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SECRETARY OF STATE
STATE OF IDAHO

**ARTICLES OF INCORPORATION
OF
PARKSIDE NEIGHBORHOOD ASSOCIATION, INC.**

KNOW ALL PERSONS BY THESE PRESENTS:

The undersigned, for the purpose of forming a non-profit corporation under the laws of the State of Idaho in compliance with the provisions of Title 30, Chapter 3, Idaho Code, does hereby certify, declare and adopt the following Articles of Incorporation:

**ARTICLE I
NAME**

The name of the corporation shall be PARKSIDE NEIGHBORHOOD ASSOCIATION, INC. (the "Parkside Association").

**ARTICLE II
TERM**

The period of existence and duration of the life of the Parkside Association shall be perpetual.

**ARTICLE III
NON-PROFIT**

The Parkside Association shall be a non-profit, membership corporation.

**ARTICLE IV
REGISTERED AGENT**

The location and street address of the initial registered office of the Parkside Association shall be 1025 S. Bridgeway Place, Suite 280, Eagle, Idaho 83616, and Thomas M. Coleman, Jr. is hereby appointed the initial registered agent of the Parkside Association.

IDAHO SECRETARY OF STATE
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ARTICLE V
PURPOSE AND POWERS OF THE PARKSIDE ASSOCIATION

The Parkside Association does not contemplate pecuniary gain or profit to the Members thereof, and the specific purposes for which the Parkside Association is formed are to provide for certain regulations of the use of the Lots in the Parkside Neighborhood and to exercise all of the powers and privileges and perform all of the Parkside Association's duties and obligations as set forth in the Parkside Phase I Supplement to the Master Declaration of Covenants, Conditions and Restrictions for West Highlands Ranch Subdivision, recorded in the official records of Canyon County, Idaho, as Instrument No. 2008060225 and within any amendments or supplements thereto (collectively, the "Parkside Supplement"), the Master Declaration of Covenants, Conditions and Restrictions for West Highlands Ranch Subdivision, recorded in the official records of Canyon County, Idaho, as Instrument No. 2008060221, and within any amendments or supplements thereto (collectively, the "Master Declaration"), and the Project Documents identified therein including, without limitation, the following powers:

(a) Fix, levy, collect and enforce payment by any lawful means of all charges or Assessments pursuant to the terms of the Master Declaration and the Parkside Supplement and all expenses in connection therewith and all office and other expenses incident to the conduct of the business of the Parkside Association;

(b) Acquire (by gift, purchase or otherwise), own, hold, improve, build upon, operate, maintain, convey, sell, lease, transfer, dedicate for public use or otherwise dispose of real or personal property in connection with the affairs of the Parkside Association under the limitations imposed by the Master Declaration or Parkside Supplement;

(c) Borrow money, and mortgage, pledge, deed in trust, or hypothecate any or all of its real or personal property as security for money borrowed or debts incurred;

(d) Participate in mergers and consolidations with other non-profit corporations organized for the same purposes or annex additional residential property, provided that any such merger, consolidation or annexation shall comply with the requirements of the Master Declaration and the Parkside Supplement; and

(e) Have and exercise any and all powers, rights and privileges which a corporation organized under the Idaho Nonprofit Corporation Act may by law now or hereafter have or exercise, subject only to limitations contained in the Bylaws, the Master Declaration, the Project Documents, the Parkside Supplement and any amendments and supplements thereto.

ARTICLE VI
MEMBERSHIP

During the existence of this corporation, every Owner of a Lot in the Parkside Neighborhood, including Grantor, shall be a Member of the Parkside Association. No Owner of a

Lot in the Parkside Neighborhood shall have more than one (1) membership in the Parkside Association for each Lot owned.

ARTICLE VII VOTING RIGHTS

The Parkside Association shall have two (2) classes of memberships:

(a) **Class A Members.** Class A Members shall be the Owners of Lots within the Parkside Neighborhood, excluding Grantor for so long as Grantor is the Class B Member. Upon the Class B Member Termination Date (defined below), at all meetings of the Parkside Association each Class A Member will be entitled to one (1) vote for each Lot within the Parkside Neighborhood owned by such Member. Upon the Class B Member Termination Date, to the extent Grantor owns a Lot within the Parkside Neighborhood, Grantor shall become a Class A Member and shall be entitled to one (1) vote for each Lot owned by Grantor within the Parkside Neighborhood.

(b) **Class B Member.** Grantor, by and through Grantor's designated representative (hereinafter "Grantor's Delegate"), shall be the Class B Member, and shall be the sole voting member of the Parkside Association entitled to vote the collective voting power of the Parkside Neighborhood until the Class B Member Termination Date. The Class B Member shall cease to be a voting Member in the Parkside Association upon the earlier to occur of the following: (i) the date upon which Grantor no longer owns any Lot within the Parkside Neighborhood; (ii) the date Grantor informs the Parkside Neighborhood Board in writing that Grantor no longer wishes to exercise its rights as the Class B Member, or (iii) June 1, 2020. This date may be referred to herein as the "Class B Member Termination Date."

ARTICLE VIII BOARD OF DIRECTORS

The affairs of the Parkside Association shall be controlled by the Board of Directors (individually "Directors") to carry out all of the powers and duties of the Parkside Association as set forth herein, and shall be selected as follows:

(a) **Selection of Directors Prior to Class B Member Termination Date.** Until the Class B Member Termination Date, the Board shall consist of not less than three (3) Directors nor more than seven (7) Directors appointed by the Class B Member in the Class B Member's discretion. The Class B Member shall have the right to remove and replace any Director, with or without cause, in the Class B Member's discretion.

(b) **Selection of Board After the Class B Member Termination Date.** Subsequent to the Class B Member Termination Date, the Board shall be elected by a majority of the Members of the Parkside Association. The number of Directors within the range set forth in subsection (a) above shall be established by resolution of the Board. The number of Directors

outside the range set forth in subsection (a) above may be changed by amendment of the Bylaws of the Parkside Association, but in no event shall the number be less than three (3).

The names and addresses of the Persons who are to act in the capacity of Directors until the selection of their successors are as follows:

Thomas M. Coleman, Jr. 1025 S. Bridgeway Place, Suite 280
Eagle, Idaho 83616

Tom M. Coleman 1025 S. Bridgeway Place, Suite 280
Eagle, Idaho 83616

Noelle Gambill 1025 S. Bridgeway Place, Suite 280
Eagle, Idaho 83616

ARTICLE IX **ASSESSMENTS**

Each Member shall be liable for the payment of Assessments pursuant to the Master Declaration and the Parkside Supplement and as set forth in the Bylaws of the Parkside Association.

ARTICLE X **BYLAWS**

The Bylaws of this Parkside Association may be altered, amended, or new Bylaws adopted at any regular meeting, or any special meeting of the Parkside Association called for that purpose, by the affirmative vote of more than fifty percent (50%) of the total voting power of the Parkside Association. For the purpose of specifying in detail the rights, responsibilities, duties and obligations of the Board of Directors, the officers, employees and agents of the Parkside Association, and the Members for the payment of Assessments, the Bylaws may incorporate by reference the provisions of the Master Declaration and the Parkside Supplement.

ARTICLE XI **DISSOLUTION**

The Parkside Association shall only be dissolved at a regular meeting, or a special meeting of the Parkside Association called for that purpose, by the affirmative votes of no less than two-thirds (2/3) of the total voting power of the Parkside Association. Upon dissolution of the Parkside Association, other than incident to a merger or consolidation, the real property and other assets of the Parkside Association shall be distributed as follows: (i) dedicated to an appropriate public agency to be used for purposes similar to those for which the Parkside Association was created; or (ii) granted, conveyed and assigned to a non-profit corporation, association, trust or other organization to be devoted to such similar purposes. Notwithstanding any other provisions of these Articles, the Parkside Association shall not carry on any other activities not permitted by

any organization exempt from federal income tax under Section 528 of the Internal Revenue Code of 1986 (or the corresponding provisions of any future United States internal revenue law).

ARTICLE XII

AMENDMENTS

Amendment of these Articles of Incorporation may be made at any regular meeting, or any special meeting of the Parkside Association called for that purpose, by the affirmative vote of more than two-thirds (2/3) of the total voting power of the Parkside Association as cast by the Members, and, if required by the Master Declaration or the Parkside Supplement, the consent of holders of first mortgages on Lot(s) who have requested in writing that the Parkside Association provide them notice of proposed actions which affect their interests. No amendment which is inconsistent with the provisions of the Master Declaration, the Parkside Supplement or the Project Documents shall be valid.

ARTICLE XIII

MEANING OF TERMS

Except as otherwise defined herein, all terms appearing herein initially capitalized shall have the same meanings as are ascribed to such terms in the Master Declaration or the Parkside Supplement.

ARTICLE XIV

INCORPORATION

Thomas M. Coleman, Jr. shall be the incorporator of the Parkside Association.

[End of Text]

IN WITNESS WHEREOF, I have hereunto set my hand and seal effective this 25th day of November, 2008.



Thomas M. Coleman, Jr., Incorporator