawful for the Declarant, or any other person(s) owning any Homesite in The Properties to conduct such legal proceedings as are available to enforce compliance therewith, to prevent further or continued violation, and to recover damages, attorneys' fees, court costs and litigation costs and expenses for such violation or attempted violation.

Section 46. Right to Enter Assessment The Declarant, or its employees, agents or assigns, after giving an Owner reasonable notice and opportunity to cure a violation of these Covenants, may enter upon a Homesite for the purpose of curing the violation, and the same shall have no liability to the Owner, whether for trespass or otherwise as a result of such entry upon the Homesite. Declarant may impose a special assessment pursuant to Article XV in an amount to be determined in the sole and absolute discretion of Declarant against any Owner who fails to abide by, or whose guests, invitees, licensees and tenants fail to abide by, any of these Covenants and Restrictions, or any rules and regulations.

Section 47. Duration. The Covenants and Restrictions as provided for in this Declaration for The Properties shall run with the title to all of the land, tracts, parcels and Living Units contained in the plat of Oak Run, and will be binding on the Owners of all Living Units and Homesites within The Properties, their successors and assigns in title until December 31, 2015. Thereafter, these protective deed covenants and restrictions may for a successive period of ten (10) years thereafter, remain in full force and effect unless specifically revised or

modified by three-fourths of the Owners. Failure of the Declarant, Owners or the Association or any other that may be formed, consisting of Owners, to enforce any of these Covenants and Restrictions shall not nullify any of the Covenants and Restrictions, or in any way be interpreted as a waiver by the Declarant, Owners or Association, of the right to object to and enforce by proceeding at law or in equity against any person or persons violating or attempting to violate any of such Covenants and Restrictions.

Section 48. Validity. If any portion of the Declaration is declared unconstitutional or if the applicability of this Declaration against any person or in any circumstances is held invalid, the validity of the remainder of Covenants and Restrictions shall not be affected thereby. If any word, sentence, phrase, clause, section or portion of such Covenants and Restrictions shall be held invalid or unconstitutional by a court of competent jurisdiction, such portion or word shall be deemed a separate and independent provision and such holding shall not affect the validity of the remaining portions hereof.

#### ARTICLE X

##### Assignment

All rights, powers, privileges and obligations reserved to and of the Declarant hereunder may be assigned by it in whole or in part at any time and from time to time including without limitation an assignment thereof to the Association and to the Architectural Review Board. A recorded assignment thereof shall entitle all third parties to deal with the assignee as the true and lawful holder, owner and obligee thereof.

#### ARTICLE XI

##### Insurance and Taxes

Section 1. Insurance. Property and casualty insurance on the Common Areas and the Recreational Areas shall be maintained by the Declarant. The Declarant shall also purchase public and general liability insurance, and such other insurance as may be necessary on the Common Areas and the Recreational Areas in the judgment of the Declarant and for purposes of properly insuring the Common Areas and Recreational Areas. The Declarant shall also purchase liability insurance covering the Declarant's directors and officers. The premiums for all insurance policies purchased by the Declarant shall be deemed to be general expenses for Oak Run and shall be paid by the Owners through the annual assessments against each Homesite.

Section 2. Living Unit Taxes. All real estate ad valorem and personal property taxes assessed, together with any assessments made by any governmental or quasi-governmental agency assessed against a Homesite and Living Unit shall be the responsibility of the Owner of the Homesite and Living Unit.

Section 3. Common Area Taxes. The Declarant shall be responsible for paying all real property and personal property taxes assessed against the Common Areas and the Recreational Areas, and any personal property located thereon owned by the Declarant. Such taxes shall be deemed to be general expenses for Oak Run and shall be paid by the Owners through the annual assessment.

#### ARTICLE XII

##### Additional Covenants and Restrictions

Except for the Declarant, no Owner, nor the Association or any other person or entity without the prior written approval of the Declarant, may impose any additional covenants or restrictions on any part of The Properties.

ARTICLE XIII  
Amendment

Section 1. Amendments. The Developer in its sole and absolute discretion shall have the right and power of amendment of this Declaration, and such amendment by the Declarant shall not require the joinder of Owners or mortgagees or the Association, or any other party having any interest in The Properties. Such right to amend shall include without limitation the right (a) to amend these Covenants and Restrictions for the purpose of curing any ambiguity in or to any inconsistency between the provisions contained herein; (b) to include in any contract or deed or other instrument hereafter made any additional covenants and restrictions applicable to The Properties which do not unreasonably lower standards of the Covenants and Restrictions herein contained; and (c) to release any Homesite from any part of the Covenants and Restrictions which have been violated if the Declarant, in its sole judgment, determines such violation to be a minor or insubstantial violation.

Section 2. Amendment to Articles and By-Laws. The Articles of Incorporation and By-Laws of the Association may be amended in the manner so provided in such documents.

Section 3. Notice of Amendment. Recording of an amendment, properly made in accordance with the terms of Section 1 and Section 2 of this Article XIII shall be deemed notice to all Owners of the terms thereof, and all Owners shall be bound by its terms.

Section 4. Amendment of Specific Provisions. The consent of holders of first mortgages on Homesites which have at least fifty-one percent of the votes of Homesites subject to first mortgages, shall be required to add or amend any material provisions of the Declaration, Articles of Incorporation and By-Laws which establish, provide for, govern or regulate any provisions which are for the express benefit of mortgage holders, first mortgage holders or the insurers or guarantors of first mortgages on Homesites.

An addition or amendment shall not be considered material if it is for the purpose of correcting technical errors, or for clarification only. A holder of a first mortgage who receives a written request to approve an amendment who does not deliver or post to the requesting party a negative response within thirty days from the postmark date of the request shall be deemed to have approved such request.

ARTICLE XIV

Termination of Declaration

The covenants, restrictions and provisions of this Declaration shall run with and bind the land and shall inure to the benefit of the Owners, the Declarant, the Association, and their respective legal representatives, heirs, successors and assigns until amended or modified according to the terms of Article XIII hereinabove set forth. In the event of and after the assignment by Declarant of all of its rights hereunder, the consent of the Owners of Homesites to which sixty-seven percent of the total allowable votes in the Association are allocated and the approval of holders of first mortgages on Homesites which have at least sixty-seven percent of the total votes of Homesites subject to first mortgages, shall be required to terminate the covenants and restrictions of the Declaration. Termination shall be accomplished in the same manner as set forth for amendment to the Declaration in Article XIII, except that the specific percentages herein shall apply.



## ARTICLE XV

### Enforceability

Section 1. Parties Who May Seek Enforcement. If any person, firm or corporation, or other entity shall violate or attempt to violate any of the provisions of the Declaration, By-Laws, Articles of Incorporation, or any Rules and Regulations, it shall be lawful for the Declarant, (a) to prosecute proceedings for the recovery of damages against those so violating or attempting to violate any such provisions; or (b) to maintain a proceeding in any court of competent jurisdiction against those so violating or attempting to violate any such provisions for the purpose of preventing or enjoining all or any such violations or attempted violations, or any other equitable relief. Should the Declarant be required to enforce or defend the provisions hereof, its reasonable attorneys' fees and costs incurred, whether or not judicial proceedings are involved, including the attorneys' fees and costs incurred on appeal of such judicial proceedings, shall be collectible from the party against whom enforcement is sought. In any proceedings by the Declarant against an Owner, collection of such attorneys' fees may be enforced by any method in this Declaration providing for the collection of an annual assessment or special assessment including, but not limited to, a foreclosure proceeding against the Owner's Homesite. The remedies contained in this provision shall be construed as cumulative of all other remedies now or hereafter provided by law. The failure of the Declarant to enforce any covenant or restriction or any obligation, right, power, privilege, authority or reservation herein contained, however long continued, shall in no event be deemed a waiver of the right to enforce the same thereafter as to the same breach or violation, or as to any other breach or violation thereof occurring prior to or subsequent thereof.

Section 2. Special Assessment. In addition to all other remedies provided in this Declaration, the Declarant, in its sole and absolute discretion, may levy a special assessment upon an Owner for failure of the Owner, his family, guests, agents, lessees, licensees, invitees tenants or employees, to comply with any provision in this Declaration or the Articles, By-Laws or any rules or regulations, including without limitation the rules and regulations of the Recreational Areas and the Common Areas and the failure to pay to or reimburse Declarant for any sums owed by Owner to Declarant under these Declarations, provided that the following procedures are followed:

(a) The Declarant shall notify the Owner of the infraction or infractions. Except in the case of a violation for failure to pay to or reimburse Declarant for sums owing by Owner to Declarant, for which the special assessment may be levied after fifteen days written notice delivered by Declarant to Owner, included in the notice shall be a date, time and place where the Owner shall present evidence as to why the special assessment should not be imposed.

(b) The noncompliance shall be presented to the Declarant at the time and place provided in the notice, at which meeting a hearing shall be conducted for purposes of obtaining evidence as to the levying of a special assessment in the event that it is determined that a violation has in fact occurred. A written decision of the Declarant shall be submitted to the Owner not later than thirty (30) days after the hearing, after which if Declarant so determines that a violation has occurred, a special assessment may be levied by Declarant.

(c) For each occurrence of a violation, the Declarant may impose a special assessment in any amount not in excess of \$5,000.00 against the Owner of the Homesite in the event a violation is found.

(d) A special assessment as provided in this Article shall be due and owing not later than ten (10) days after the written decision as provided in subsection 2(b) above

(e) Any special assessment levied in accordance with this Article may be enforced by the Declarant in the same manner as the enforcement of a regular annual assessment provided for in Article VI of this Declaration, including placing a lien on the Owner's Homesite and foreclosing same.

Section 3. Invalidation. The invalidation of any provisions or provisions of the Covenants and Restrictions in this Declaration by judgment or court order shall not affect or modify any of the other provisions of said Covenants and Restrictions which shall remain in full force and effect.

Section 4. Notice. Any notice required to be sent to any Member or Owner under the provisions of this Declaration shall be deemed to have been properly sent when mailed, postpaid, to the last known address of the person who appears as Member or Owner on the record of the Association at the time of such mailing.

Section 5. Restriction on Use of Recreational Facilities. In addition to all other remedies, an Owner, his tenants, invitees and guests may be barred from the use of the Recreational Areas for any failure to comply with these Declarations, but such barring shall not suspend the obligations of such Owner to pay all outstanding expenses due hereunder.

#### ARTICLE XVI

##### Condemnation and Reconstruction and Repair After Casualty or Condemnation

Section 1. Declarant Agent in Condemnation Settlement. The Declarant shall have the exclusive right to contest any condemnation or eminent domain proceeding which is directed at taking any portion of the Common Areas or Recreational Areas, or which touches upon, concerns or affects the use of the Common Areas or Recreational Areas; and the Declarant shall represent the Owners of Homesites and is hereby irrevocably appointed agent for each Owner of a Homesite in any condemnation proceedings or in negotiations, settlements and agreements with the condemning authority for acquisition of the Common Areas or Recreational Areas, or any part thereof. In the event of a taking or acquisition of part or all of the Common Areas or Recreational Areas by a condemning authority, all awards or proceeds of settlement shall be payable to the Declarant and it shall disburse such award or proceeds to the Owners of Homesites and their mortgagees as their interest may appear.

Section 2. Reconstruction or Repair of Common Areas. Any reconstruction or repair of the Common Areas or Recreational Areas as a result of casualty or condemnation must be substantially in accordance with the plans and specifications of the original Common Areas; or if not, then according to plans and specifications approved by the Declarant which shall be of similar kind and quality as the original plans and specifications.

Section 3. Repair or Replacement of Living Unit. Each Living Unit Owner shall be required to reconstruct or repair any Living Unit destroyed by fire or other casualty, whether or not such destruction shall have been an insured loss. If Owner fails to repair or reconstruct a damaged unit, the Declarant may, at its sole discretion, replace unit and charge owner all costs of repair or replacement. The plans and specifications for the

repair or reconstruction of such Living Unit must be approved by the ARB. Such costs for repair or replacement will become a lien on the Homesite and if not paid within fifteen days, after written notice thereof is delivered to the Owner by Declarant, the Declarant may levy a special assessment upon such Owner's Homesite pursuant to Article XV.

IN WITNESS WHEREOF, the Declarant, Development & Construction Corporation of America, Inc., a Florida corporation, owner of those certain tracts of land which have been platted as Oak Run, has caused this instrument to be executed as of the day and year first above written.

Signed, sealed and delivered  
in the presence of:

DEVELOPMENT & CONSTRUCTION  
CORPORATION OF AMERICA, INC.

\_\_\_\_\_

By: \_\_\_\_\_

STATE OF FLORIDA )  
COUNT OF \_\_\_\_\_ )

BEFORE ME, personally appeared \_\_\_\_\_ well known to me to be the person described in and who executed the foregoing instrument as President of the Development & Construction Corporation of America, Inc. named therein as owner of those certain tracts of land which have been platted as Oak Run, and who executed the foregoing instrument as such officer in the name of and on behalf of said corporation for the purposes therein expressed.

WITNESS my hand and official seal in the County and State last aforesaid this \_\_\_\_\_ day of \_\_\_\_\_, 198\_.

\_\_\_\_\_  
NOTARY PUBLIC  
My Commission Expires: