ARTICLES OF INCORPORATION OF ISLANDS BRIDGE ASSOCIATION, INC.

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SECRETARY OF STATE

The undersigned, acting as the incorporator of a nonprofit corporation ("Corporation") 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 Corporation is ISLANDS BRIDGE ASSOCIATION, INC.

Article II. Nonprofit Status

The Corporation is a nonprofit corporation.

Article III. Period of Duration

The period of duration of the Corporation is perpetual.

Article IV. Registered Office and Agent

The location of the Corporation is in Sandpoint, Bonner County, Idaho. The address of the initial registered office is 316 N. Second, Suite A-1, Sandpoint, ID 83864 and the name of the initial registered agent at this address is Daniel McLaughlin.

Paul William Vogel, P.A. Attorney-at-Law 120 East Lake Street Suite 313 P.O. Box 1828 Sandpoint, ID 83864-0903 Ph: (208) 263-6636 Fax: (208) 265-6775

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Article V. Purposes

The purposes for which the Corporation is organized is to acquire, operate and maintain two existing bridges across the Clark Fork River that provide access to Derr Island located in Bonner County, Idaho, and to maintain certain roadways located within and depicted on the plat of Delta Shore Estates, a subdivision recorded October 26, 1967 in Book 3 of Plats, page 5, records of Bonner County, Idaho.

The Corporation is further organized for the purpose of exercising all powers granted by law necessary and proper to carry out the foregoing purposes and to transact any lawful business for which corporations may be incorporated under the Idaho Non-Profit Corporations Act.

Article VI. Members

All individuals or entities owning a lot or dwelling unit within Delta Shore Estates, according to the plat thereof, recorded in Book 3 of Plats, page 5, records of Bonner County, Idaho, located on Derr Island; all individuals or entities owning a lot or dwelling unit within Island Shores, a subdivision platted in Bonner County, Idaho on January 7, 1971 in Book 3 of Plats, page 57; all other individuals or entities, including, but not limited to, the James White Trust owning land or dwelling units on Derr Island, shall be entitled to membership in the Corporation provided that each prospective member agrees to pay all assessments levied by the Board of Directors and, further, agrees to such rules and regulations regarding the repair, maintenance and operation of the bridges

providing access to Derr Island as may be established by the Corporation's Board of Directors.

The owners of each lot entitled to membership shall be entitled to one vote per lot or unit of ownership owned.

The Corporation members shall have such rights as are provided in the Act that are consistent with the management authority that these Articles grant to the Board of Directors of the Corporation.

Article VII. Board of Directors

The affairs of the Corporation shall be managed by its Board of Directors. The initial number of Directors serving on the Board of Directors shall be four. The Board shall consist of two members owning lots in Delta Shore Estates and two members owning lots in Island Shores. The Board reserves the right to appoint a fifth director provided that said director represents the James White Trust(s).

Other than the Directors constituting the initial Board of Directors, who are designated by these Articles, the Directors shall be elected by the members of the Corporation in the manner and for the term provided in the By-Laws of the Corporation.

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

<u>NAME</u>

<u>ADDRESS</u>

Robert Weaver

P.O. Box 485

Clark Fork, ID 83811

Dan McLaughlin

316 N. Second, Suite A-1

Sandpoint, ID 83864

NAME

ADDRESS

Scott Dickinson

420 S. 11th Street

Coeur d'Alene, ID 83814

Bill Yates

11221 N. Judkins Road Spokane, WA 99217

Article VIII. Assessments

Membership assessments may be charged to all members in equal amounts or in different amounts or proportions on different members or classes of membership and some members or classes of membership may be made exempt from such membership assessments. The Board of Directors is authorized to fix the amount of membership assessments from time to time, and to make them payable at such times or intervals, and upon such notice, and by such methods as the Board of Directors may prescribe.

Article IX. Distribution on Dissolution

Upon dissolution of the Corporation, the Board of Directors shall, after paying or making provision for the payment of all liabilities of the Corporation, distribute all the assets of the Corporation, unless other provisions have been made in the By-Laws, pursuant to applicable provisions of the Idaho Nonprofit Corporation Act, Title 30, Chapter 3, Idaho Code.

Any assets not so distributed shall be distributed by the District Court of the county in which the principal office of the Corporation is then located, exclusively for the purposes or to such organizations, as such court shall determine to be consistent with the purposes of the Corporation.

Article X. Incorporator

The name and street address of the incorporator is Paul William Vogel, P.O. Box 1828, Sandpoint, ID 83864.

Article XI. By-Laws

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

The Board of Directors of the Corporation shall be authorized to amend the Corporation's By-Laws at a properly noticed special or regular meeting of the Board of Directors.

IN WITNESS WHEREOF I have hereunto set my hand this 30th day of June 2008.

Paul William Voge Incorporator

STATE OF IDAHO)
) s s.
County of Bonner)

Paul William Vogel, being first duly sworn upon his oath, deposes and says that he has read the foregoing Articles of Incorporation and knows the contents thereof and that the statements contained therein are true upon his personal knowledge, information and belief.

Paul William Vogel Incorporator

AND SWORN TO before me this 30th day of June, 2008.

Notary Public for Idaho

Residing at Sando DIV My Commission Expires: 121

My Commission Expires: 12/14/201

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