

**FILED EFFECTIVE**

**ARTICLES OF INCORPORATION**

**OF**  
**ASHWOOD SUBDIVISION**

2007 MAR -1 AM 8:32

**SECRETARY OF STATE  
STATE OF IDAHO**

**HOMEOWNERS ASSOCIATION, INC.**

The undersigned, acting as the incorporator of a nonprofit corporation ("Association") organized under and pursuant to the Idaho Nonprofit Corporation Act, Chapter 3, Title 30, Idaho code, ("Act"), adopts the following Articles of Incorporation ("Articles").

**ARTICLE I**

**NAME**

The name of the Association is Ashwood Subdivision Homeowners Association, Inc.

**ARTICLE II**

**NONPROFIT STATUS**

The Association is a nonprofit corporation.

**ARTICLE III**

**DURATION**

The period of duration of the Association is perpetual.

**ARTICLE IV**

**REGISTERED OFFICE AND AGENT**

The street address of the initial registered office of the Association is Route 2, Box 460, Mountain Home, Idaho 83647, and the name of the initial registered agent at this office is Franklin Corbus.

**ARTICLE V**

**PURPOSES**

The purposes for which the Association is organized and will be operated are as follows:

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A. To associate its members together for their mutual benefit, and to that end to own, manage, improve, maintain, repair and operate the road or roads in the subdivision, including but not limited to, the D Bar road, according the official plat thereof recorded in Elmore County, Idaho, and as provided in the Declarations of Protective Restrictions, Covenants and Agreement (CC&Rs) for Ashwood Subdivision and Ashwood Subdivisions No. 2 and 3, together with any and all other assets and facilities owned by the Association, and to engage in any activity related thereto, and to enforce compliance with the CC&Rs.

B. To exercise all powers granted by law necessary and proper to carry out the foregoing purposes. Nothing herein contained shall be deemed to authorize or permit the Association to carry on any business for profit, to exercise any power, or to do any act that a corporation formed under the Act, or any amendment thereto or substitute therefor, may not at that time lawfully carry on or do.

## **ARTICLE VI**

### **POWERS**

A. Borrowing: To borrow from any source, provided that such borrowing is reasonably necessary to carry out the necessary functions and purposes of the Association and is approved by two-thirds (2/3) of the votes cast by the members at a meeting called for the purpose of considering such borrowing.

B. Affiliations: To acquire, and to hold, own and exercise all rights of ownership in, and to sell, transfer or pledge shares of capital stock or bonds, or become a member or a stockholder of any corporation or association if such is necessary to carry out the functions of the Association.

C. Property Ownership: To buy, lease, hold or exercise all privileges of ownership in and to the real or personal property necessary or convenient for the conduct and operation of the business of the Association, or incidental thereto.

D. Maintaining Reserves: To establish reserves and to invest the funds therein in such property as the Association may deem advisable, provided that such funds and the earnings derived therefrom shall be used solely to pay expenses incurred by the Association to carry out its purposes.

E. Assessments: To set fees and levy assessments in such manner and in such amount as may be provided by the Association consistent with the CC&Rs, its Articles and By-Laws, provided that said funds are used solely to pay expenses incurred by the Association to carry out its purposes.

F. State Law Powers: To have and exercise all powers, privileges and rights conferred on non-profit corporations by the laws of the State of Idaho not inconsistent with the above-stated purposes or the provisions of the Act.

## **ARTICLE VII**

### **LIMITATIONS**

No part of the net earnings or the assets of the Association shall inure to the benefit of, or be distributable to, its members, directors, officers, or other private persons except that the Association shall be authorized and empowered to pay reasonable compensation for services rendered and to make payments and distributions in furtherance of the purposes set forth in Article V thereof. No substantial part of the activities of the Association shall be for the carrying on of propaganda, or otherwise attempting to influence legislation, and the Association shall not participate in, or intervene in (including the publishing or distribution of statements) any political campaign on behalf of any candidate for public office. Notwithstanding any other provisions of these Articles, the Association shall not carry on any other activities not permitted to be carried on by a Homeowner's Association as defined for federal income tax purpose under Section 528 of the Internal Revenue Code of 1986, as amended from time to time.

## **ARTICLE VIII**

### **MEMBERS**

The members of the Association shall be the record owners of the fee simple title to any Lot within Ashwood Subdivision and Ashwood Subdivisions No. 2 and 3 as provided in the plat map. Membership is appurtenant to, and inseparable from, ownership of said lots. Members shall have such rights as are provided in the Act, the CC&Rs, these Articles and the Association By-Laws. There shall be one vote per lot. In the event two or more persons own an interest in the lot, they shall have a fractional vote equal to their ownership rights in said lot. There shall be two classes of voting memberships:

A. Class A members shall be all owners, with the exception of the incorporator, and shall be entitled to one vote for each lot or unit owned. Where more than one person holds an interest in a lot, or unit, all such persons shall be members. The vote for such lot or unit shall be exercised as they among themselves determine, but in no event shall more than one vote be cast with the respect to any lot or unit.

B. Class B members shall be the incorporator and he shall be entitled to three votes for each lot or unit owned. The Class B membership shall cease and be converted to Class A membership when the total votes outstanding in the Class A membership exceeds the total votes outstanding in the Class B membership.

## **ARTICLE IX**

### **BOARD OF DIRECTORS**

The affairs of the Association shall be managed by its Board of Directors. The number of Directors serving on the Board of Directors shall be fixed in accordance with the Association's By-Laws. Other than the Directors constituting the initial Board of Directors as designated in

these Articles, each Director shall be a member of the Association and shall be elected by the members of the Association in the manner and for the term provided in the By-Laws of the Association.

The names and street addresses of the persons constituting the initial Board of Directors are:

Franklin Corbus

Route 2, Box 460  
Mountain Home, Idaho 83647

Edie Corbus

Route 2, Box 460  
Mountain Home, Idaho 83647

CHRIS CORBUS

ROUTE 2 BOX 460  
MOUNTAIN HOME ID 83647

The initial Directors shall serve until the first annual meeting of members. The members of the initial Board need not be members of the Association.

## **ARTICLE X**

### **MEMBERSHIP ASSESSMENTS**

The Association is authorized to levy assessments upon all members to pay the costs incurred by the Association in order to carry out its purposes.

## **ARTICLE XI**

### **DISTRIBUTION ON DISSOLUTION**

Upon dissolution of the Association, the Board of Directors shall, after paying or making provision for the payment of all liabilities of the Association, distribute all the assets of the Association consistent with the purposes of the Association to a public body or other nonprofit organization with similar purposes. Any such assets not so distributed shall be distributed by the district court of the county in which the principal office of the Association is then located, exclusively for the purposes or to such organizations, as such court shall determine to be consistent with the purposes of the Association.

## **ARTICLE XII**

### **INCORPORATORS**

The name and street address of the incorporator is:

Franklin Corbus

Route 2, Box 460  
Mountain Home, Idaho 83647

## ARTICLE XIII

### BY-LAWS

Provisions for the regulation of the internal affairs of the Association shall be set forth in the By-Laws.

## ARTICLE XIV

### AMENDMENT OF ARTICLES

Amendment of these Articles requires the approval of two-thirds (2/3) of the votes cast by the members at a meeting called for the purpose of considering such amendments.

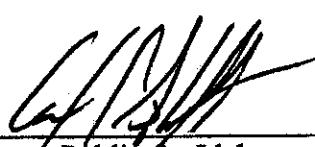
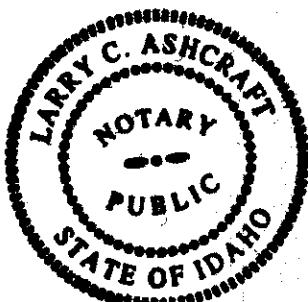
DATED This 28 day of February 2007.

  
FRANKLIN CORBUS

STATE OF IDAHO )  
: ss.  
County of Elmore )

On this 28 day of February, 2007, before me, the undersigned, a Notary Public in and for said State, personally appeared FRANKLIN CORBUS, known to me to be the person whose name is subscribed to the foregoing instrument, and acknowledged to me that he executed the same.

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

  
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Notary Public for Idaho  
Residing at: Idaho Falls  
My Commission expires: 7-1-2010