CONDOMINIUM DECLARATION

FOR

THE WEST BEACH GRAND

007-14-1173

THE STATE OF TEXAS

COUNTY OF GALVESTON

WHEREAS, BEACH GRAND, INC., a Texas Corporation, hereinafter called "Declarant", is the owner of all that certain real property, including the land, all improvements and structures thereon, and all easements, rights, and appurtenances belonging thereto, located in the County of Galveston, State of Texas, more particularly described as follows, to-wit:

Lot One (1) in Block One (1) of WEST BEACH GRAND SUBDIVISION in the City and County of Galveston, Texas, according to the map thereof of recoprded in Vol. 18, page 216 of the Map Records in the Office of the County Clerk of Galveston County, Texas;

WHEREAS, Declarant hereby submits said real property to the Condominium regime established by the Condominium Act, Chapter 81 of the Texas Property Code.

WHEREAS, said property constitutes a Condominium Project within the meaning of the Condominium Act.

WHEREAS, it is the intention and desire of Declarant to herein establish a plan of ownership for the Condominium Project, hereinafter called "Project", said plan to consist of individual ownership of units and other areas as more particularly described in Exhibit "B", attached hereto and incorporated herein by reference, and Co-ownership of the remaining property, referred to hereinafter as the "General Common Elements" and the "Limited Common Elements", further described in Exhibit "B".

WHEREAS, it is Declarant's intention to impose on said Project mutually beneficial restrictions for the benefit of all units and the owners thereof.

NOW, THEREFORE, Declarant hereby declares that the Project is held and shall be held, conveyed, hypothecated, encumbered, leased, rented, used, occupied, and improved subject to the following covenants, conditions, and restrictions, all of which are declared and agreed to be in

RECORDER'S MEMORANDUM:

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At the time of recordation, this instrument
was found to be inadequate for the best
photographic reproduction because of lilegibility, carbon or photo copy, discolored
paper, etc. All blockouts, additions and
changes were present at the time the instrument was filled and recorded.

furtherance of a plan for the improvement of said property and the division thereof into units, and all of which are established and agreed on for the purpose of enhancing and perfecting the value, desirability, and attractiveness of the Project and every part thereof. All of the covenants, conditions, and restrictions shall run with the real property and shall be binding on all parties having or acquiring any right, title, or interest therein or any part thereof, and shall be for the benefit of each Co-owner of said Project or any interest therein and shall inure to the benefit of and be binding on each successor in interest of the Co-owners thereof. The Bylaws attached hereto and labeled Exhibit "A" are hereby adopted by Declarant as the sole owner of the real property and sole member of the Council. The Bylaws may be amended from time to time in the manner therein provided.

ARTICLE 1.

DEFINITIONS

Council of Co-Owners

1.01. "Council of Co-Owners" shall mean all the Co-owners within the Project.

Council

1.02. "Council" shall mean The West Beach Grand Condominium Council of Co-Owners, a non-profit association or corporation, the Bylaws of which shall govern the administration of the Project, the membership of which consists of all the Co-Owners within the Project.

Co-Owner

1.03. "Co-Owner" or "Owner" shall mean any person, firm, corporation, partnership, association, trust, or other legal entity, or any combination thereof.

Board

1.04. "Board" shall mean the Board of Directors of The West Beach Grand Condominium Council of Co-Owners.

Bylaws

1.05. "Bylaws" shall mean the Bylaws of the Council and amendments thereto which are or shall be adopted by the Council. The Bylaws are attached hereto, labeled Exhibit "A", and incorporated herein by reference.

Condominium

1.06. "Condominium" shall mean the separate ownership of single units in a multiple unit structure or structures with common elements.

Condominium Unit or Unit

1.07. "Condominium Unit" or "Unit" shall mean the fee simple interest and title in and to a Unit, together with appurtenant undivided interest in the General Common Elements and the appurtenant undivided interest in the Limited Common Elements as herein provided. "Unit" means an individual air space which is contained in an enclosed space consisting of one or more rooms occupying all or part of a floor in a building having access to a thoroughfare or to a given common space leading to a thoroughfare. The individual ownership of each Unit shall also include the following items, except such items deemed to be part of the building as a whole or the common elements, to-wit: The interior non-bearing and nonsupporting walls, partitions, cabinets, shelves, closets, interior and exterior doors, glass in windows and doors, the finished interior perimeter walls, floors and ceilings, including carpeting or other floor covering or finish and wall paper or other wall covering or finish, the individual lighting and electrical fixtures and appliances, the individual kitchen and bathroom fixtures, equipment, plumbing and appliances, such as but not limited to, cooking ranges, range hoods, refrigerators, sinks, dishwasher, garbage disposals, ovens, water closets, lavatories, shower stalls, bath tubs, medicine cabinets and similar fixtures and equipment, the individual air conditioning and units, compressors and systems, and the individual hot water heaters, all of which items aforesaid being designed and intended solely for the benefit of and to exclusively serve the particular Unit in or to which the same are located or attached, and are not designed or intended for the benefit, use, support, service or enjoyment of any other Unit or the common elements or any part thereof.

The identifying number, location, size, square footage, dimensions and other descriptive data of each Unit are shown and depicted on the plats attached hereto as Appendix "B" and all such information and descriptive data shown on such plat is incorporated herein by reference thereto.

Common Elements

1.08. "Common Elements" shall mean all elements of the project which are subject to undivided co-ownership, that is, the entire Project except the separately owned units.

Limited Common Elements

1.09. "Limited Common Elements" shall mean those portions of the Common Elements reserved for the exclusive use of the Owners of certain Units to the exclusion of the Owners of all other Units.

General Common Elements

1.10. "General Common Elements" shall mean all the Common Elements except the Limited Common Elements.

Declarant

1.11. "Declarant" shall mean BEACH GRAND, INC., A Texas Corporation.

Declaration

1.12. "Declaration" shall mean the within Declaration.

Governing Instruments

1.13. "Governing Instruments" shall mean the Declaration for the Project and the Bylaws of the Council.

Manager

1.14. "Manager" shall mean the person or corporation, if any, appointed by the Board to manage the Project.

Map or Plans

1.15. "Map" or "Plans" shall mean and include the engineering survey of the Land, locating thereon of all the improvements, the floor and elevation plans and any other drawings or diagrammatic plans depicting a part or all of the improvements, same being filed herewith, labeled Exhibit "B".

Member

1.16. "Member" shall mean every person or entity entitled to membership in the Council as provided herein.

Project

1.17. "Project" shall mean the entire parcel of real property described hereinabove, including the land, all improvements and structures thereon, and all easements, rights, and appurtenances thereto, which is divided or is to be divided into units to be owned and operated as a Condominium.

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Rules

1.18. "Rules" shall mean and refer to the Rules and Regulations for the Project, if any are adopted by the Council pursuant to Paragraph 3.05(b) of this Declaration.

Windows and Doors

1.19 Notwithstanding anything else in this Declaration which may be or appear to be to the contrary, the glass in all windows or doors of each Unit and all exterior and interior doors of each unit shall be deemed to be part of the Unit and individually owned and shall be repaired or replaced at the separate cost and expense of each individual unit owner, and not as a common expense. All of the exterior of the doors and all glass in windows and doors will remain in conformity with the original installation.

ARTICLE 2.

THE PROPERTY

The Map

2.01. The Map shall be filed for record simultaneously with the recording of this Declaration as a part hereof, and prior to the first conveyance of any Residence Unit. Such Map shall consist of and set forth (1) the legal description of the surface of the Land; (2) the linear measurements and location, with reference to the exterior boundaries of the Land, of the Building and all other improvements built or to be built on said Land by Declarant; (3) floor plans and elevation plans of the Building built or to be built thereon showing the location, the Residence Unit designation and the linear dimensions of each Residence Unit, and the Limited Common Elements; (4) the elevations of the unfinished interior surfaces of the floors and ceilings as established from a datum plane.

Exclusive Ownership and Possession

2.02(a). Each Co-Owner shall be entitled to the exclusive ownership and possession of his Unit. Any Unit may be jointly or commonly owned by more than one person. The boundaries of the Unit shall be and are the interior surfaces of the perimeter walls, floors, and ceilings. A Co-Owner shall not be deemed to own the utilities running through his Unit which are utilized for, or serve more than one Unit, except as tenant in common with the other Co-Owners. A Co-Owner shall be deemed to own, and shall have the exclusive right to paint, repaint, tile, wax, paper, or otherwise refinish and decorate, the interior surfaces of the walls,

floors, ceilings, windows, and doors bounding his Unit. Each Co-Owner agrees that the square footage, size and dimensions of each Unit as set out and shown in this Declaration and the Exhibits attached hereto are approximate, are shown for descriptive purposes only and that the Declarant does not warrant, represent or guarantee that any Unit actually contains the area, square footage or dimensions shown in the Exhibits. Each purchaser and Co-Owner of a Condominium Unit is under a duty to inspect and examine the Unit to be purchased by him prior to such purchase, and agrees that such inspection and examination has been made and that the Unit is purchased as actually and physically existing. Each purchaser of Condominium Unit hereby expressly waives any claim or demand which he may have against the Declarant on account of any difference, shortage or discrepancy between the Unit as actually and physically existing and as it is shown on the Exhibits attached hereto.

2.02(b). Declarant reserves at his option the right to assign parking spaces prior to the first annual meeting of the members of the Council.

Common Elements

2.03. Each Co-Owner shall be entitled to an undivided interest in the Common Elements of the Project in the percentage for such Co-Owner's unit or units expressed in Exhibit "C" attached hereto. Said percentages are based upon the approximate size of each Unit in relation to the other Units, but nevertheless shall be conclusively determinative of the proportionate share of each respective Co-Owner in and to the Common Elements, common expense proceeds of administration, and the value of such Co-Owner's vote at meetings of the Council. The total of the percentage interests in the Project is and shall at all times be onehundred percent (100%). The percentage of the undivided interest of each Co-Owner in the Common Elements shall have a permanent character and shall not be altered without the consent of all Co-Owners, expressed in an amended Declaration duly recorded. The percentage of the undivided interest in the Common Elements shall not be separated from the Unit to which it pertains and shall be deemed to be conveyed or encumbered or released from liens with the Unit even though such interest is not expressly mentioned or described in the conveyance or other instrument. Each Co-Owner may use the Common Elements in accordance with the purpose for which they are intended, without hindering or encroaching on the lawful rights of the other Co-Owners.

General Common Elements

2.04. The General Common Elements shall mean all of the

Project except the portions which constitute the Units and except the Limited Common Elements, and shall further mean all parts of the building or Project which may be within a Unit which are or may be necessary or convenient to the support, existence, use, occupation, operation, maintenance, repair or safety of the Building or any part thereof or any Unit therein; provided, however, that without limiting the generality of the foregoing, the General Common Elements shall consist of the following:

- (a) the Land and easements which are a part thereof;
- (b) the foundations, bearing walls, girders and columns (including any windows, doors and chimneys therein), roofs, attics, ceilings and floors, halls, lobbies or thoroughfares such as stairways, elevators, elevator shafts, entrances, exits, vestibules, halls, corridors, lobbies, lounges or other halls, corridors, lobbies, lounges or other halls, corridors, lobbies, lounges or other portion ways, basements, flat roofs and any other portion of the Building located on the Land and not included within any Unit;
- (c) the premises and facilities, if any, used for the common laundry, mechanical rooms, common storage, maintenance or repair of the Condominium Project;
- (d) All common recreational facilities, including without limitation any spas, swimming pools, courts, decking, hot tubs and the grounds, yards and walkways;
 - (e) all unassigned parking spaces;
- (f) all other elements desirable or rationally of common use or necessary to the existence, upkeep and safety of the Condominium Project.

Limited Common Elements

- 2.05. The Common Elements designated as Limited Common Elements are reserved for the exclusive use of the Co-Owners of the Units to which they are appurtenant. The Limited Common Elements for the project are depicted on Exhibit "B" and attached hereto, and shall consist of:
 - (a) the porches, patios or balconies appurtenant to each Unit, as shown and depicted with the respective Units on the Exhibit "B" attached hereto.

Partition of Common Elements

2.06. The Common Elements, both General and Limited, shall remain undivided and shall not be the object of an

action for partition or division of the Co-ownership so long as the Property remains a Condominium Project. In any event, all mortgages must be paid prior to the brinGing of an action for partition or the consent of all mortgagees must be obtained.

Nonexclusive Easements

2.07. Each Co-Owner shall have a nonexclusive easement for use and enjoyment of the General Common Elements and for ingress, egress, and support over and through the General Common Elements. These easements shall be appurtenant to, and shall pass with title to, each Unit and shall be subordinate to the exclusive easements granted elsewhere in this Delcaration, as well as to any rights reserved to the Council to regulate time and manner of use, to charge reasonable admission fees, and to perform its obligations under this Declaration.

Other Easements

2.08. Valid easements shall exist in each Unit and in each portion of the common elements for the benefit of each Unit Owner, the municipality and each authorized utility company, for the reading of meters and for the installation, maintenance, repair, removal or replacement of any and all authorized utility lines, pipes, wires, conduits, facilities and equipment serving the buildings as a whole or any individual Unit or appurtenance thereto or any part of the Common elements.

All utility lines shall be in designated easements or in additional easements granted by the Board of Directors. However, installed utility lines, public or private, shall be considered to be a valid easement and may remain in the installed location and be repaired and/or replaced in such location. The ownership of each Unit and interest in the common elements shall be subject to such easements.

The Council may grant to third parties easements in, on, and over the Common Elements for the purpose of constructing, installing, or maintaining necessary utilities and services, and each Co-owner, in accepting his deed to the Unit, expressly consents to such easements. No such easement can be granted, however, if it would interfere with any exclusive easement, or with any Co-owner's use, occupancy, or enjoyment of his Unit.

Easements for Maintenance of Encroachments

None of the rights and obligations of the Co-Owners created herein, or by the deeds granting the Units, shall be altered in any way by encroachments due to settlement or shifting of structures or any other cause. There shall be valid easements for the maintenance of such encroachments so long as they shall exist; provided, however, that in no event shall a valid easement for encroachment be created in favor of any Co-Owner if said encroachment occurred due to the willful conduct of said Co-Owner.

Annexation of Additional Property

- The Declarant expressly reserves the right 2.10. (a) to annex and incorporate any parcel or parcels or tract or tracts of real property contiguous to the Land (the "Adjacent Tract", whether one or more) into the Condominium, at which time such Adjacent Tract shall become subject to and governed by this Declaration of Condominium. Such annexation may be accomplished at the sole discretion of Declarant without the consent of any party whatsoever, and may be accomplished either at one time or in stages by successive amendments. If annexed, the Adjacent Tract shall be used for such purposes as Declarant determines, in its sole judgment, appropriate to enhance and further develop the Condominium. Notwithstanding the foregoing, the Declarant shall not be obligated to annex any Adjacent Tract, nor, if such Adjacent Tract is annexed, to develop such Adjacent Tract in any particular manner or with any particular improvements.
- The provisions of this Section 2.10 shall become effective on, but not before, the date on which there is filed for record in the Office of the County Clerk of Galveston County, Texas, a certificate of annexation ("Certificate"), signed and acknowledged by Declarant and the record title holder of the Adjacent Tract (if other than Declarant), which Certificate shall describe the property which constitutes the Condominium and the Adjacent Tract, refers to this Declaration, and declares that it is desired and intended that the provisions of this Section 2.10 shall become effective and, therefore, that this Declaration shall apply to and affect the property described in the Certificate. Such Certificate shall contain all of the same information as was required to be contained in the original Map. The Certificate so recorded shall specify the number of Residence Units which are being added and annexed to the Condominium by reason of the filing for record of such Certificate. Any Certificate recorded in accordance with this Section 2.10 shall also set forth the new Percentage Ownership Interests applicable to each Residence Unit within the expanded Condominium. Each Owner hereby appoints Declarant as its attorney-in-fact for the purpose of effecting the provisions of this Section 2.10, and the power hereby granted to Declarant shall be, and is, a power coupled with an interest and is irrevocable.

- (c) In the event that the Adjacent Tract is annexed and an additional residential building is constructed on the Adjacent Tract, the Percentage Ownership Interests under this Declaration of Condominium shall be recalculated, taking into account the Adjacent Tract annexed into and governed by this Declaration of Condominium, and the Common Expenses Charges shall be similarly recalculated. Once any annexation is accomplished by compliance with the provisions of this Section 2.10, the newly calculated Percentage Ownership Interests shall be determinative in computing the undivided interests of the Owners in the Common Elements and each Owner's share of the Common Expense Charges. The filing for record in the Office of the County Clerk of Galveston County, Texas, of a Certificate in compliance with the provisions of this Section 2.10 shall operate automatically to grant, transfer and convey to the Owners of Residence Units in the Condominium as it existed before such annexation respective undivided interests in the new Common Elements added to the Condominium as a result of such annexation. Such recordation shall also operate to vest in any then Mortgagee of any Residence Unit in the Condominium as it existed before such annexation a lien on the undivided interest so acquired by the Owner of the Residence Unit encumbering the new Common Elements added to the Condominium as a result of such annexation.
- (d) In the event any such Adjacent Tract is annexed, all Definitions contained in this Declaration of Condominium shall be modified and amended, effective with the annexation, to include the Adjacent Tract and any improvements constructed thereon. The term "Units" for example, shall mean all Units contained in all residential buildings constructed on the Land and on the Adjacent Tract; furthermore, all the provisions of Article 3 of this Declaration of Condominium shall be deemed modified and amended to provide for the granting of voting rights to the Owners and the Declarant based on the total number of Units in all residential buildings located on the Land and the Adjacent Tract. All conveyances of Units after the annexation shall be effective to transfer rights in the expanded Condominium.
- (e) Any such new building or buildings and all Owners of the Units therein shall be subject to all the terms and conditions of this Declaration and any supplemental Declaration, as well as the Bylaws and the Rules and Regulations, and the Residence Units therein shall be subject to Condominium ownership with all the incidents pertaining thereto specified herein, upon filing of said Certificate in the Office of the County Clerk of Galveston County, Texas.

Alterations on Land and Adjacent Tract

2.11. Certain limited alterations or modifications may be required on the Project to properly develop the Adjacent Tract, whether or not the Adjacent Tract is annexed, including but not limited to, changes to driveways or landscaping, which alterations or modifications may be made in the sole discretion of the Declarant, but in no event will any alteration or modification be made to the Building.

Right of Entry

- 2.12. The Council, or its duly authorized representative (including any then-acting Managing Agent), shall have the right and authority to enter any Unit for the purpose of:
 - (a) Performing necessary maintenance or repairs to the Common Elements for which the Council is responsible.
 - (b) Correcting any condition originating in a Unit which threatens another Unit or the Common Elements or which would violate the provisions of any mortgage covering another Unit, or to comply with governmental laws and regulations.
 - (c) Abating any nuisance or any dangerous, unauthorized, prohibited or unlawful activity being conducted or maintained in such Unit (including, without limitation, removal of objects placed upon or stored on any Balcony without the prior written approval of the Board).
 - (d) Protecting the property rights and welfare of other Owners.
 - (e) Enforcing the provisions of this Declaration of Condominium, the Bylaws or the Rules.
 - (f) In the event it is necessary to make repairs to the building or a particular Unit, the Board of Directors has the authority to reimburse a full-time resident Owner for alternate housing or hotel expenses while said repairs are being made.

Except in the event of an emergency, such rights of entry shall be exercised only in the presence of the Owner or other occupants of the Unit which is entered. In all events, such right of entry shall be exercised in such manner as to avoid any unreasonable or unnecessary interference with the possession, use or enjoyment of the Unit by the Owner or

occupant thereof and shall, whenever possible, be preceded by reasonable notice to the Owner or occupant thereof. In the event that any damage to the property of any Owner is caused by the Council or its representative in connection with the execise of any such right of entry, such damage shall be repaired at the expense of the Council, and the Board is authorized to use funds from the Common Expense Fund therefor.

ARTICLE 3.

COUNCIL OF CO-OWNERS

Council

3.01. The Council of Co-Owners, organized as a non-profit association or corporation operating under the name of THE WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, is charged with the duties and invested with the powers prescribed by law and set forth herein.

Until the first annual meeting of the members of the Council (as provided for hereinbelow), the Initial Board consisting solely of Declarant shall exercise all of the powers, rights, duties and functions of the Board for the benefit of the Owners. The Initial Board may engage the Declarant or any other entity, whether or not affiliated with Declarant, as the Managing Agent under a contract terminable by either party upon sixty (60) days prior written notice. Such contract shall provide for payment to the Managing Agent of a management fee no higher than the fees usually paid to managers of similar high-rise residential buildings (whether rental or condominium). Only after the first annual meeting of the members of the Council and upon the expiration or earlier termination of any such management contract entered into by the Initial Board on behalf of the Council, the Board may delegate any of its duties, powers or functions to the same or another Managing Agent selected by the Board. The members of the Board, including the Initial Board, shall not be liable for any act, ommision or improper exercise by the Managing Agent of any such duty, power or function so delegated. Such delegation shall be a writtten instrument executed by a majority of the members of the Board.

Membership

3.02. Membership in the Council is automatically granted to the Co-Owner or Co-Owners of each Unit in the Project. On the transfer of title to any Unit, the membership of the transferor automatically ceases and each new Co-Owner becomes a Member.

Voting Rights

3.03. Except as otherwise provided in this Declaration or in the Articles, Bylaws or Rules, each Owner shall be entitled to vote at all meetings of the members of the Council. Voting at all meetings of the members of the Council shall be on a percentage basis; and for the purpose of determining the outcome of a vote of the Owners in all instances, the percentage attributable to the vote of each Owner shall be the Percentage Ownership Interest appurtenant to each Owner's Unit (or, if an Owner owns more than one [1] Unit, the aggregate total of Percentage Ownership Interests appurtenant to all of said Owner's Units) as set forth in Exhibit "C" attached hereto. All members of the Council may be present at any meeting of the council and may act at such meetings either in person or by proxy as provided in the Bylaws.

The Declarant may exercise the voting rights with respect to Units owned by it.

Membership Meetings

3.04 The first annual meeting of the members of the Council shall be held only when called by the Initial Board and only upon not less than ten (10) nor more than fifty (50) days written notice to the members. Such written notice may be given at any time, but must be given not later than thirty (30) days after the later of (a) three (3) years following the date this Declaration is recorded in the Official Public Records of Real Property of Galveston County, Texas, or (b) the date when Units which in the aggregate represent ninetyfive percent (95%) of the total Percentage Ownership Interests of the Condominium have been sold by the Declarant (or its successor as an assignee of Declarant), a deed therefor recorded and the purchase price paid. However, any sale or transfer by Declarant of Units to an individual or entity to whom Declarant has also assigned all its rights as "Declarant" hereunder shall not be deemed to be a sale for purposes of the immediately preceding sentence. The power to call the first annual meeting of the Council shall be vested solely in the Initial Board until the earlier of the aforesaid dates occur, and prior to that time (a) no member or group of members shall have the right to call or conduct the first annual meeting of the council without prior written consent of the Initial Board, and (b) no special meeting of the Council shall be considered the first annual meeting of the Council.

General Powers and Authority

- 3.05. The Council shall have all the powers of a non-profit association/corporation established under Texas law, subject only to the limitations contained in this Declaration and in the other Governing Instruments. The Council may perform all acts which may be necessary for, or incidental to, the performance of the obligations and duties imposed on it by this Declaration and the other Governing Instruments. The powers of the Council shall include, but are not limited to, the following:
 - (a) The power to establish, fix, and levy assessments against the Co-Owners in accordance with the procedures set forth in Article 4 of this Declaration and subject to the limitations therein.
 - (b) The power to adopt reasonable operating rules governing the use of the Common Elements and any facilities located thereon, as well as the use of any other Council property.
 - (c) The right to institute and maintain actions for damages or to restrain any actual or threatened breach of any of the provisions of the Governing Instruments or Council Rules either in its own name and on its own behalf or on behalf of any consenting Co-Owner.
 - (d) The right to discipline Members for violation of any of the provisions of the Governing Instrument or Council Rules by suspension of the violator's voting rights, privileges or use of the Common Elements, or by imposition of monetary penalties, subject to the following limitations:
 - (i) The accused Members must be given an opportunity to be heard with respect to the alleged violation.
 - (ii) Any suspension of privileges or imposition of monetary penalties shall be reasonably related to the Member's violation.
 - (e) The power to delegate its authority, duties, and responsibilities, through the Board of Directors, to such committees, officers, or employees as are permitted to be retained under the Governing Instruments.
 - (f) The right, through its agents or employees, to enter any Unit when necessary in connection with any maintenance, landscaping, or construction for which the Council is responsible. Such entry shall be made with as little inconvenience to the Co-Owner as is

practicable, and any damage caused thereby shall be repaired by the Council at its own expense.

Duties of the Council

- 3.06. In addition to the duties delegated to the Council or its agents and employees elsewhere in these Governing Instruments, the Council shall be responsible for the following:
 - (a) Operation and maintenance of the Common Elements and the facilities located thereon. Such duty shall include, but shall not be limited to exterior painting, maintenance, repair, and landscaping of the Common Elements, and such furnishings and equipment for the Common Elements as the Board shall determine are necessary and proper.
 - (b) Acquisition of, and payment from the maintenance fund for, the following:
 - (i) Water, sewer, garbage, electrical, and other necessary utility service for the Common Elements and, to the extent not separately metered and charged, for the Units;
 - (ii) A policy or policies of fire insurance with extended coverage endorsement for the full insurable replacement value of the common elements payable as provided in Article 6 herein, or such other insurance as the board shall determine that gives substantially equal or greater protection to the owners, and their mortgagees, as their respective interest may appear.
 - (iii) A policy or policies insuring the Board and the Co-Owners and/or Council of Co-Owners against any liability to the public or to the Co-Owners, their tenants, and invitees, incident to the ownership and/or use of the Project, and including the personal liability exposure of the Co-Owners. Limits of liability under such insurance shall be in such amounts as the Board shall determine from time to time. Such limits and coverage shall be reviewed at least annually by the Board and increased in its discretion. Said policy or policies shall be issued on a comprehensive liability basis and shall provide cross-liability endorsement where the rights of named insureds under the policy or policies shall not be prejudiced by his, her or their action against another named insured;

- (iv) Workers' compensation insurance to the extent necessary to comply with any applicable laws:
- (v) The services of such personnel as the Board shall determine to be necessary or proper for the operation of the Common Elements;
- (vi) Legal and accounting services necessary or proper in the operation of the Common Elements or the enforcement of this Declaration.
- (c) Maintenance of books and records, with a detailed account of the receipts and expenditures affecting the Project and its administration, and specifying the maintenance and regular expenses of the Common Elements and any other expenses incurred by or on behalf of the Project, in such form as may be required by the Council or the Condominium Act, as it may be amended from time to time, such books and records to be kept in accordance with generally accepted accounting procedures and available for examination by all the Co-Owners at convenient hours on days that shall be set by the Board and announced for general knowledge. There shall further be maintained minutes of proceedings of Members, Board of Directors, and Committees having any authority of the Board of Directors, and records of the names and addresses of all Members with voting rights.
- (d) Arrangement for such audit of books and records of the Council as may be required by the Condominium Act .
- (e) In addition to the above duties and powers delegated to the Council, the Council may, at its option, require all Co-Owners to obtain and maintain in force contents insurance to provide for insurance coverage on the interior walls, appliances, fixtures, carpets, and air conditioning units, with limits of liability to be approved by the Board, or any other insurance deemed necessary by the Council. The Council shall further have the option of assessing the Co-Owners for such insurance and making payment for the same from the general maintenance fund.

Board of Directors

3.07(a) The Initial Board shall consist of one (1) person appointed by the Declarant who shall also have the power to appoint replacements thereto. No Director on the Initial Board shall be required to be a member of the Council

At the first annual meeting of the $m{\epsilon}$ or reside in a unit. members of the Council, Declarant or his replacement shall serve on the Board of Directors along with two (2) Directors elected by the members for a term of two (2) years and two Directors elected for a term of one (1) year. Declarant or his replacement shall remain on the Board until the third annual meeting of the members of the Council. At the second annual meeting of the members of the Council, two (2) Directors shall be elected by the members for a term of two (2) years. Thereafter, at each annual meeting of the members, the members shall elect either three (3) or two (2) Directors as the case may be, each to serve for a term of two (2) years commencing at the time of his election until his death, resignation, removal or until he is no longer a member of the Council, whichever is earlier, in order to fill the positions of the Directors whose terms have expired at the time of the annual meeting. In no event shall the Board consist of more than five (5) Directors who must be either members of the Council, spouses of members, Declarant or his replacement, or in the event that a Unit is owned by a corporation or other business entity, any designated representative who resides in the Unit owned by such entity.

- (b) At the Annual Meeting, the candidates receiving the highest number of votes up to the number of Directors to be elected shall be deemed elected. All votes shall be cast by written ballot. The presence of a majority of Directors at a meeting of the Board shall constitute a quorum for the transaction of business. The action of a majority of Directors present at the meeting at which there is a quorum shall be the act of the Board. The annual meeting of the Board shall be held each year immediately following the annual meeting of members, for the election of officers and the consideration of any other business that may properly be brought before such meeting. Regular meetings of the Board shall be held at such times and places as the Board shall determine. Special meetings of the Board shall be held at any time upon the call of the President or upon the call of two (2) Directors. Notice of such special meeting shall be as provided in the Bylaws.
- (c) Any Director, except Declarant or his replacement, may be removed from membership on the Board, with or without cause, at a special meeting called for such purpose or at an annual meeting by a majority vote of the members of the Council whose Owners are entitled to vote at said meeting and who are then present or represented by proxy.

Powers and Duties of the Board of Directors

3.08. The Board's powers and duties shall include, but shall not be limited to, the following:

- (a) Enforcement of the applicable provisions of this Declaration, Bylaws, and any Rules of the Council;
- (b) Payment of taxes and assessments which are, or could become, a lien on the Common Elements or a portion thereof;
- (c) Contracting for casualty, liability, and other insurance on behalf of the Council;
- (d) Contracting for goods and services for the Common Elements, facilities, and interests of the Council;
- (e) Delegation of its power to such committees, officers, or employees of the Council as are expressly authorized by the Governing Instruments;
- (f) Formulation of rules of operation for the Common Elements and facilities owned or controlled by the Council;
- (g) Initiation and execution of disciplinary proceedings against Members of the Council for violations of provisions of the Governing Instruments in accordance with procedures set forth in the Governing Instruments;
- (h) Entering any Unit as necessary in connection with construction, maintenance, or emergency repair for the benefit of the Common Element or the Co-Owners in the aggregate;
- (i) To collect delinquent assessments by suit or otherwise and to enjoin or seek damages from an owner as is provided herein;
- (j) To protect and defend the entire premises from loss and damage by suit or otherwise;
- (k) To borrow funds in order to pay for any expenditure or outlay required and to execute all such instruments evidencing such indebtedness which shall be the several obligation of all of the owners in the same proportion as their interest in the general common elements;
- (1) To establish a bank account for the common treasury and for all separate funds which are required or may be deemed advisable by the Board of Directors;

(m) To prepare and deliver annually to each owner a statement showing all receipts, expenses or disbursements since the last such statement and a budget for the following year.

Limitations of Powers on Board of Directors

- 3.09. Notwithstanding the powers set forth in Paragraph 3.08, above, the Board shall be prohibited from taking any of the following actions except with the approval of a majority of the voting power of the Council:
- (a) Entering into a contract with a third person wherein the third person will furnish goods or services for a term longer than one (1) year.
- (b) Selling during any fiscal year property of the Council having an aggregate fair market value in excess of five (5) percent of the budgeted gross expenses of the Council for that fiscal year.
- (c) Paying compensation to Directors or to officers of the Council for services rendered in the conduct of the Council's business provided, however, that the Board may cause a Director or officer to be reimbursed for reasonable expenses incurred in carrying on the business of the Council.

ARTICLE 4.

ASSESSMENTS

Covenant to Pay

4.01. Each Co-Owner by acceptance of the deed to such Co-Owners Unit is deemed to covenant and agree, to pay to the Council the regular and special assessments levied pursuant to the provisions of the Declaration. All monies collected shall be put into a maintenance fund to be used to defray expenses attributable to the ownership, operation, and maintenance of common interests by the Council. The Co-Owner may not waive or otherwise escape liability for these assessments by nonuse of the Common Elements or by abandonment of such Co-Owner's unit.

Assessments

- $4.02\,$ Regular and special assessments shall be made in accordance with the following:
 - (a) Regular Assessments. The Board shall estimate

the net charges to be paid during such year, including a reasonable provision for contingencies and replacements with adjustments made for any expected income and surplus from the prior year's fund. Such estimated cash requirement shall be assessed to each Co-Owner according to the percentage interest which his Unit or Units bears to the entire Project as assigned in Exhibit "C" attached hereto. Each Co-Owner is obligated to pay assessments to the Board in equal monthly installments on or before the first day of each month.

(b) Special Assessments. If the Board determines that the amount to be collected from regular assessments will be inadequate to defray the common expenses for the year due to the cost of any construction, unexpected repairs or replacements of capital improvements on the Common Elements, or for any other reason, it shall make a special assessment for the additional amount needed. Such special assessment shall be levied and collected in the same manner as regular assessments.

Commencement of Assessments

- 4.03. (a) Regular assessments shall commence on the date designated by the Board, except that such date shall not be prior to the closing of the sale of the first Unit in the Project. In the event Declarant annexes additional property, said property shall not be liable for any special assessments levied prior to the Certificate of Annexation being filed for record by Declarant. In no event will Declarant be liable for any assessments for unsold Units in annexed property.
- (b) No budget or estimated budget for the common expenses shall be prepared or adopted during the period of time this condominium regime is being governed and administered by Declarant as the Initial Board. Instead, during this period of time, the Co-Owner and each subsequent owner of a condominium unit sold and conveyed by Declarant shall be assessed and obligated to pay each month his share and part of the usual and ordinary common expenses for the maintenance, upkeep, repair, replacement, operation, protection, government and administration of the common elements, for water and sewer services, and other common services or benefits.
- (c) During the period of administration by Declarant as the Initial Board, there shall be no assessments against Declarant for units owned by Declarant for said usual and ordinary common expenses above mentioned, instead, however, Declarant shall and agrees to pay during such period such amounts over and above the amounts collected from the other unit owners as may be needed to pay said usual and ordinary

common expenses actually incurred each month; it being agreed that Declarant as Initial Board shall first use and expend the sums collected each month from the other unit owners towards payment of said usual and ordinary common expenses actually incurred each month, and if said sums so collected shall be insufficient to pay such actual costs and expenses, then Declarant as his own obligation shall and agrees to pay the deficiency. After the administration by Declarant as the Initial Board has ceased, then Declarant shall be assessed and pay his pro-rata share and part of the common expenses in the same amount as any other individual unit owner.

Liability for Assessments, Loss of Vote

4.04. Each monthly portion of a regular assessment and each special assessment shall be a separate, distinct, and personal debt and individual obligation of the Co-Owner against whom the same are assessed. The amount of any assessment not paid when due shall be deemed to be delinquent when the same remains unpaid for more than fifteen (15) days from the due date for payment thereof. In the event of default in the payment of the assessment, the defaulting Co-Owner shall be obligated to pay a late charge of \$25.00 or any other reasonable amount that may be set by resolution of the Council. In addition to such late charge, the defaulting Co-Owner shall be obligated to pay interest on the delinquent amount at the rate of eighteen percent (18%) per annum, or any other rate which may be set by resolution of the Council, which rate shall not exceed the highest lawful rate per annum, together with all expenses, including attorney's fees, incurred in the collection thereof. Suit to recover a money judgment for unpaid assessments shall be maintainable without foreclosing or waiving the lien securing same. In addition, the Council may discontinue the furnishing of any utilities or other services to a unit or owner in default in the payment of assessments upon fifteen (15) days notice of its intent to do so. Any such owner who is delinquent in the payment of assessments shall not be entitled to vote at any meeting of the Council so long as such default is in existence.

Assessment Lien

4.05. All sums assessed but unpaid for any regular or special assessments chargeable to any Condominium Unit shall be secured by and constitute a lien on such Condominium Unit superior to all other liens and encumbrances, except only for tax and special assessment liens on the Condominium Unit in favor of any properly authorized assessing governmental entity and all sums unpaid on a mortgage or deed of trust of record, including all unpaid obligatory sums as may be provided by such encumbrance. To evidence such lien, the

Board of Directors shall prepare a written notice of lien" assessment setting forth the amount of such unpaid indebtedness, the name of the Co-Owner and description of the Unit. Such notice shall be signed by one of the Board members or Officers and shall be recorded in the office of the County Clerk of Galveston County, Texas. The lien for assessments shall attach from the date of failure of payment of the assessment. The lien may be enforced subsequent to the recording of a notice or claim of the lien in the appropriate records of Galveston County, Texas, by the foreclosure of the defaulting Co-Owner's Condominium Unit in like manner as a statutory foreclosure of a mortgage on real property, and the Board may appoint a trustee to conduct a trustee's sale. In any such proceedings, the Co-Owner shall be required to pay the costs, expenses and attorney's fees incurred. The Council of Co-Owners shall have the power to bid for the Condominium Unit at the trustee's sale or other legal sale and to acquire and hold, lease, mortgage, vote the percentage interest, convey or otherwise deal with the same.

Payment of Assessments on Conveyance of Unit

- 4.06. On the sale or conveyance of a Unit, all unpaid assessments against a Co-Owner for his share in the expenses to which Paragraph 4.02 refers shall first be paid out of the sale price or by the purchaser in preference over any other assessment or charges of whatever nature, except the following:
 - (a) Assessments, liens, and charges in favor of the state and any political subdivision thereof for taxes past due and unpaid on the Unit;
 - (b) Amounts due under mortgage instruments duly recorded.

ARTICLE 5.

RESTRICTIONS AND COVENANTS

General Restrictions on Use

- 5.01. The right of a Co-Owner and his guests to occupy or use his Unit, or to use the Common Elements or any of the facilities thereon, is subject to the following restrictions:
 - (a) No Co-Owner shall occupy or use his Apartment Unit or permit the same or any part thereof to be occupied or used for any purpose other than as a private residence. Nothing in this Declaration shall prevent the Co-Owner from leasing or renting out his Unit provided that it is subject to the Council's Governing

Instruments and Rules. Co-Owners shall further have the right to appoint a rental agent to lease or rent his Unit, but said rental agent must register and be approved by the Board, which approval will not be unreasonably withheld, but may be conditioned upon compliance with reasonable rules, regulations and requirements that may be established from time to time by the Board.

- (b) There shall be no obstruction of the Common Elements. Nothing shall be stored in the Common Elements without the prior consent of the Board, except as hereinafter expressly provided, or in designated storage areas.
- (c) Nothing shall be done or kept in any Unit or in the Common Elements which will increase the rate of insurance on the Common Elements without the prior written consent of the Board. No Co-Owner shall permit anything to be done or kept in his Unit or in the Common Elements which will result in the cancellation of insurance on any Unit or on any part of the Common Elements or which would be in violation of any law. No waste shall be permitted in the Common Elements. No gasoline, kerosene, cleaning solvents, or other flammable liquids shall be stored in the Common Elements or in any Unit, provided, however, that reasonable amounts in suitable containers may be stored in the storage spaces.
- (d) No sign of any kind shall be displayed to the public view on or from any Unit or the Common Elements without the prior written consent of the Board.
- (e) No animals, livestock, or poultry of any kind shall be raised, bred, or kept in the Unit or in the Common Elements, except that dogs, cats, or other household pets may be kept in Units, subject to the Rules and Regulations adopted by the Board.
- (f) No noxious or offensive activity shall be carried on in any Unit or in the Common Elements, nor shall anything be done therein which may be or become an annoyance or nuisance to the other Co-Owners.
- (g) Nothing shall be altered or constructed in or removed from the Common Elements, including storm blinds and burglar bars, except on the written consent of the Board.
- (h) There shall be no violation of the Rules for the use of the Common Elements, adopted by the Board and

furnished in writing to the Co-Owners, and the Board is authorized to adopt such rules.

- (i) No Owner shall install, attach, or hang or allow to be installed, attached or hung any equipment or wiring or electrical installation, television or radio transmitting or receiving antennas, air conditioning units or any other like equipment or wiring in, through or across any portion of any General or limited Common Elements or any Balcony, except as approved by the Council. All radios, televisions, electrical equipment or appliances of any kind or nature and the wiring therefor installed or used in a Unit shall fully comply with all rules, regulations or requirements of all state and local public authorities having jurisdiction.
 - (j) No Co-Owner shall install tile or ceramic flooring in his unit.

Maintenance

5.02. Any owner may decorate and redecorate his Unit (subject to the restrictions regarding same contained in this Declaration, the Bylaws, and the Rules and Regulations) and make any improvements or alterations within his Unit (but not to any General or Limited Common Elements or to any Balcony) and shall have the right to paint, repaint, tile, wax, paper, drywall or otherise furnish or decorate any interior surfaces of dividing walls, partitions, ceilings and floors within the Unit. Each owner shall cause to be installed accoustical cushions, separations or sub-flooring of a type and quality, and having specifications approved by the Board, between any wood, tile or other hard surface flooring installed in Unit and the concrete slab floor for such Unit.

Each Owner shall, at his own cost and expense, maintain his Unit (including, without limitation, the exterior surfaces of his Balcony) and all Limited Common Elements servicing only his Unit (whether or not within the boundaries of the Unit) in good condition and repair, including, without limitation, all fixtures, plumbing and electrical, heating and air conditioning and other equipment and systems installed within the Unit, commencing at a point where the utility lines, pipes, wires, conduits or systems enter the In the event an Owner fails to maintain his Balcony and/or other Limited Common Elements servicing only his Unit in good condition and repair, the Council shall have the right to enter and make such repairs and such Owner shall reimburse Council for costs and expenses for such repairs. Each Owner shall indemnify and hold harmless each other Owner from and against any and all claims of mechanic's liens filed against other Residence Units and the appurtenant Common Elements for labor, materials or specially fabricated products performed upon or installed in such Owner's Residence Unit and appurtenant Common Elements.

Balconies

5.03. No owner shall paint, remodel, alter or enclose any Balcony or store objects or things on such Balcony, or dry clothing, or place other materials on such Balcony in any manner which is likely to impair the uniform appearance of the exterior of the Building. An Owner may furnish a Balcony with outdoor furniture in keeping with the provisions of this Declaration and the Rules and Regulations promulgated thereunder.

Damage Liability

- 5.04. Each Co-Owner shall be liable to the Council for all damage to the Common Elements or other Council property that is sustained by reason of the negligence or willful misconduct of that Co-Owner, his family, guests, or tenants.
- 5.05. Declarant shall be generally exempt from the restrictions of Section 5.01 to the extent necessary for any completion of project construction, sales, or additions to the Project. Such exemption includes, but is not limited to, maintaining Units as model homes, placing advertising signs on Project property, and generally making such use of the Project and Common Elements as is necessary to complete sales of the Units.

Additional Provisions

5.06. The Council, by provisions of its Bylaws or the Board, by Rules and Regulations enacted by the Board, may provide such additional rules and regulations for use of the General Common Elements and the Limited Common Elements, the Parking Spaces, the Storage Spaces and the Units as are necessary or desirable in the judgment of the Council or the Board for the operation of the Condominium, provided such Rules and Regulations and Bylaws are not in conflict with the provisions of this Declaration of Condominium. Such Bylaws, Rules and Regulations shall be applicable to the General Common Elements and the Units as though set forth herein at length.

ARTICLE 6.

DAMAGE OR DESTRUCTION

Determination of Loss 6.01. In the event of a fire or other casualty causing

damage or destruction to the Building, the Board shall, within fifteen (15) days thereafter, call a special meeting of the Council to be held not less than ten (10) nor more than fifty (50) days following delivery of said notice. At said meeting the Council shall determine whether such loss comprises the whole or more than two-thirds (2/3) of the Building (above the foundation) by determining whether the cost of necessary repair or reconstruction would exceed two-thirds (2/3) of the cost of reconstructing the Building (above the foundation) as it existed prior to such fire or other casualty. In the event it is determined that the fire or other casualty damage does not comprise the whole or more than two-thirds (2/3) of the Building (above the foundation), the Building shall be repaired and reconstructed substantially in accordance with the original plans and specifications for the Building, in accordance with the provisions hereof.

In the event it is determined that the fire or other casualty damage comprise the whole or more than two-thirds (2/3) of the Building (above the foundation), then unless otherwise unanimously agreed by the Owners, all proceeds of insurance policies carried by the Council and all accrued and collected Common Expense Charges (after deducting any unpaid Common Expense Charges for which such Owner may be liable), shall be delivered to the Owners or their Mortgagees, as their interests may appear, in proportion to the Percentage Ownership Interests of each Owner. In such case, the Board, as soon as reasonably possible and as agent for all Owners, and with the approval of all Mortgagees of Units, shall sell the Condominium in its then condition, free from the effect of this Declaration, which shall terminate upon said sale, on terms satisfactory to the Board, and the net proceeds of such sale shall thereupon be distributed to the Owners or their Mortgagees, as their interests may appear, in proportion of the Percentage Ownership Interest of each Owner. If the Board fails to consummate a sale pursuant to the preceding sentence within twenty-four (24) months after the destruction or damage occurs, then the board shall (or if the Board does not, any Owner of Mortgagee may) record a sworn statement setting forth such facts and reciting that the Condominium is no longer suitable for a condominium regime and that under the provisions of this Declaration the prohibition against judicial partition provided for in Section 11.2 below has terminated and that judicial partition of the property may be obtained pursuant to the laws of the State of Texas.

Rebuilding

6.02. In the event that it is determined that the Building shall be repaired and reconstructed, then all proceeds of insurance policies with respect to such fire or

casualty carried by the Council shall, except as hereinafter provided, be paid to a bank selected by the Board, insured by the Federal Deposit Insurance Company (or its successors) and located in Galveston County, Texas, to be held in trust for the benefit of the Owners and their Mortgagees as their respective interests may appear. The Board shall thereupon contract on behalf of all Owners to repair or rebuild the damaged portions of the Building in accordance with the original plans and specifications therefor and the funds held in trust by such depository bank shall be used for this purpose and disbursed by the Board in accordance with the terms of the contract of repair and rebuilding.

In the event that such insurance proceeds are insufficient to provide for such repair, restoration or rebuilding of the Building then, subject to the provisions of the second immediately succeeding paragraph, the building costs in excess of the insurance proceeds shall be assessed against all of the Owners, in proportion to the Percentage Ownership Interest of each Owner in the Common Elements, as set forth in this Declaration. If any Owner shall fail to pay such Special Assessments when due, the Board may make up the deficiency by payment from the Common Expense Fund, which payment shall in no way release the Owner who has failed to make payment of such Special Assessment from liability therefor. Such assessments shall be enforceable as provided for other Special Assessments herein.

Except as otherwise provided in the following paragraph, in the event of a repair or restoration pursuant to the first paragraph of this Section 6.02 and in the event that the net proceeds of insurance received by or payable to the Board shall exceed the cost of such repair or restoration, then the excess of such insurance proceeds shall be paid by the Board to all Owners in proportion to their respective Percentage Ownership Interests in the Common Elements after first paying out of the share due each Owner such amounts as may be required to reduce unpaid liens on any Unit in the order of priority of such liens.

The provisions of this Section 6.02 may be changed only by unanimous resolution of the owners and their Mortgagees, adopted subsequent to the date on which such fire or casualty loss occurs.

Repair of Residential Units

6.03. Each Unit Owner shall be responsible for the reconstruction, repair and replacement of all personal property and other property not a Common Element in or part of his Unit, including, but not limited to, the floor coverings, wall coverings, interior walls, furniture,

furnishings, decorative light fixtures and appliances located therein.

Indemnity of Council

6.04. Each Owner shall be responsible for the costs not otherwise covered by insurance carried by the Council caused by the negligence or misuse by Owner, his immediate family, agents, employees, invitees or guests, and shall, to the extent not covered by insurance collected by the Council, indemnify the Council and all other Owners against any such costs of reconstruction, repair and replacement of any portion of the Building.

ARTICLE 7.

RIGHTS OF BENEFICIARIES UNDER DEEDS OF TRUST

- 7.01. Declarant hereby warrants that beneficiaries under deeds of trust to Units in the Project shall be entitled to the following rights and guaranties;
 - (a) Should any of the Council's Governing Instruments ever provide for a "right of first refusal", such right shall not impair the rights of a beneficiary under a first lien deed of trust to:
 - (i) Exercise the power of sale, foreclose, or take title to a Unit pursuant to the remedies provided in the deed of trust;
 - (ii) Accept a deed (or assignment) in lieu of sale or foreclosure in the event of default by a grantor;
 - (iii) Interfere with a subsequent sale or lease of a unit so acquired by the beneficiary.
 - (b) A beneficiary under the first lien deed of trust, on request, will be entitled to written notification from the Council of any default in the performance by the Grantor of any obligation under the Council's Governing Instruments which is not cured within sixty (60) days.
 - (c) Any beneficiary under a first deed of trust who obtains title to a Unit pursuant to the remedies provided in the deed of trust will not be liable for such unit's unpaid assessments which accrue prior to the acquisition of title to said unit by the beneficiary.
 - (d) Unless at least two-thirds (2/3) of the beneficiaries under first deeds of trust (based on one

vote for each first deed of trust owned), and at least two thirds (2/3) of all Co-Owners have given their prior written approval, the Council shall not be entitled to:

- (i) By act or omission, seek to abandon or terminate the Project;
- (ii) Change the pro rata interest or obligations of any individual unit for the purpose of:
 - (A) Levying assessments or charges, or allocating distributions of hazard insurance proceeds or condemnation awards;
 - (b) Determining the pro rata share of ownership of each unit in the Common Elements and the improvements thereon.
 - (iii) Partition or divide any unit;
- (iv) By act or omission, seek to abandon, partition, subdivide, encumber, sell, or transfer the Common Elements (the granting of easements for utilities or for other public purposes consistent with the intended use of the Common Elements shall not be deemed a transfer within the meaning of this clause);
- (v) use hazard insurance proceeds for losses to any Project property (whether to Units or to the Common Elements) for other than the repair, replacements, or reconstruction of such property, except as provided by statute in case of substantial loss to the unit and/or Common Elements of the Project.
- (e) All taxes, assessments, and charges which may become liens prior to the first mortgage under local law, shall relate only to the individual unit and not to the Project as a whole.
- (f) No provision of the Governing Instruments of the Council gives any Co-Owner, or any other party, priority over any rights of the beneficiary under a first deed of trust to the unit pursuant to its deed of trust in the case of insurance proceeds or condemnation awards for losses to or taking of units and/or the Common Elements or portions thereof.
- (g) A Co-Owner shall have the right from time to time to mortgage or encumber his unit and the interest appurtenant thereto by Deed of Trust or other

instrument, and the lien created thereby shall be prior and superior to the assessment lien provided for hereinabove, except for sums accrued prior to the date of recording such mortgage, but otherwise shall be subject to the terms and provisions of this Declaration and the Bylaws of the Council. Any mortgage or other lienholder who acquires a Unit through judicial foreclosure, public sale or any other means shall be subject to the terms and conditions of this Declaration, the Bylaws and the duly enacted rules and regulations of the Council except as specifically exempted therefrom.

ARTICLE 8.

GENERAL PROVISIONS

Eminent Domain

- 8.01(a) General Provisions. If all or any part of the Condominium is taken or threatened to be taken by eminent domain or by power in the nature of eminent domain (whether permanent or temporary) the Board and each Owner shall be entitled to participate in proceedings incident thereto at their respective expense. The Board shall give notice of the existence of such proceeding to all Owners and to all Mortgagees known to the Board to have an interest in any Unit. The expense of participation in such proceedings by the Board shall be borne by the Common Expense Fund. The Board is specifically authorized to obtain and pay for such assistance from attorneys, appraisers, architects, engineers, expert witnesses and other persons as the Board in its discretion deems necessary or advisable to aid or advise it in matters relating to such proceedings. All damages or awards for any such taking shall be deposited with the Board, acting as Trustee, and such damages or awards shall be applied or paid as provided herein.
- (b) Taking of Common Elements. In the event that an action in eminent domain is brought to condemn a portion of the Common Elements (together with or apart from any Unit), the Board, in addition to the general powers set out herein, shall have the sole authority to determine whether to defend or resist any such proceeding, to make any settlement with respect thereto, or to convey such property to the condemning authority in lieu of such condemnation proceeding. With respect to any such taking of Common Elements only, all damages and awards shall be determined for such taking as a whole and not for each Owner's interest therein. After the damages or awards for such taking are determined, such damages or awards shall be paid to each Owner in proportion to his Percentage Ownership Interest in the Common Elements. The Board may, if it deems advisable, call a meeting of the

Owners, at which meeting the Owners, by a majority vote, shall decide whether to replace or restore as far as possible the Common Elements so taken or damaged. In the event it is determined that such Common Element should be replaced or restored by obtaining other land or building additional structures, this Declaration and the Map shall be duly amended by instruments executed by the Board of Directors on behalf of the Owners.

- (c) Taking of Residence Units. In the event that such eminent domain proceeding results in the taking of or damage to one or more, but less than two-thirds (2/3) of the total number of Units, then the damages and awards for such taking shall be determined for each Unit and the following shall apply:
 - (1) The Board shall determine which of the Units damaged by such taking may be made tenantable for the purpose set forth in this Declaration, taking into account the nature of this Condominium and the reduced size of each Unit so damaged.
 - (2) The Board shall determine whether it is reasonably practicable to operate the remaining Units of the Condominium including those damaged units which may be made tenantable as a condominium in the manner provided in this Declaration.
 - (3) In the event that the Board determines that it is not reasonably practicable to operate the undamaged Units and the damaged Units which can be made tenantable as a Condominium, then the Condominium shall be deemed to be regrouped and merged into a single estate owned jointly in undivided interest by all Owners, as tenants-in-common, in the Percentage Ownership Interest previously owned by each Owner in the Common Elements.
 - (4) In the event that the Board determines that it is reasonably practicable to operate the undamaged Units and the damaged Units which can be made tenantable as a condominium, then the damages and awards made with respect to each Unit which has been determined to be capable of being made tenantable shall be applied to repair and reconstruct such Unit so that it is made tenantable. If the cost of such work exceeds the amount of the awards, the additional funds required shall be assessed against the Owners of those Units which are being repaired or reconstructed so as to be made tenantable. With respect to those Units which may not be made tenantable, the award made with respect to such Unit shall be paid to the Owner of such Unit or his Mortgagee or Mortgagees, as their interests may appear,

and the remaining portion of such Units, if any, shall become a part of the Common Elements and repair and use of such Units shall be determined by the Board. Upon the payment of such award for the account of such Owner as provided herein, such Unit shall no longer be a part of the Condominium and the Percentage Ownership Interests in the Common Elements appurtenant to each remaining Unit which shall continue as part of the Condominium shall be equitably adjusted to distribute the ownership if the undivided interests in the Common Elements among the reduced number of Owners.

If the entire Condominium is taken or two-thirds (2/3) or more of the Units are taken or damaged by such taking, all damages and awards shall be paid to the accounts of the Owners of Units as provided herein, in proportion to their Percentage Ownership Interests in the Common Elements and this Condominium Regime shall terminate upon such payment. Upon such termination, the Units and Common Elements shall be deemed to be regrouped and merged into a single estate owned in undivided interest by all Owners as tenants-in-common in the Percentage Ownership Interest previously owned by each Owner in the Common Elements.

(d) Payment of Awards and Damages. Any damages or awards provided in this Article to be paid to or for the account of any Owner by the Board, acting as Trustee, shall be applied first to the payment of any taxes or assessments by governmental authorities past due and unpaid with respect to that Unit; secondly, to amounts due under any Mortgage duly perfected; thirdly, to the payment of any Common Expense Charges or Special Assessments charged to or made against the Unit and unpaid; and finally to the Owner of such Unit.

Amendment

This Declaration may be amended by the vote or 8.02. written consent of Members representing no less than sixtyseven percent (67%) of the voting power of the Council, and the written consent of no less than sixty-seven percent (67%) of the holders of outstanding recorded mortgages or deeds of trust covering or affecting Units in the Project. Notwithstanding the foregoing, and any other term of this Declaration, the Council of Co-Owners may not alter or destroy a Unit or limited common element unless all Co-Owners and first lien mortgagees of the affected units consent in writing. Further, the percentage of the voting power necessary to amend a specific clause or provision of this Declaration shall not be less than the percentage of affirmative votes prescribed for action to be taken under that clause or provision. It is further specified that no amendment may be made that would contravene or cause a violation of any of the ordinances of the City of Galveston, Texas.

Nonwaiver of Remedies

8.03(a). Each remedy provided for in this Declaration is separate, distinct, and nonexclusive. Failure to exercise a particular remedy shall not be construed as a waiver thereof.

Severability and Invalid Provisions

8.03(b). The provisions of this Declaration shall be deemed independent and severable. If any one or more of the provisions of this Declaration or Exhibits attached hereto, or the applicability of any such provision to a specific situation, shall be held invalid or unenforceable, such provision shall be modified to the minimum extent necessary to make it or its application valid and enforceable, and the validity and enforceability of all other provisions of the Declaration and Exhibits and all other applications of any provision shall not be affected thereby.

Registration of Mailing Address

8.04. Each Co-Owner shall register his mailing address with the Council, and notices or demands intended to be served upon a Co-Owner shall be sent by mail, postage prepaid, addressed in the name of the Co-Owner at such registered mailing address. All notices, demands or other notices intended to be served upon the Board of Directors or Council of Co-Owners shall be sent certified mail, postage prepaid, to the Council at its address as furnished to each Co-Owner from time to time by written notice thereof.

Binding

8.05. This Declaration, as well as any amendment thereto and any valid action or directive made pursuant to it, shall be binding on the Declarant and the Co-Owners and their heirs, grantees, tenants, successors, and assigns.

Interpretation

8.06. The provisions of this Declaration shall be liberally construed and interpreted to effectuate its purpose of creating a uniform plan for the development and operation of a Condominium Project. Failure to enforce any provision hereof shall not constitute a waiver of the right to enforce said provision hereof.

Limitation of Liability

8.07. The liability of any Co-Owner for performance of any of the provisions of this Declaration shall terminate on sale, transfer, assignment, or other divestment of said Co-Owner's entire interest in his unit with respect to obligations arising from and after date of such divestment.

Number, Gender and Headings

8.08. As used in this Declaration, the singular shall include the plural and the masculine shall include the feminine and neuter, unless the context requires the contrary. All headings are not a part hereof and shall not affect the interpretation of any provision.

Governing Law and Venue

- 8.09. The laws of the State of Texas shall govern the validity, enforcement and interpretation of this Declaration, and venue for any legal action arising out of this Declaration shall lie in Galveston County, Texas.
- 8.10. The Council shall maintain all pre-wired modular-type metering cabinets installed in the Condominium, including the maintenance of replacement parts with respect thereto, it being understood that Houston Lighting & Power Company will not maintain any such spare parts nor perform any repairs on such modular-type metering cabinets and that failure by the Association to timely repair such modular metering cabinets (or maintain an adequate number of spare parts with respect thereto) may result in termination of electrical service to the Condominium (or a particular Residence Unit) until such repairs are completed or such spare parts obtained.

IN WITNESS WHEREOF, the undersigned has executed this instrument this 17% day of August , 1990.

BEACH GRAND, INC., A Texas Corporation

By: Yautier
Frederic Gautler, President

DECLARANT

THE STATE OF TEXAS

COUNTY OF Harris

007-14-1207

This instrument was acknowledged before me on the 17th day of August, 1990 by FREDERIC GAUTIER, President of BEACH GRAND, INC., A Texas Corporation.

DEBRA KAY NOUHRA
Notary Public
STATE OF TEXAS

My Comm. Exp. June 10, 1991

Notary Public, State of Texas My Commission Expires: 6-10-91

<u>Debra Kay Nouhra</u> Notary's Printed Name

BYLAWS OF

THE WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS

ARTICLE 1.

DEFINITIONS

Project Defined

1.01. "Project shall mean all of that certain real property located in the County of Galveston, State of Texas, including the land, all improvements and structures thereon, and all easements, rights, and appurtenances thereto, more particularly described in the Declaration of THE WEST BEACH GRAND.

Declaration Defined

1.02. "Declaration" shall mean that certain Declaration applicable to the Project and filed in the Office of the County Clerk of Galveston County, State of Texas, on August 22, 1990, in the Condominium Records, as the same may be amended from time to time in accordance with terms thereof, to which these Bylaws were attached as Exhibit "A" at the time of recording.

Other Terms Defined

1.03. Other terms used herein shall have the meaning given them in the Declaration and are hereby incorporated by reference and made a part hereof.

ARTICLE 2.

APPLICABILITY OF BYLAWS

Association

2.01. The provisions contained herein constitute the Bylaws of THE WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, and hereinafter referred to as the "Council".

Project Applicability

2.02. The provisions of these Bylaws are applicable to the Project as defined in Paragraph 1.01, above.

1

Personal Application

2.03. All present or future owners, tenants, future tenants, or their employees, or any other person that might use the facilities of the Project in any manner, are subject to the regulations set forth in these Bylaws. The mere requisition or rental of any of the Units of the Project or the mere act of occupancy of any of the Units will signify that these Bylaws are accepted and ratified and will be complied with by the purchaser, tenant, or occupant.

ARTICLE 3.

OFFICES

Principal Office

3.01. The registered office and the principal office for the transaction of business of the Council shall be located at the project site in the City of Galveston, County of Galveston, State of Texas.

ARTICLE 4.

QUALIFICATIONS FOR MEMBERSHIP

Membership

4.01. The membership of the Council shall consist of all the Co-Owners of the Units within the Project.

Proof of Membership

4.02. The rights of membership shall not be exercised by any person until satisfactory proof has been furnished to the Secretary of the Council that the person is qualified a Member. Such proof may consist of a copy of a duly executed and acknowledged deed or title insurance policy evidencing ownership of a Unit in the Project. Such deed or policy shall be deemed conclusive in the absence of a conflicting claim based on a later deed or policy.

No Additional Qualifications

4.03. The sole qualifications for membership shall be ownership of a Unit in the Project. No initiation fees, costs, or dues shall be assessed against any person as a condition of membership except such assessments, levies, and charges as are specifically authorized under the Articles of Incorporation or the Declaration.

Certificate of Membership

4.04. The Board of Directors may provide for the issuance of certificates evidencing membership in the Council which shall be in such form as may be determined by the Board. All certificates evidencing membership shall be consecutively numbered. The name and address of each Member and date of issuance of the certificate shall be entered on the records of the Council and maintained by the Secretary at the registered office of the Council.

ARTICLE 5.

VOTING RIGHTS

Voting

5.01. Voting shall be on a percentage basis. The Co-owner of each Unit is entitled to a vote equal to the percentage interest which his Unit or Units bears to the entire Project as assigned in the Declaration.

Proxies

5.02. At all meetings of Members, each Member may vote in person or by proxy. All proxies shall be in writing and filed with the Secretary of the Council. Every proxy shall be revocable and shall automatically cease on conveyance by the Member of his Unit, or on receipt of notice by the Secretary of the death or judicially declared incompetence of such Member. No proxy shall be valid after eleven (11) months from the date of its execution, unless otherwise specifically provided in the proxy.

Quorum

5.03. The presence, either in person or by proxy, at any meeting, of Members entitled to cast at least fifty-one percent (51%) of the total voting power of the Council shall constitute a quorum for any action, except as otherwise provided in the Declaration. In the absence of a quorum at a meeting of Members, a majority of those Members present in person or by proxy may adjourn the meeting to a time not less than five (5) days or more than thirty (30) days from the meeting date.

Required Vote

5.04. The vote of the majority of the votes entitled to be cast by the Members present, or represented by proxy, at a meeting at which a quorum is present shall be the act of

the meeting of Members, unless the vote of a greater number is required by statute or by the Declaration.

Cumulative Voting

5.05. Cumulative voting, as more particularly described in Paragraph 8.02 below, is permitted during the election of Directors.

ARTICLE 6.

MEETINGS OF MEMBERS

Annual Meetings

6.01. The annual meeting of the Members of the Council shall be held on December 1,of each calendar year at the hour of 7:00 P.M., or at any other date and time which may be designated by the Council.

Special Meetings

6.02. Special meetings of the Members may be called by the President, the Board of Directors, or any Members representing at least ten percent (10%) of the total voting power of the Council.

Place

6.03. Meetings of the Members shall be held within the Project or at a meeting place as close thereto as possible as the Board may specify in writing.

Notice of Meetings

6.04. Written notice of all Members' meetings shall be given by or at the direction of the Secretary of the Council (or other person authorized to call the meeting) by mailing or personally delivering a copy of such notice at least ten (10) but not more than fifty (50) days before such meeting to each Member entitled to vote at such meeting, addressed to the Member's address last appearing on the books of the Council, or supplied by such Member to the Council for the purpose of notice. Such notice shall specify the place, day, and hour of the meeting and, in the case of a special meeting, the nature of the business to be undertaken.

Order of Business

 $6.05. \,$ The order of business at all meetings of the Members shall be as follows:

(a) Roll call;

- (b) Proof of notice of meetings or waiver of notice;
- (c) Reading of Minutes of preceding meeting;
- (d) Reports of officers;
- (e) Reports of committees;
- (f) Election of directors;
- (g) Unfinished business;
- (h) New business;

Action Without Meeting

6.06. Any action required by law to be taken at a meeting of the members, or any action which may be taken at a meeting of the members, may be taken without a meeting if a consent in writing, setting forth the action so taken, shall be signed by all of the Members and filed with the Secretary of the Council.

ARTICLE 7.

BOARD OF DIRECTORS

Number

- 7.01. Except for the Initial Board, the affairs of this Council shall be managed by a Board of Directors consisting of five (5) persons, as set forth in Section 3.07 of the Declaration. If the Owner of any Unit is a corporation, partnership, trust or other legal entity, a board member may be an officer, director, partner or beneficiary of such Unit Owner.
- 7.02. At the first annual meeting of the members of the Council, two (2) Directors shall be elected by the members for a term of two (2) years and three (3) Directors shall be elected for a term of one (1) year. At the second annual meeting of the members of the Council, three (3) Directors shall be elected by the members for a term of two (2) years. Thereafter, at each annual meeting of the members, the members shall elect either two (2) or three (3) Directors, as the case may be, each to serve for a term of two (2) years commencing at the time of his election until his death, resignation, removal or until he is no longer a member of the Council, whichever is earlier, in order to fill the positions of the Directors whose terms have expired at the time of the annual meeting.

Removal

7.03. Directors may be removed from office with or without cause by a majority vote of the Members of the Council.

7.04. In the event of a vacancy on the Board caused by the death, resignation, or removal of a Director, the remaining Directors shall, by majority vote, elect a successor who shall serve for the unexpired term of his predecessor. Any directorship to be filled by reason of an increase in the number of directors shall be filled by election at an annual meeting or at a special meeting of Members called for that purpose.

Compensation

7.05. With the prior approval of a majority of the voting power of the Council, a Director may receive compensation in a reasonable amount for services rendered to the Council. A Director may be reimbursed by the Board for actual expenses incurred by him in the performance of his duties.

Powers and Duties

7.06. The Board shall have the powers and duties, and shall be subject to the limitations on such powers and duties, as enumerated in the Declaration of the Project.

ARTICLE 8.

NOMINATION AND ELECTION OF DIRECTORS

Nomination

8.01. Nomination for election to the Board of Directors shall be made from the floor at the annual meeting of the Members.

Election

8.02. Directors are elected at the annual meeting of Members of the Council. Members, or their proxies, may cast, in respect to each vacant directorship, as many votes as they are entitled to exercise under the provisions of the Declaration. The nominees receiving the highest number of votes shall be elected. Each Member may cumulate votes and give one candidate a number of votes equal to the number of Directors to be elected multiplied by the number of votes to which such Member is entitled or distribute the votes on the same principle among as many candidates as such Member thinks fit. Any Member who intends to cumulate his votes shall give written notice of such intention to the Secretary of the Council on or before the day preceding the election at which such Member intends to cumulate his votes.

ARTICLE 9.

MEETINGS OF DIRECTORS

Regular Meetings

9.01. Regular meetings of the Board of Directors shall be held quarterly at such place within the Project and at such time as may be fixed from time to time by resolution of the Board. Notice of the time and place of such meeting shall be posted at a prominent place or places within the Common Elements.

Special Meetings

9.02. Special meetings of the Board of Directors shall be held when called by written notice signed by the President of the Council or by any two Directors other than the President. The notice shall specify the time and place of the meeting and the nature of any special business to be considered. Notice of any special meeting must be given to each Director not less than five (5) days prior to the date fixed for such meeting, nor more than fifteen (15) days prior to the date fixed for such meeting by written notice delivered personally or sent by mail or telegram to each Director at his address as shown in the records of the Council. A copy of such notice shall be posted in a prominent place or places in the Common Elements or the Project within five (5) days prior to the date of the meeting.

Quorum

9.03. A quorum for the transaction of business by the Board of Directors shall be a majority of the number of Directors constituting the Board of Directors as fixed by these Bylaws.

Voting Requirement

9.04. The act of the majority of Directors present at a meeting at which a quorum is present shall be the act of the Board of Directors unless any provision of the Declaration requires the vote of a greater number.

Opening Meetings

9.05. Regular and special meetings of the Board shall be open to all Members of the Council; provided, however, that Council Members who are not on the Board may not participate in any deliberation or discussion unless expressly so authorized by the vote of a majority of a quorum

of the Board.

Executive Session

9.06. The Board may, with the approval of a majority of a quorum, adjourn a meeting and reconvene in executive session to discuss and vote on personnel matters, litigation in which the Council is or may become involved, and other business of a confidential nature. The nature of any and all business to be considered in executive session shall first be announced in open session.

ARTICLE 10.

OFFICERS

Enumeration of Officers

10.01. The Officers of the Council shall be a President and a Vice President, who shall at all times be members of the Board of Directors, and a Secretary and Treasurer. The Board of Directors may, by resolution, create such other offices as it deems necessary or desirable.

Term

10.02. The officers of this Council shall be elected annually by the Board of Directors and each shall hold office for one (1) year, unless such officer shall sooner resign, be removed, or be otherwise disqualified to serve.

Resignation and Removal

10.03. Any Officer may resign at any time by giving written notice to the Board, the President, or the Secretary. Such resignation shall take effect at the date of receipt of such notice or at any later time specified therein. Any officer may be removed from office by the Board whenever, if the Board's judgment, the best interest of the Council would be served by such removal.

Multiple Offices

10.04. Any two or more offices may be held by the same person, except the offices of President and Secretary.

Compensation

10.05. Officers shall receive such compensation for services rendered to the Council as determined by the Board of Directors and approved by a majority of the voting power of the Council residing in the Members.

ARTICLE 11.

PRESIDENT

Election

11.01. At the first meeting of the Board immediately following the annual meeting of the Members, the Board shall elect one of their number to act as President.

Duties

11.02. The President shall:

- (a) Preside over all meetings of the members and of the Board;
- (b) Sign as President, all deeds, contracts, and other instruments in writing which have been first approved by the Board, unless the Board, by duly adopted resolution, has authorized the signature of a lesser officer;
- (c) Call meetings of the Board whenever he deems it necessary in accordance with rules and on notice agreed to by the Board. The notice period shall, with the exception of emergencies, in no event be less than five (5) days;
- (d) Have, subject to the advice of the Board, general supervision, direction, and control of the affairs of the Council and discharge such other duties as may be required of him by the Board.

ARTICLE 12.

VICE PRESIDENT

Election

12.01. At the first meeting of the Board immediately following the annual meeting of the Members, the Board shall elect one of its members to act as ${\rm Vice}$ President.

Duties

12.02. The Vice President shall:

- (a) Act in the place and in the stead of the President in the event of his absence, inability, or refusal to act;
- (b) Exercise and discharge such other duties as may be required of him by the Board. In connection with any such

additional duties, the Vice President shall be responsible to the President.

ARTICLE 13.

SECRETARY

Election

13.01. At the first meeting of the Board immediately following the annual meeting of the Members, the Board shall elect one of their Members to act as Secretary.

Duties

- 13.02. The Secretary shall:
- (a) Keep a record of all meetings and proceedings of the Board and of the Members;
- (b) Keep the seal of the Council, if any, and affix it on all papers requiring said seal;
- (c) Serve such notices of meetings of the Board and the Members required either by law or by these Bylaws;
- (d) Keep appropriate current records showing the Members of this Council together with their address;
- (e) Sign as Secretary all deeds, contracts, and other instruments in writing which have been first approved by the Board if said instruments require a second Council signature, unless the Board has authorized another Officer to sign in the place and stead of the Secretary by duly adopted resolution.

ARTICLE 14.

TREASURER

Election

14.01. At the first meeting of the Board immediately following the annual meeting of the Members, the Board shall elect one of their Members to act as Treasurer.

Duties

- 14.02. The Treasurer shall:
- (a) Receive and deposit in such bank or banks as the Board may from time to time direct, all of the funds of the

Council;

- (b) Be responsible for and supervise the maintenance of books and records to account for such funds and other Council assets;
- (c) Disburse and withdraw said funds as the Board may time to time direct, and in accordance with prescribed procedures;
- (d) Prepare and distribute the financial statements for the Council required by the Declaration.

ARTICLE 15.

BOOKS AND RECORDS

Maintenance

15.01. Complete and correct records of account and minutes of proceedings of meetings of Members, Directors, and committees shall be kept at the principal office of the association/corporation. A record containing the names and addresses of all Members entitled to vote shall be kept at the principal place of business of the Council.

Inspection

15.02. The Declaration of the Project, the Bylaws, membership register, the books of account, and the minutes of proceedings, shall be available for inspection and copying by any Member of the Council or any Director for the proper purpose at any reasonable time.

ARTICLE 16.

INDEMNIFICATION OF DIRECTORS AND OFFICERS

16.01. The Council shall indemnify every Director or Officer, his heirs, executors and administrators, against all loss, costs and expense, including counsel fees reasonable incurred by him in connection with any action, suit or proceeding to which he may be made a party by reason of his being or having been a Director or Officer of the Council, except as to matters as to which he shall be finally adjudged in such action, suit or proceeding to be liable for gross negligence or willful misconduct. In the event of a settlement, indemnification shall be provided only in connection with such matters covered by the settlement as to which the Council is advised by counsel that the person to be indemnified has not been guilty of gross negligence of willful misconduct in the performance of his duty as such

Director of Officer in relation to the matter involved. The foregoing rights shall not be exclusive of other rights to which such Director or Officer may be entitled. All liability, loss, damage, costs and expense incurred or suffered by the Council by reason or arising out of or in connection with the foregoing indemnification provisions shall be treated and handled by the Council as Common Expenses; provided, however, that nothing in this Article 16 contained shall be deemed to obligate the Council to imdemnify any member or owner of a condominium unit, who is or has been a Director or Officer of the Council, with respect to any duties or obligations assumed or liabilities incurred by him under any by virtue of THE WEST BEACH GRAND DECLARATION as a Member or Owner of a condominium unit covered thereby.

ARTICLE 17.

OBLIGATIONS OF THE OWNERS

Assessments

17.01. All owners shall be obligated to pay the monthly assessments imposed by the Council to meet the Common Expenses. The assessments shall be made pro-rata according to percentage interest in and to the general common elements and shall be due monthly in advance. Declarant shall be responsible for monthly assessments as set forth in the Declaration Section 4.03(c). A member shall be deemed to be in good standing and entitled to vote at any annual or at a special meeting of Members, within the meaning of these Bylaws, if and only if he shall have fully paid all assessments made or levied against him and the condominium unit owned by him.

Maintenance and Repair

- 17.02. Every owner must perform promptly at his own expense maintenance and repair work within his own unit which, if omitted, would affect the project in its entirety or in part belonging to other owners.
- All the repairs of internal installations of the unit, such as water, light, sewage, telephone, air conditioners, sanitary installation, doors, windows, glass, electrical fixtures, and all other accessories, equipment and fixtures belonging to the unit area including limited areas shall be at the owner's expense.

An Owner shall be obligated to reimburse the Council promptly upon receipt of its statement for any expenditures incurred by it in repairing of replacing any general or

limited common element damaged by his negligence or by the negligence of his tenants, agents, or invitees.

Mechanic's Lien

17.03. Each owner agrees to indemnify and to hold each of the other owners harmless from any and all claims of mechanic's lien filed against other units and the appurtenant general common elements for labor, materials, services or other products incorporated in the Owner's Unit. In the event suit for foreclosure is commenced, then within ninety (90) days thereafter, such Owner shall be required to deposit with the Council cash or negotiable securities equal to the amount of such claim plus interest for one (1) year together with the sum of One Hundred Dollars (\$100.00). Such sum or securities shall be held by the Council pending final adjudication or settlement of the litigation. Disbursement of such funds or proceeds shall be made to insure payment of or on account of such final judgment or settlement. Any deficiency shall be paid forthwith by the subject owner, and his failure to so pay shall be a debt of the owner and a lien against his condominium unit which may be foreclosed as is provided in Paragraph 4.05 of the Declaration.

General

17.04. Each owner shall comply strictly with the provisions of the Condominium Declaration for THE WEST BEACH GRAND.

Use of Units - Internal Changes

17.05. All units shall be utilized for single family residential purposes only.

Use of General Common Elements and Limited Common Elements

17.06. Each owner may use the General Common Elements and the Limited Common Elements in accordance with the purpose for which they were intended without hindering or encroaching upon the lawful rights of the other owners.

Rules and Regulations

17.07 (a). All owners shall promptly and completely comply with each of the rules and regulations herein contained or hereafter properly adopted for the utilization of the recreational facilities afforded, and particularly, for the use of the swimming pool area, in order that all owners and their guests shall achieve maximum utilization of such facilities consonant with the rights of each of the

other owners thereto.

- (b) Nothing shall be done in any Unit, nor shall same be occupied or used for any purpose, nor shall any commodity, product or personal property be kept therein or thereon, which shall cause such improvements to be uninsurable against loss by fire or the perils included in an extended coverage endorsement under the rules of the State of Texas Insurance Commission or which might cause or warrant any policy or policies covering said premises to be cancelled or suspended by the issuing company.
- (c) Owners and occupants of Units shall at all times exercise extreme care to avoid making or permitting to be made loud or objectional noises, and in using or playing or permitting to be used or played musical instruments, radios, phonographs, television sets, amplifiers and other instruments or devices in such manner as may disturb or tend to disturb owners, tenants, or other occupants of Units of THE WEST BEACH GRAND. No Unit shall be used or occupied in such a manner as to obstruct or interfere with the enjoyment of occupants or other residents of adjoining Units, nor shall any nuisance, or immoral or illegal activity be committed or permitted to occur in or on any Unit or upon any part of the Common elements of THE WEST BEACH GRAND.
- The common area is intended for use for the purpose of affording vehicular and pedestrian movement within the condominium, and for providing access to the Units; those portions thereof adapted therefor, for recreational use by the Owners and occupants of Units; and all thereof for beautification of the condominium and for providing privacy for the residents thereof through landscaping and such other means as shall be constructed so as to not interfere with its use for the purposes hereinabove recited, nor shall any part of the common area (Common Elements) be used for general storage purposes after the completion of the construction of the Units by Developer, except maintenance storage room, nor anything done thereon in any manner which shall increase the rate for hazard and liability insurance covering said area and improvements situated thereon. Not more than two small dogs, cats, or other usual small household pets shall be allowed on the common areas only as may be specified under reasonable rules therefor promulgated by the Board of Directors. Except as hereinabove stated, no animal, livestock, birds or poultry shall be brought within the condominium or kept in or around any unit thereof.
- (e) No resident of the condominium shall post any advertisements, signs, or posters, of any kind in or on the project except as authorized by Council.

- (f) It is prohibited to hang garments, rugs, and/cr any other materials form the windows or from any of the facades of the Project.
- (g) It is prohibited to dust rugs or other materials from the windows or to clean rugs by beating on the exterior part of the condominium units, or to throw any dust, trash, or garbage out of any of the windows of any of the units.
- (h) It is prohibited to throw garbage or trash outside the disposal areas provided for such purposes.
- (i) No Owner, resident, or lessee shall install wiring for electrical or telephone installation, television antenna, machines or air conditioning units or any other devices whatsoever on the exterior of the project or that protrude through the walls or out of the windows, or on the roof of the Project save as are expressly in writing previously approved by the Council.
- (j) No owner or other occupant of any condominium unit shall make any alteration, modification or improvement, nor add any awnings, patio covers or other devices to the common elements of the condominium or remove or add to any planting, structure, furnishings or other equipment or object therefrom except with the written consent of the Council.
- (k) Reasonable and customary regulations for the use of the swimming pool area will be promulgated hereafter. Owners and all occupants of units shall, at all times, comply with such regulations.

Destruction or Obsolescence

17.08. Each owner shall, upon request therefor, execute an irrevocable power of attorney, in favor of the Council, appointing the Council his attorney-in-fact to deal with the Owner's Unit upon its destruction or obsolescence as is provided in the Declaration of the Condominium Declaration of THE WEST BEACH GRAND.

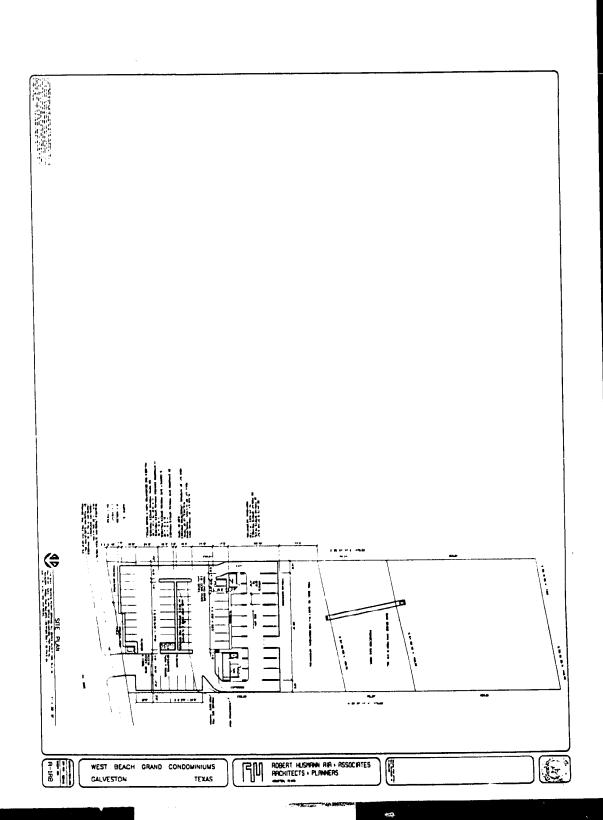
ARTICLE 18. AMENDMENT OF BYLAWS

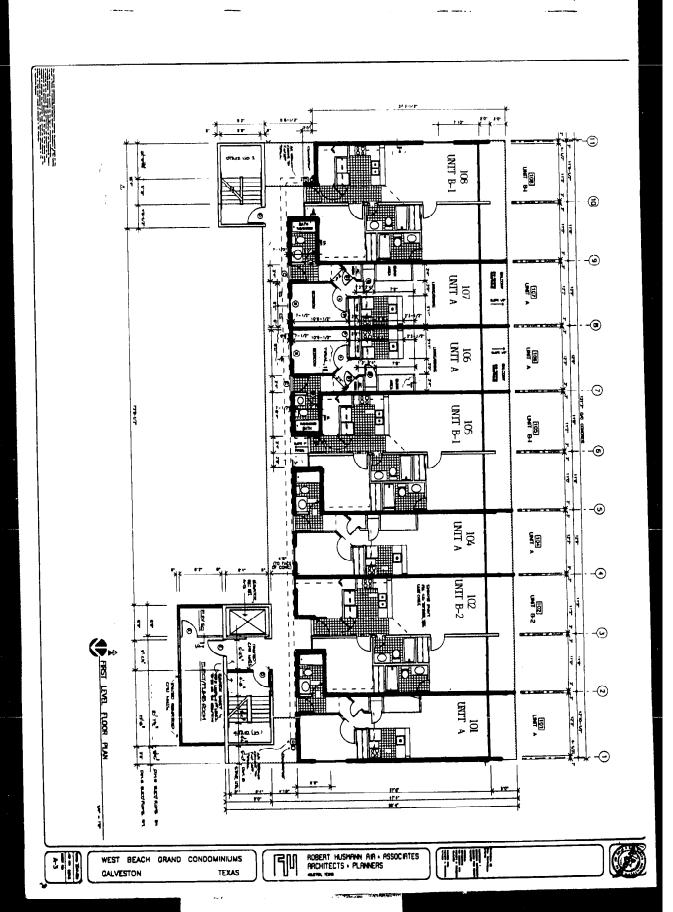
18.01. These Bylaws may be amended, altered, or repealed at a regular or special meeting of the Members of the Council, by the affirmative vote in person or by proxy or Members representing a majority of a quorum of the Council. Notwithstanding the above, the percentage of voting power necessary to amend a specific clause or provision shall not

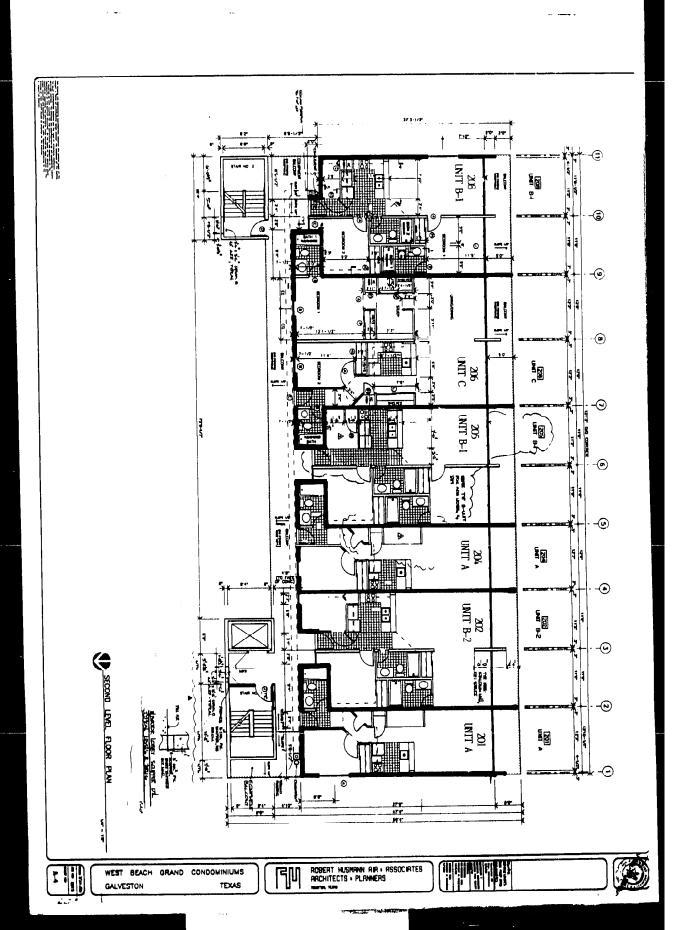
be less than the prescribed percentage of affirmative votes $\mbox{\ensuremath{\textit{v}}}$ required for action to be taken under that clause.

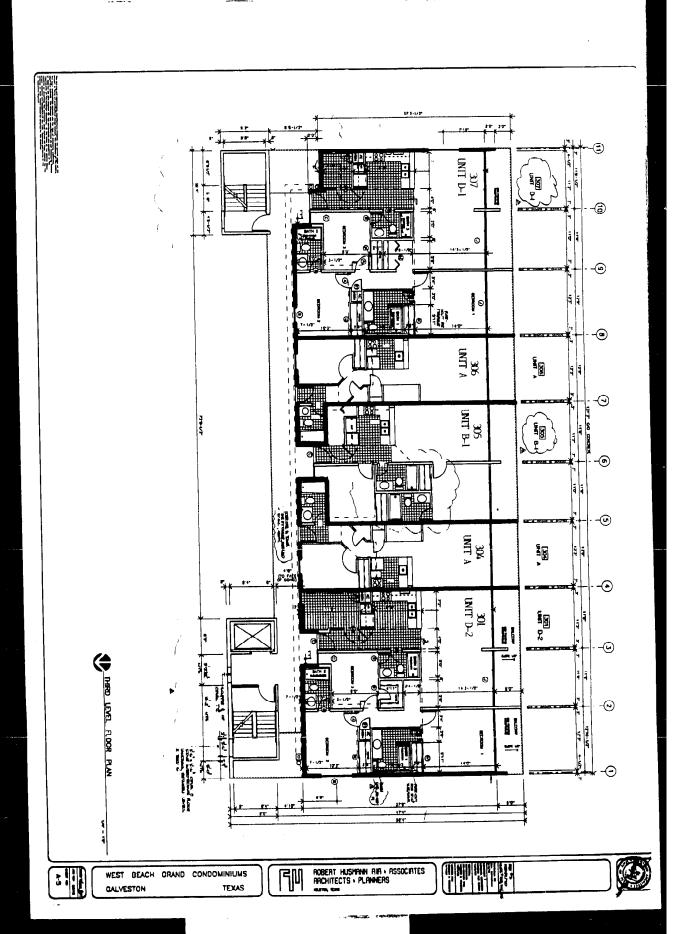
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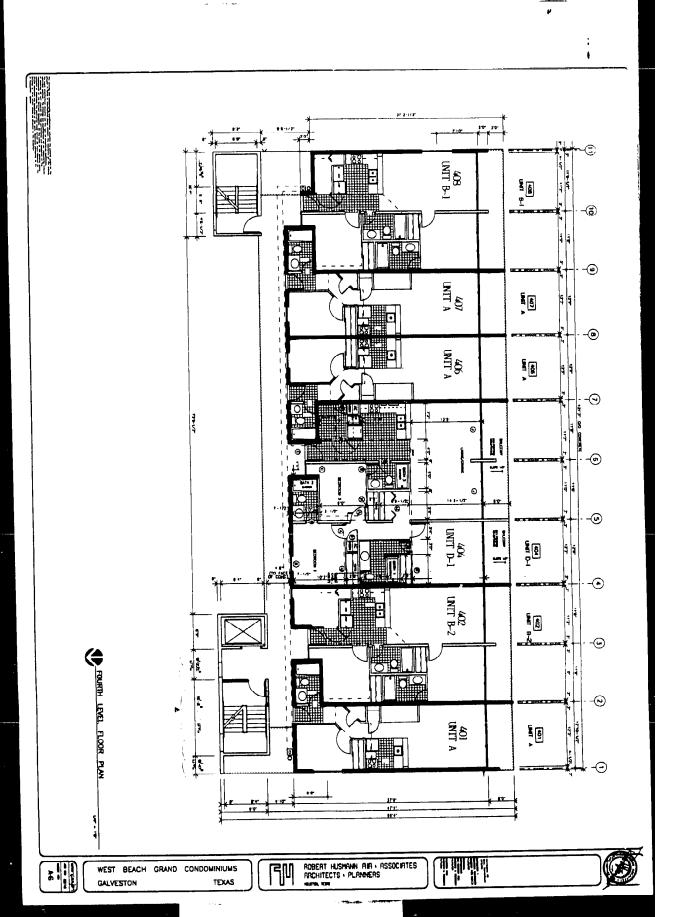
Lot One (1) in Block One (1) of WEST BEACH GRAND SUBDIVISION, a Subdivision in the City and County of Galveston, Texas, according to the Map Records in the Office of the County Clerk of Galveston County, Texas.

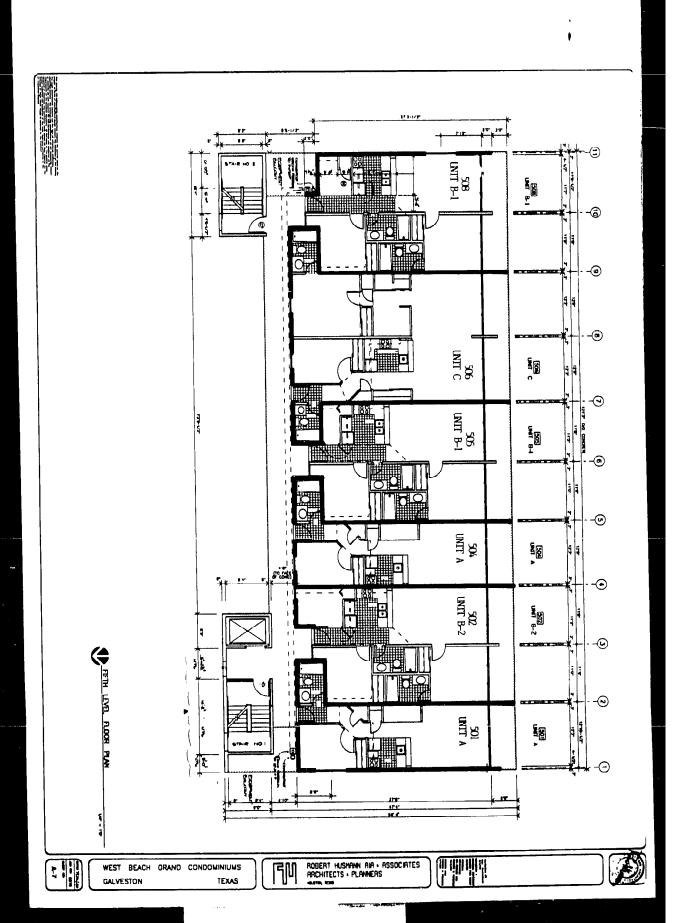


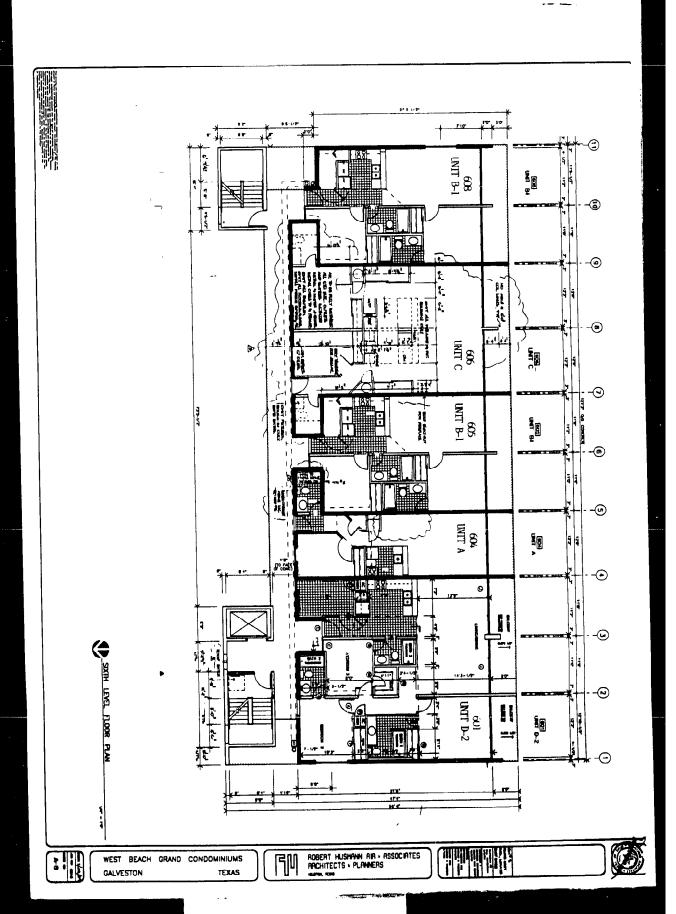












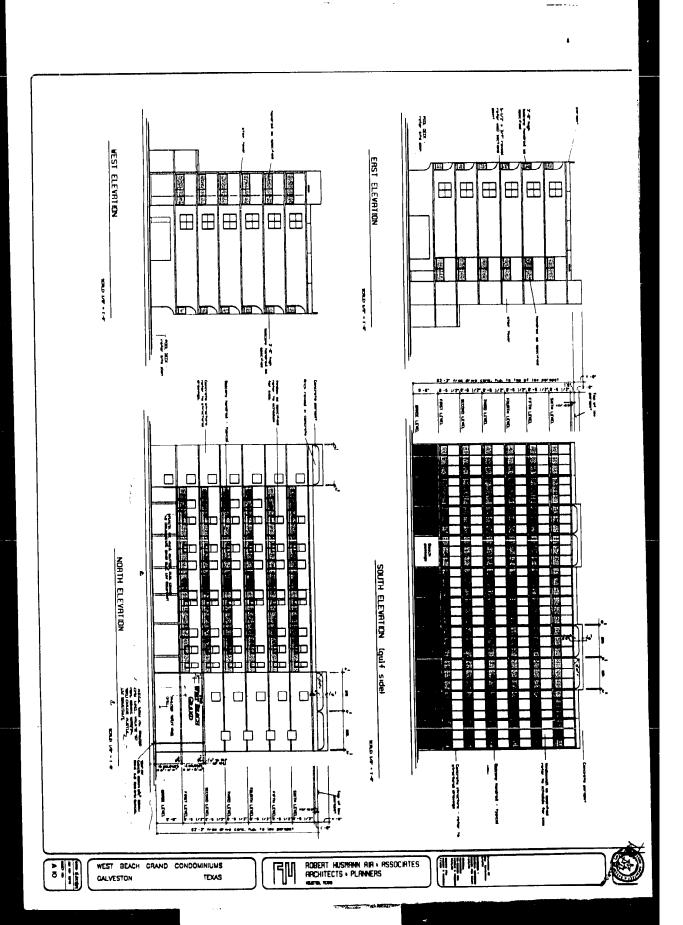


EXHIBIT "C"

PERCENTAGE OF INTEREST AND APPROXIMATE SQUARE FOOTAGE

THE WEST BEACH GRAND CONDOMINIUM

UNIT NUMBER	UNIT	SO. FT. LIV. AREA	PERCENTAGE OF INTEREST
NOTIDEN		FIRST FLOOR	
101	A	522	.019922
102	В 2	787	.030036
104	A	522	.019922
105	B 1	746	.028471
106	A	522	.019922
107	A	522	.019922
108	В 1	746	.028471
		SECOND FLOOR	
201	A	522	.019922
202	В 2	7 87	.030036
204	A	522	.019922
205	B 1	746	.028471
206	С	1,044	.039844
208	В 1	746	.028471
		THIRD FLOOR	
301	D 2	1,309	.049959
304	A	522	.019922
305	В 1	746	.028471
306	A	522	.019922
307	D 1	1,268	.048394

PERCENTAGE OF INTEREST AND APPROXIMATE SQUARE FOOTAGE THE WEST BEACH GRAND CONDOMINIUM

NUMBER TYPE LIV. AREA 401 A 522 402 B 2 787 404 D 1 1,268	OF INTEREST
401 A 522 402 B 2 787 404 D 1 1,268	-
402 B 2 787 404 D 1 1,268	.019922
404 D 1 1,268	.030036
	.048394
406 A 522	.019922
407 A 522	.019922
408 B 1 746	.028471
FIFTH FLOOR	
501 A 522	.019922
502 B 2 787	.030036
504 A 522	.019922
505 B 1 746	.028471
506 C 1,044	.039844
508 B 1 746	.028471
SIXTH FLOOR	
601 D 2 1,309	.049959
604 A 522	.019922
605 B 1 746	.028471
606 C 1,044	.039844
608 B 1 746	.028471
26,202	1.000000

I ATE OF TEXAS COUNTY OF GALVESTON
I hereby certify that this instrument was filed
on the date and time stamped hereon by me and
was duly recorded in the Official Public Records
of Real Property of Galveston County Texas, on

AUG 22 1990

OOUNTY CLERK GALVESTON OO., TEXAS

90 AUG 22 PH 3: 30

FIRST AMENDMENT

9430087

TO THE CONDOMINIUM DECLARATION FOR THE WEST BEACH GRAND

THE STATE OF TEXAS

§

COUNTY OF HARRIS

§ 8

WHEREAS, on the 22nd day of August, 1990, BEACH GRAND, INC., a Texas corporation, as Declarant, caused that certain document entitled "Condominium Declaration for The West Beach Grand" ("the Declaration") to be recorded in the Official Public Records of Real Property of Galveston County, Texas, under Film Code No. 007-14-1173, et. seq., which document creates The West Beach Grand condominium regime and sets forth various covenants, conditions and restrictions governing the use and occupancy within the condominium regime; and

WHEREAS, Article 8, Section 8.02, of the Declaration provides that the Declaration may be amended by the vote or written consent of members representing no less than sixty-seven percent (67%) of the voting power of The West Beach Grand Condominium Council of Co-Owners ("the Council") and the written consent of no less than sixty-seven percent (67%) of the holders of outstanding recorded mortgages or deeds of trust covering or affecting units in the condominium regime; and

WHEREAS, the undersigned, being members representing no less than sixty-seven percent (67%) of the voting power of the Council, and no less than sixty-seven percent (67%) of the holders of the outstanding recorded mortgages and/or deeds of trust covering or affecting units in the condominium regime, desire to amend the Declaration in the manner hereinafter set forth;

NOW, THEREFORE, the undersigned, being members representing no less than sixty-seven percent (67%) of the voting power of the Council, and no less than sixty-seven percent (67%) of the holders of the outstanding recorded mortgages and/or deeds of trust covering or affecting units in the condominium regime, hereby amend the Declaration as follows:

Article 2, Section 2.02(a), is hereby amended to read as follows:

Exclusive Ownership and Possession

2.02(a). Each Co-Owner shall be entitled to the exclusive ownership and possession of his Unit. Any Unit may be jointly owned by not more than four (4) persons. The boundaries of the Unit shall be and are the interior surfaces of the perimeter walls, floors, and ceilings. A Co-Owner shall not be deemed to own the utilities running through his Unit which are utilized for, or serve more than one Unit, except as tenant in common with the other Co-Owners. A Co-Owner shall be deemed to own, and shall have the exclusive right to paint, repair, tile, wax, paper, or otherwise refinish and decorate, the interior surfaces of the walls, floors, ceilings, windows, and doors bounding his unit. Each Co-Owner agrees that the square footage, size and dimensions of each Unit as set out and shown in this Declaration and the Exhibits attached hereto are approximate, are shown for descriptive purposes only and that the

Declarant does not warrant, represent or guarantee that any Unit actually contains the area, square footage or dimensions shown in the Exhibits. Each purchaser and Co-Owner of a Condominium Unit is under a duty to inspect and examine the Unit to be purchased by him prior to such purchase, and agrees that such inspection and examination has been made and that the Unit is purchased as actually and physically existing. Each purchaser of Condominium Unit hereby expressly waives any claim or demand which he may have against the Declarant on account of any difference, shortage or discrepancy between the Unit as actually and physically existing and as it is shown on the Exhibits attached hereto.

Article 5, Section 5.01(a), of the Declaration is hereby amended to read as follows:

(a) No Co-Owner shall occupy or use his Apartment Unit or permit the same or any part thereof to be occupied or used for any purpose other than as a private residence. Nothing in this Declaration shall prevent the Co-Owner from leasing or renting out his Unit, provided that any such leasing or renting is subject to the Council's Governing Instruments and Rules and is for a minimum rental period of thirty (30) days. Co-Owners shall further have the right to appoint a rental agent to lease or rent their Units, but said rental agent must register with and be approved by the Board, which approval will not be unreasonably withheld, but may be conditioned upon compliance with reasonable rules, regulations, and requirements that may be established from time to time by the Board.

EXECUTED on the date(s) indicated to be effective upon recording in the Official Public Records of Real Property of Galveston County, Texas.

te de la confidencia de la companio	
	009-83-0779
•	By: Coap Mark J. NSELSEN Owner, Unit No: 103
	By: Mark Vilsen Print Names MAS MARK WIELSEN Owner, Unit No: 102
THE STATE OF TEXAS COUNTY OF HARRIS	§ § §
to me to be the person(s) whose name(s) to me that executed the for Declaration for The West Beach Grand capacity stated.	Notary Public, on this day personally appeared known is/are subscribed to the foregoing instrument, and acknowledged regoing consent to the First Amendment to the Condominium for the purposes and consideration therein expressed and in the ND SEAL OF OFFICE on this the
SMARON E. JONES NOTARY PUBLIC. STATE OF TEXA MY COMMISSION EXPIRES OCT. 1, 1997	

009-83-0780 HENDERSON Print Mame: Owner, Unit No: 104 By: _ Print Name: Owner, Unit No: THE STATE OF TEXAS § § COUNTY OF HARRIS BEFORE ME, the undersigned Notary Public, on this day personally appeared ______, known_______, known_________, to me to be the nerson(s) whose name(s) is/are subscribed to the foregoing instrument, and acknowledged to me that executed the foregoing consent to the First Amendment to the Condominium Declaration for The West Beach Grand for the purposes and consideration therein expressed and in the capacity stated. GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the day 1994.

YASMI L. OROFEZA NOTARY PUBLIC State of Treas Notary Public in and for the State of Tex

, •	009-83-0781
	By: Allian Jord Sv Print Name: G. H. Crawford, Sv Owner, Unit No: 105
	By: Wowne Crawford Print Name: Vow Ne Crawford Owner, Unit No: 10
THE STATE OF TEXAS COUNTY OF HARRIS	
to me to be the person(s) whose name(s) it ome that executed the for Declaration for The West Beach Grand is capacity stated.	is/are/subscribed to the foregoing instrument, and acknowledged regoing consent to the First Amendment to the Condominium for the purposes and consideration therein expressed and in the ND SEAL OF OFFICE on this the 1994. Notary Public in and for the State of Texas
	CRAW OUT OF STATE OF TEXT OF T

	By: (exul) Crown
	By: Jesul / Crown Print Name: Joseph D. CROWN
	Owner, Unit No: //O(
	Ву:
	Print Name: Owner, Unit No:
THE STATE OF TEXAS \$	
COUNTY OF HARRIS §	
BEFORE ME, the undersigned No	ntary Public, on this day personally appeared
to me to be the person(s) whose name(s) is/are subto me thath < executed the foregoing of Declaration for The West Beach Grand for the pure subto the property of the	oscribed to the foregoing instrument, and acknowledged consent to the First Amendment to the Condominium arposes and consideration therein expressed and in the
capacity stated. GIVEN UNDER MY HAND AND SEA	L OF OFFICE on this the day
of June 199	4 day
	Doblar Markison
	Notary Public in and for the State of Texas



Doc#16558

009-83-0783 Print Name Owner, Unit No: Print Name: Owner, Unit No: EFFORE ME, the undersigned Notary, Public, on this day personally appeared Jack Gorden & Marcy Jo Gorden , known to me to be the person(s) whose name(s) is/are subscribed to the foregoing instrument, and acknowledged to me that _____ executed the foregoing consent to the First Amendment to the Condominium Declaration for The West Beach Grand for the purposes and consideration therein expressed and in the GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the day Notary Public in and for the State of Texas

3



THE STATE OF TEXAS

COUNTY OF HARRIS

capacity stated.

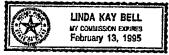
Doc#16358

009-83-0784

	11th Name/ 100 / / (10)(0504
	Owner, Unit No: <u>108</u>
	By: Somogen C. Johnson Print Name: Inegalic C. Johnson Owner, Unit No: 108
THE STATE OF TEXAS §	
COUNTY OF HARRIS Danas §	
BEFORE ME, the undersigned Notar Fred T. cand I wayene C. Johns	y Public, on this day personally appeared on, known ribed to the foregoing instrument, and acknowledged
o me to be the person(s) whose name(s) is/are subsci	ribed to the foregoing instrument, and acknowledged
o me that executed the foregoing con	sent to the First Amendment to the Condominium
Declaration for The West Beach Grand for the purp apacity stated.	oses and consideration therein expressed and in the
GIVEN UNDER MY HAND AND SEAL Of	OF OFFICE on this the <u>25+h</u> day
,	Qua ann Gnowden
N	otary Public in and for the State of Texas

Doc#16558

	By: Stephen J. Banks
	Owner, Unit No: 202
	Print Name: Carol K. Banks Owner, Unit No: 202
THE STATE OF TEXAS §	
COUNTY OF HARRIS §	
BEFORE ME, the undersigned Not	ary Public, on this day personally appeared <u>Caree K. Barks</u> , known
to me to be the person(s) whose name(s) is/are substance that he foregoing concentration for The West Beach Grand for the purcular stated.	cribed to the foregoing instrument, and acknowledged onsent to the First Amendment to the Condominium poses and consideration therein expressed and in the
GIVEN UNDER MY HAND AND SEAL april 1994	OF OFFICE on this the 21 day
	Notary Public in and for the State of Texas

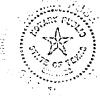


	By:
	Print Name J. T. MILLER
	Owner, Unit No: 204
	By: Carold, Miller Print Name: CAROL L. MILLER Owner, Unit No: 204
THE STATE OF TEXAS §	
COUNTY OF HARRIS §	
to me to be the person(s) whose name(s) is/are subscitor me that <u>THEY</u> executed the foregoing con	ribed to the foregoing instrument, and acknowledged usent to the First Amendment to the Condominium
Declaration for The West Beach Grand for the purp capacity stated.	ooses and consideration therein expressed and in the
of, 1994.	OF OFFICE on this the 28th day
1	Notary Public in and for the Stafe of Texas
	ANDRE MASSEY Notary Public, State of Toxas My Commission Expires 05-20-97

	Print Name: Cu/leu R. Thompson Owner, Unit No: ZOB
-	By:
THE STATE OF TEXAS §	
COUNTY OF HARRIS §	
to me to be the person(s) whose name(s) is/are subscitor me that executed the foregoing con	ry Public, on this day personally appeared N. Induction , known ribed to the foregoing instrument, and acknowledged sent to the First Amendment to the Condominium oses and consideration therein expressed and in the
GIVEN UNDER MY HAND AND SEAL (1994.	Linda Ed Sid
N BODIANIAN N N STEET OF TEXT	Other Public in and for the State of Texas

Doc#IO558

	By: Juan Ramelfor
	Print Name: JUN R.VAMELL
	Owner, Unit No: 301
	•
	Ву:
	Print Name:
	Owner, Unit No:
THE STATE OF TEXAS §	
COUNTY OF HARRIS §	
BEFORE ME, the undersigned Note	ary Public, on this day personally appeared
o me that <u>HC</u> executed the foregoing co	p., known appeared , known , known , known , known cribed to the foregoing instrument, and acknowledged nsent to the First Amendment to the Condominium poses and consideration therein expressed and in the
GIVEN UNDER MY HAND AND SEAL	OF OFFICE on this theasthday
f <u>Aρk(L</u> , 1994.	Norma Luse
	Notary Public in and for the State of Texas
The state of the s	



	Бу
	Print Name:
	Owner, Unit No:
	By: Life of the Estatest Owner, Unit No: 304
THE STATE OF TEXAS § COUNTY OF HARRIS §	
COUNTY OF HARRIS §	
BEFORE ME, the undersigned Notar	y Public, on this day personally appeared known
o me that <u>ne</u> executed the foregoing con	ribed to the foregoing instrument, and acknowledged sent to the First Amendment to the Condominium oses and consideration therein expressed and in the
GIVEN UNDER MY HAND AND SEAL (March, 1994.	OF OFFICE on this the day
HILDA MONTE Notary Public State of Texas Commission Expires 07-12-95	otary Public in and for the State of Texas

	Print Name: Destroll V. Getz Owner, Unit No: 305
	By: Print Name: Owner, Unit No:
THE STATE OF TEXAS § COUNTY OF HARRIS §	
o me to be the person(s) whose name(s) is/are subscoome that 148 executed the foregoing con	ry Public, on this day personally appeared, known ribed to the foregoing instrument, and acknowledged is not to the First Amendment to the Condominium posses and consideration therein expressed and in the
II APRIL , 1994.	of OFFICE on this the 2 day Otables Q. Dlacolum Ideary Public in and for the State of Texas

	By: Town
	Print Name: RATKO SEGVIC
	Owner, Unit No: 306
	Ву:
	Print Name:Owner, Unit No:
THE STATE OF TEXAS §	
COUNTY OF HARRIS Galveston §	
KOTKO SEGNIL	tary Public, on this day personally appeared, known
o me that executed the foregoing of	scribed to the foregoing instrument, and acknowledged onsent to the First Amendment to the Condominium rposes and consideration therein expressed and in the
f	
L. C. FIGHUS Construction Contract Contract Eggs 20 State Contract Contract Contract Eggs 20 State Contract	Notary Public in and for the State of Texas

	By: Duyle J. myseis
	Print Name: Gayle J. Myers
	Owner, Unit No: 307
	By: W July Yww. Print Name: W: Duke Myers Owner, Unit No: 307
THE STATE OF TEXAS §	
COUNTY OF HARRIS §	
to me to be the person(s) whose name(s) is/are s to me that $\frac{1}{2}$ executed the foregoing	Notary Public, on this day personally appeared f.5, known ubscribed to the foregoing instrument, and acknowledged consent to the First Amendment to the Condominium purposes and consideration therein expressed and in the
GIVEN UNDER MY HAND AND SE of April 19	AL OF OFFICE on this the 25th day
	Marcia a. Carmichael Notary Public in and for the State of Texas
All the state of t	





By: Charles N. Scott

The Control of the Co

By: Maule & South

Print Name: Maxilee E. Scott

Owner, Unit No: 402

Owner, Unit No:

THE STATE OF TEXAS

GALVESTON

COUNTY OF HARRIS

8

BEFORE ME, the undersigned Notary Public, on this day personally appeared harles N. Marilee E. Scott , known to me to be the person(s) whose name(s) is/are subscribed to the foregoing instrument, and acknowledged to me that Hey executed the foregoing consent to the First Amendment to the Condominium Declaration for The West Beach Grand for the purposes and consideration therein expressed and in the capacity stated.

of March 1994. (1)

Notary Public in and for the State of Texas

	By: /on/lass
	Print Name:
	Owner, Unit No: 407
	By: Louise Ross
	Print Name: Lower Ross
	Owner, Unit No: 407
TIP OF LEEP OF THE	

THE STATE OF TEXAS

8

COUNTY OF HARRIS

BEFORE ME, the undersigned Notary Public, on this day personally appeared known to me to be the person(s) whose name(s) is/are subscribed to the foregoing instrument, and acknowledged to me that the person of the foregoing consent to the First Amendment to the Condominium Declaration for The West Beach Grand for the purposes and consideration therein expressed and in the capacity stated.

GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the

___ day

Notary Public in and for the State of Texas





· '	By:
	By: Print Name: Owner, Unit No:
THE STATE OF TEXAS \$ \$ COUNTY OF HARRIS \$	
o me to be the person(s) whose name(s) is/are subscipled on that	Public, on this day personally appeared known with the foregoing instrument, and acknowledged asent to the First Amendment to the Condominium coses and consideration therein expressed and in the consideration therein expressed and in the condominium day with the condomin
	Sherrie L. Cowden Notary Public STATE OF TEXAS My Comm. Exp. 2-28-98

	Print Name: Fred F. Costrow = Owner, Unit No: 502
	By: Jonet S. Castrow Print Name: Jonet S. Castrow Owner, Unit No: 502
THE STATE OF TEXAS \$ COUNTY OF HARRIS \$	
o me to be the person(s) whose name(s) is/are su o me that he executed the foregoing	AL OF OFFICE on this the

By: James M. Jaw
Print Name: James J. Mc GRAW
Owner, Unit No: 504

By: Mary C. Metrow
Print Name: Mary C. Mc Graw
Owner, Unit No: 504

THE STATE OF TEXAS

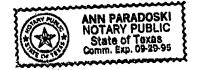
\$ \$ \$

COUNTY OF HARRIS

BEFORE ME, the undersigned Notary Public, on this day personally appeared to me to be the person(s) whose name(s) is/are subscribed to the foregoing instrument, and acknowledged to me that ______ executed the foregoing consent to the First Amendment to the Condominium Declaration for The West Beach Grand for the purposes and consideration therein expressed and in the capacity stated.

GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the

Notary Public in about the State of Texas



Doc#16558

oť.

	By: John / Mel
	Print Name: Robert M. Sneider
	Owner, Unit No: 505
	By: <u>Ramona</u> A Sneeder Print Name: <u>Ramona</u> A, Sneed Owner, Unit No: <u>505</u>
THE STATE OF TEXAS §	
COUNTY OF HARRIS §	
o me to be the person(s) whose name(s) is/are subscoome that hey executed the foregoing corporation for The West Beach Grand for the purpapacity stated. GIVEN UNDER MY HAND AND SEAL (1994.	ry Public, on this day personally appeared to the foregoing instrument, and acknowledged assent to the First Amendment to the Condominium posses and consideration therein expressed and in the COF OFFICE on this the COF OFFICE on

	Print Name: Jon Boothe Owner, Unit No: 506
	By: Marianne Boothe Owner, Unit No:
THE STATE OF TEXAS \$ COUNTY OF HARRIS \$	
to me to be the person(s) whose name(s) is/are subscition me that executed the foregoing cor	ry Public, on this day personally appeared, known cribed to the foregoing instrument, and acknowledged assent to the First Amendment to the Condominium coses and consideration therein expressed and in the
GIVEN UNDER MY HAND AND SEAL (1994.	
RONNIE B. HENDERSON NOTARY PUBLIC, STATE OF TEXAS MY COMMISSION EXPIRES MY COMMISSION EXPIRES	oson 8

	By: Ouy wedspein
	Print Name: C. M. 1440 SPET14
	Owner, Unit No: 60/
	By: <u>Demaria Judapiel</u> Print Name: <u>Dem ARIS HUDSPET</u> Owner, Unit No: <u>601</u>
THE STATE OF TEXAS § COUNTY OF HARRIS §	
COUNTY OF HARRIS §	
O me to be the person(s) whose name(s) is/are subso o me thatthey executed the foregoing co	ry Public, on this day personally appeared artis Hudspeth , known cribed to the foregoing instrument, and acknowledged asent to the First Amendment to the Condominium poses and consideration therein expressed and in the
GIVEN UNDER MY HAND AND SEAL f <u>March</u> , 1994.	OF OFFICE on this the 30th day Sileen Stansberry Notary Public in and for the State of Texas



	By:
	By: James M. Kerkestrick Print Name: JAMEE M. KIRKESTRICK Owner, Unit No: 604
THE STATE OF TEXAS § COUNTY OF HARRIS §	
to me to be the person(s) whose name(s) is/are subscito me that \(\frac{1}{2} \) executed the foregoing con	ry Public, on this day personally appeared , known bribed to the foregoing instrument, and acknowledged asent to the First Amendment to the Condominium bosses and consideration therein expressed and in the
GIVEN UNDER MY HAND AND SEAL OF	OF OFFICE on this the day Roule B. Peleberge Notary Public in and for the State of Texas
	RONNIE B. HENDERSON NOTATY PUBLIC, STATE OF TEXAS MY COMMISSION EXPIRES MAY 18, 1994

009-83-0802 Print Name: Owner, Unit No: __LO8 Print Name: Owner, Unit No: 608 THE STATE OF TEXAS 888 COUNTY OF HARRIS BEFORE ME, the undersigned Notary Public, on this day personally appeared CAROL RANDOLPH WALD AND TRACY R WALD, known to me to be the person(s) whose name(s) is/are subscribed to the foregoing instrument, and acknowledged to me that they executed the foregoing consent to the First Amendment to the Condominium Declaration for The West Beach Grand for the purposes and consideration therein expressed and in the capacity stated. GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the 1146. 1994. Notary Public in and for the State of Texas

THE STATE OF TEXAS §
COUNTY OF HARRIS §
BEFORE ME, the undersigned authority, on this day personally appeared MICHAEL E. SKOWRONEK , who being by me fist duly sworn did depose and state as follows: My name is MICHAEL E. SKOWRONEK . I am PRESIDENT of LA PORTE STATE BANK
and I have the authority to execute this instrument on its behalf. LA PORTE STATE BANK is the holder of a mortgage or deed of
trust lien on Unit No. 106 in The West Beach Grand, a condominium regime located in Galveston County, Texas. LA PORTE STATE BANK hereby consents to the First Amendment to the Condominium Declaration for The West Beach Grand. By: Mules E. Mouroum
GIVEN UNDER MY HAND, AND SEAL OF OFFICE on this the

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THE STATE OF TEXAS §
COUNTY OF §
BEFORE ME, the undersigned authority, on this day personally appeared Patrick K. McMurray , who being by me fist duly sworn did depose and
state as follows:
My name is Patrick K. McMurray . I am
Asst. Vice President of PNC Mortgage Corp. of America
and I have the authority to execute this instrument on its behalf.
PNC Mortgage Corp. of America is the holder of a mortgage or deed of
trust lien on Unit No in The West Beach Grand, a condominium regime
located in Galveston County, Texas. PNC Mortgage Corp. of America
hereby consents to the First Amendment to the Condominium Declaration for The West
Beach Grand. PNC Mortgage Corp. of America f/k/a Sears Mortgage Corporation By: Yaluhhumum Patrick K. McMurray, Asst. Vice Fres
GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the 16th of
"OFFICIAL SEAL", Notary Public in and for the State of Illinois JODI M. CARDUFF Jodi M. Carduff NOTARY PUBLIC, STATE OF ILLINOIS
My Commission Expires 04/02/94

THE STATE OF THE XXX INDIANA §
COUNTY OF MARION §
BEFORE ME, the undersigned authority, on this day personally appeared
JOYCE A. HALEY , who being by me fist duly sworn did depose and
state as follows:
My name is <u>JOYCE A. HALEY</u> . I am
ASST. VICE PRESIDENT OF BANC ONE MORTGAGE CORPORATION
and I have the authority to execute this instrument on its behalf.
FRED T. & IMOGENE C. JOHNSON is the holder of a mortgage or deed of
trust lien on Unit No. 108 in The West Beach Grand, a condominium regime
located in Galveston County, Texas. BANC ONE MORTGAGE CORPORATION
hereby consents to the First Amendment to the Condominium Declaration for The West
Beach Grand.
Churca Alalin
By: Spyle a Hally
JOYCE A. HALEY, ASST. VICE PRESIDENT
GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the
_ Sebrusy , 1993. 1994
Lesber Line
Notary Public in and for the State of
BARBARA J. LEE

MY COMMISSION EXPIRES 2/22/94.
MY COUNTY FO RESIDENCE IS HENDRICKS

THE STATE OF TEXAS	§	
COUNTY OF		
BEFORE ME, the	undersigned authority, on this day personally appe	
state as follows:		
My name is _	Isabella L. Corso . I am	
an Assistant Vice Pre	esident ^{of} Mellon Bank, N.A.	
	uthority to execute this instrument on its behalf.	
Mellon B	Bank, N.A. is the holder of a mortgage or deed of	
trust lien on Unit No	in The West Beach Grand, a condominium regime	
located in Galveston Count	nty, Texas. Mellon Bank, N.A.	
hereby consents to the Fire	irst Amendment to the Condominium Declaration for The West	
Beach Grand.	Be Jabelle Lorso	
GIVEN UNDER MY F Debruary	HAND AND SEAL OF OFFICE on this the/81h	of (

THE STATE OF TEXAS §
COUNTY OF Harris §
BEFORE ME, the undersigned authority, on this day personally appeared
state as follows:
My name is I am Vice President of West Loop Savings & Loan Association
and I have the authority to execute this instrument on its behalf. West Loop Savings & Loan Assoc is the holder of a mortgage or deed of trust lien on Unit No. 204 in The West Beach Grand, a condominium regime located in Galveston County, Texas. West Loop Savings & Loan Association hereby consents to the First Amendment to the Condominium Declaration for The West Beach Grand. By: Maken, Vice President
GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the 9th of March , 1993. 4- Notary Public in and for the State of SUSAN D. JOHNSON SMY COMMISSION EXPRES JUNE 1, 1997

THE STATE OF TEXAS §
COUNTY OF Harris §
BEFORE ME, the undersigned authority, on this day personally appeared Jim Baker , who being by me fist duly sworn did depose and
state as follows:
My name is
Beach Grand. By: Mr. Baler, Vice President
GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the 9th of March , 1998. 4.
Notary Public in and for the State of
SUSAN D. JOHNSON S NOTARY PUBLIC, STATE OF TEXAS MY COMMISSION EXPIRED JUNE 1, 1997

THE STA	TE OF	TEXAS			§ §					
COUNTY	OF	На	rris	<u>-</u>	8					
BE	FORE	ME,	the	undersigned	-			ay perso	-	
		Bake	r		, who	being l	by me fis	t duly swo	rn did d	epose and
state as fol	lows:									
	My	name	_	Jim Bak				······································		ım
	Vice !	Presi	dent	of	West Loo	p Sav	ings &	Loan	Assoc	iation —
and	I h	ave th	ie au	thority to	execute t	his in	strument	on its	behal	lf.
W	est Lo	oop S	aving	s & Loan	Assoc. i	the hol	der of a	mortgage o	or deed	of
trus	t lien on	Unit N	ئے ۔٥٥	3 <i>05</i> in	The West I	Beach G	rand, a co	ondominiu	m regin	ne
loca	ited in G	alvestor	1 Count	y, Texas	West Lo	op Sa	vings	& Loan	Asso	ciatio
here	by cons	ents to	the Fir	st Amendmen	t to the Con	dominiı	ım Decla	ration for	The We	st
Bea	ch Gran	d.			By:	Mul m Bak	S. Vi	lu ce Pres	siden	
							,			
	EN UN	NDER		IAND AND , 1993. 4.	SEAL O	F OFFI	CE on	this the	9t1	h of
					lic in and to	r the St	ate of			
				စ္ပီဘာ	/ ™	>>>>	******	_		
					SUSA	N.D. JO	HNSON TE OF TEXAS	8		

THE STATE OF TEXAS §
COUNTY OF Harris §
BEFORE ME, the undersigned authority, on this day personally appeared
state as follows:
My name is I am
Vice President of West Loop Savings & Loan Associatio
and I have the authority to execute this instrument on its behalf.
West Loop Savings & Loan Assoc. is the holder of a mortgage or deed of
trust lien on Unit No. 306 in The West Beach Grand, a condominium regime
located in Galveston County, Texas. West Loop Savings & Loan Association
hereby consents to the First Amendment to the Condominium Declaration for The West
Beach Grand. By: Am Baker Vice President
GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the 9th of
Notary Public in and for the State of
grossessessessesses grosses gr

THE STATE OF TEXAS § §
COUNTY OF LUBBOCK §
BEFORE ME, the undersigned authority, on this day personally appeared ANDREW O. TURNER, who being by me fist duly sworn did depose and
state as follows:
My name is ANDREW O. TURNER . I am VICE PRESIDENT of NATIONSBANK OF TEXAS, N.A.
and I have the authority to execute this instrument on its behalf. W. DUKE MYERS AND GAYLE MYERS is the holder of a mortgage or deed of
trust lien on Unit No. 307 in The West Beach Grand, a condominium regime
located in Galveston County, Texas. NATIONSBANK OF TEXAS, N.A.
hereby consents to the First Amendment to the Condominium Declaration for The West Beach Grand.
By: Manual O. Jurne
GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the 18th of February, 1994 of
Notary Public in and for the State of Texas
DELMA A. CANTU NOTARY PUBLIC STATE OF TEXAS My Comm. Exp. 08-10-96:

THE STATE OF TEXAS §
COUNTY OF HARRIS §
- 17
BEFORE ME, the undersigned authority, on this day personally appeared
, who being by me fist duly sworn did depose and
state as follows:
My name is Howard J. FARR I am SR. V. P of Prefer ced Sydians Assure
and I have the authority to execute this instrument on its behalf.
is the notice of a mortgage of deed of
trust lien on Unit Noin The West Beach Grand, a condominium regime
located in Galveston County, Texas. Freferred Savings Associ
hereby consents to the First Amendment to the Condominium Declaration for The West
Beach Grand.
By:
GIVEN LINDER MY HAND AND SEAL OF OFFICE TO ALL IN 11/1/1
GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the of
manus Parlle (flogell
Notary Public in and for the State of
State of Texas

Doc#16558

#401

THE STATE OF TEXAS \$ COUNTY OF Harris \$					
BEFORE ME, the undersigned authority, o					
My name is william G. Hennekey of Compass Bank	. I am				
and I have the authority to execute this Compass Bank-Houston is th					
trust lien on Unit No. 404 in The West Beach Grand, a condominium regime located in Galveston County, Texas. Compass Bank-Houston hereby consents to the First Amendment to the Condominium Declaration for The West					
Beach Grand By:	Ulle 12 Hours				
GIVEN UNDER MY HAND AND SEAL OF Tebruary, 19984 Notary Public, State of Texas My Commission Expires APRIL 9 1997	Telas				

5715 Westhelmer, Suite 1600, Houston, Texas 77057- 5794

Doc#16558

#404

THE STATE OF TEXAS \$ COUNTY OF Harris \$	
BEFORE ME, the undersigned authority, of Don R. Ellsworth, who be	on this day personally appeared
state as follows:	
My name isDon_R. Ellsworth	
Senior Vice President of Univers	sity State Bank
and I have the authority to execute this	
University State Bank is the	e holder of a mortgage or deed of
trust lien on Unit No. 407 in The West Beach	ch Grand, a condominium regime
located in Galveston County, Texas. University	State Bank
hereby consents to the First Amendment to the Condon	ninium Declaration for The West
Beach Grand.	
By: DON	R. EL SWORTH
GIVEN UNDER MY HAND, AND SEAL OF On March, 1993. Notary Public in and for the My Commission Expires AUGUST 28, 1997.	Ken_
FILED FOR RECORD 94 JUL -6 AM 10: 35	STATE OF TEXAS COUNTY OF GALVESTON I hereby certify that this instrument was filed on the date and time stamped hereon by me and was duly recorded in the Official Public Recorded for Real Property of Galveston County Texas, or JUL 6 1994

Docalditi

COUNTY CLERK GALVESTON CO., TEXAS

MAR 10 '94 11:07 RAPP COMPANY

GOUNTY CLEAR
GALVESTON COUNTY TEXAS



WEST BEACH GRAND Council of Co-Owners, Inc. PAYMENT PLAN POLICY

STATE OF TEXAS	§	
	§	KNOW ALL PERSONS BY THESE PRESENTS:
COUNTY OF GALVESTON	§	

WHEREAS, the **WEST BEACH GRAND Council of Co-Owners, Inc.** ("Association") is charged with administering and enforcing those certain covenants, conditions and restrictions contained in the recorded Declarations for the various sections of the community (referred to collectively as "Declarations"); and

WHEREAS, chapter 209 of the Texas Property Code was amended effective January 1, 2012, to add Section 209.0062 ("Section 209.0062") thereto regarding alternative payment schedules for assessments ("Payment Plans"); and

WHEREAS, the Board of Directors of the Association ("Board") desires to establish a policy for Payment Plans consistent with Section 209.0062 and to provide clear and definitive guidance to owners.

NOW, THEREFORE, the Board has duly adopted the following *Payment Plan Policy*.

- 1. Subject to Section 12 below, owners are entitled to make partial payments for delinquent amounts owed to the Association under a Payment Plan in compliance with this Policy.
- 2. Late fees, penalties and delinquent collection related fees will be not be added to the owner's account while the Payment Plan is active. The Association may impose a fee for administering a Payment Plan. Such fee, if any, will be listed on the Payment Plan form and may change from time-to-time. Interest will continue to accrue during a Payment Plan as allowed under the Declarations. The Association can provide an estimate of the amount of interest that will accrue under any proposed plan.
- 3. All Payment Plans must be in writing on the form provided by the Association and signed by the owner.
- 4. The Payment Plan becomes effective and is designated as "active" upon:
 - a. receipt of a fully completed and signed Payment Plan form; and
 - b. receipt of the first payment under the plan; and
 - c. acceptance by the Association as compliant with this Policy.
- 5. A Payment Plan may be as short as three (3) months and as long as eighteen (18) months based on the guidelines below. The durations listed below are provided as guidelines to assist owners in submitting a Payment Plan.
 - a. Total balance up to 2 times annual assessment ... up to 6 months
 - b. Total balance up to 3 times annual assessment ... up to 12 months
 - c. Total balance greater than 3 times annual assessment ... up to 18 months
- 6. On a case-by-case basis and upon request of the owner, the Board may approve more than one Payment Plan to be executed in sequence to assist the owner in paying the amount owed. The individual Payment Plans may not exceed eighteen (18) months.

WEST BEACH GRAND Council of Co-Owners, Inc.

Payment Plan Policy Page 2 of 3

- 7. A Payment Plan must include sequential monthly payments. The total of all proposed payments must equal the current balance plus Payment Plan administrative fees, if any, plus the estimated accrued interest.
- 8. If an owner requests a Payment Plan that will extend into the next assessment cycle, the owner will be required to pay future assessments by the due date in addition to the payments specified in the Payment Plan.
- 9. If an owner defaults on the terms of the Payment Plan, the Payment Plan will be voided. The Association will provide written notice to the owner that the Payment Plan has been voided. It is considered a default of the Payment Plan, if the owner:
 - a. fails to return a signed Payment Plan form with the initial payment; or
 - b. misses a payment due in a calendar month; or
 - c. makes a payment for less than the agreed upon amount; or
 - d. fails to pay a future assessment by the due date in a Payment Plan which spans additional assessment cycles.

In the absolute discretion of the Association, the Association may waive default under item b, c or d above if the owner makes up the missed or short payment on the immediate next calendar month payment. The Association may, but has no obligation to, provide a courtesy notice to the owner of the missed or short payment.

- 10. On a case-by-case basis, the Association may agree, but has no obligation, to reinstate a voided Payment Plan once during the original duration of the Payment Plan if all missed payments are made up at the time the owner submits a written request for reinstatement.
- 11. If a Payment Plan is voided, the full amount due by the owner shall immediately become due. The Association will resume the process for collecting amounts owed using all remedies available under the Declarations and the law.
- 12. The Association has no obligation to accept a Payment Plan from any owner who has defaulted on the terms of a Payment Plan within the last two (2) years.

This Policy is effective upon recordation in the Public Records of Galveston County, and supersedes any policy regarding alternative payment schedules which may have previously been in effect. Except as affected by Section 209.0062 and/or by this Policy, all other provisions contained in the Declarations or any other dedicatory instruments of the Association shall remain in full force and effect.

WEST BEACH GRAND Council of Co-Owners, Inc.

Payment Plan Policy Page 3 of 3

Approved and adopted by the Board on this The day of October 2011.

Tom Boothe

President

WEST BEACH GRAND Council of Co-Owners, Inc.

STATE OF TEXAS

COUNTY OF GALVESTON

Before me, the undersigned authority, on this day personally appeared Tom Boothe, President of WEST BEACH GRAND Council of Co-Owners, Inc. a Texas corporation, known to me to be the person and officer whose name is subscribed to the foregoing instrument and acknowledged to me that he/she had executed the same as the act of said corporation for the purpose and consideration therein expressed, and in the capacity therein stated.

Given under my hand and seal of office this 7th day of Outubean, 2011.

DONNA L. MCGEE Commission Expires

[Notarial Seal]

VA L. Mc bee Printed Name

My commission expires: 3 - 8 - 12

Please return to: Rapp Management Co., Inc. 1703 Broadway St Galveston, TX 77550-4910

FILED AND RECORDED

OFFICIAL PUBLIC RECORDS

May 21, 2012 11:01:08 AM

FEE: \$24.00

Dwight D. Sullivan, County Clerk Galveston County, TEXAS



WEST BEACH GRAND COUNCIL OF CO-OWNERS, INC. DOCUMENT RETENTION POLICY

STATE OF TEXAS	§	
	§	KNOW ALL PERSONS BY THESE PRESENTS:
COUNTY OF GALVESTON	§	

WHEREAS, the WEST BEACH GRAND Council of Co-Owners, Inc. ("Association") is charged with administering and enforcing those certain covenants, conditions and restrictions contained in the recorded Declarations for the various sections of the community (referred to collectively as "Declarations"); and

WHEREAS, chapter 209 of the Texas Property Code was amended effective January 1, 2012, to add Section 209.005(m) ("Section 209.005") thereto regarding retention of Association documents and records ("Documents"); and

WHEREAS, the Board of Directors of the Association ("Board") desires to establish a policy for document retention consistent with Section 209.005 and to provide clear and definitive guidance to owners.

NOW, THEREFORE, the Board has duly adopted the following Document Retention Policy.

- 1. Association Documents may be maintained in paper format or in an electronic format this can be readily transferred to paper.
- 2. Association Documents shall be retained for the durations listed below:
 - a. certificate of formation or articles of incorporation, bylaws, restrictive covenants, other dedicatory instruments and any amendments to same shall be retained permanently; and
 - financial books and records, including annual budgets, reserve studies, monthly financial statements and bank statements, shall be retained for seven
 (7) years (for example the July 2011 financial statements shall be retained until July 31, 2018); and
 - c. account records of current owners shall be retained for five (5) years (for example, invoice, payment and adjustment records on an owner's account with a transaction date of 08/15/2011 will be retained until 08/15/2016 subject to section (d) below); and
 - d. account records of former owners shall be retained as a courtesy to that former owner for one (1) year after they no longer have an ownership interest in the property; and
 - e. contracts with a term of one year or more shall be retained for four (4) years after the expiration of the contract term (for example, a contract expiring on 06/30/2011 and not extended by amendment must be retained until 06/30/2015); and
 - f. minutes of meetings of the owners and the Board shall be retained for seven (7) years after the date of the meeting (for example, minutes from a 07/20/2011 board meeting must be retained until 07/20/2018); and

- tax returns and CPA audit records shall be retained forseven (7) years after the g. last date of the return or audit year (for example, a tax return for the calendar year 2011 shall be retained until 12/31/2018); and
- decisions of the WEST BEACH GRAND Council of Co-Owners, Inc. or h. Board regarding applications, variances, waivers or related matters associated with individual properties shall be retained for seven (7) years from the decision date (for example, an application for a swimming pool approved on 10/31/2011 must be retained until 10/31/2018).
- 3. Any Documents not described above may be retained for the duration deemed to be useful to the purpose of the Association, in the discretion of the Board, its attorney or its managing agent.
- 4. Upon expiration of the retention period listed above, the Documents shall no longer be considered Association records and may be destroyed, discarded, deleted, purged or otherwise eliminated.

This Policy is effective upon recordation in the Public Records of Galveston County, and supersedes any policy regarding document retention which may have previously been in effect. Except as affected by Section 209.005 and/or by this Policy, all other provisions contained in the Declarations or any other dedicatory instruments of the Association shall remain in full force and effect.

Approved and adopted by the Board on this The day of October 2011.

Tom Boothe

President

WEST BEACH GRAND Council of Co-Owners, Inc.

STATE OF TEXAS

COUNTY OF GALVESTON

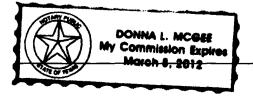
the capacity therein stated.

Before me, the undersigned authority, on this day personally appeared Tom Boothe, President of WEST BEACH GRAND Council of Co-Owners, Inc., a Texas corporation, known to me to be the person and officer whose name is subscribed to the foregoing instrument and acknowledged to me that he/she had executed the same as the act of said corporation for the purpose and consideration therein expressed, and in

Given under my hand and seal of office this At day of October

My commission expires: 3-8-/2

[Notarial Seal]



Rapp Management Co., Inc. Dlease return to:



WEST BEACH GRAND COUNCIL OF CO-OWNERS, INC. RECORDS PRODUCTION AND COPYING POLICY

STATE OF TEXAS	§	
	§	KNOW ALL PERSONS BY THESE PRESENTS:
COUNTY OF GALVESTON	§	

WHEREAS, the WEST BEACH GRAND COUNCIL OF CO-OWNERS, INC. ("Association") is charged with administering and enforcing those certain covenants, conditions and restrictions contained in the recorded Declarations for the various sections of the community (referred to collectively as "Declarations"); and

WHEREAS, chapter 209 of the Texas Property Code was amended effective January 1, 2012, to amend Section 209.005 ("Section 209.005") thereto regarding owner access to Association documents and records ("Records"); and

WHEREAS, the Board of Directors of the Association ("Board") desires to establish a policy for records production consistent with Section 209.005 and to provide clear and definitive guidance to property owners.

NOW, THEREFORE, the Board has duly adopted the following *Records Production and Copying Policy*.

- Association Records shall be reasonably available to every owner. An owner may
 also provide access to Records to any other person (such as an attorney, CPA or
 agent) they designate in writing as their proxy for this purpose. To ensure a written
 proxy is actually from the owner, the owner must include a copy of his/her photo ID
 or have the proxy notarized.
- 2. An owner, or their proxy as described in section 1, must submit a written request for access to or copies of Records. The letter must:
 - be sent by certified mail to the Association's address as reflected in its most recent Management Certificate filed in the County public records; and
 - b. contain sufficient detail to identify the specific Records being requested; and
 - c. indicate whether the owner or proxy would like to inspect the Records before possibly obtaining copies or if the specified Records should be forwarded. If forwarded, the letter must indicate the format, delivery method and address:
 - (1) format: electronic files, compact disk or paper copies
 - (2) delivery method: email, certified mail or pick-up
- 3. Within ten (10) business days of receipt of the request specified in section 2 above, the Association shall provide:
 - a. the requested Records, if copies were requested and any required advance payment had been made; or
 - b. a written notice that the Records are available and offer dates and times when the Records may be inspected by the owner or their proxy during normal business hours at the office of the Association; or

- a written notice that the requested Records are available for delivery once a
 payment of the cost to produce the records is made and stating the cost thereof;
- d. a written notice that a request for delivery does not contain sufficient information to specify the Records desired, the format, the delivery method and the delivery address; or
- e. a written notice that the requested Records cannot be produced within ten (10) business days but will be available within fifteen (15) additional business days from the date of the notice and payment of the cost to produce the records is made and stating the cost thereof.
- 4. The following Association Records are <u>not</u> available for inspection by owners or their proxies:
 - a. the financial records associated with an individual owner; and
 - b. deed restriction violation details for an individual owner; and
 - c. personal information, including contact information other than an address for an individual owner; and
 - d. attorney files and records in the possession of the attorney; and
 - e. attorney-client privileged information in the possession of the Association.

The information in a, b and c above will be released if the Association receives express written approval from the owner whose records are the subject of the request for inspection.

- 5. Association Records may be maintained in paper format or in an electronic format. If a request is made to inspect Records and certain Records are maintained in electronic format, the owner or their proxy will be given access to equipment to view the electronic records. Association shall not be required to transfer such electronic records to paper format unless the owner or their proxy agrees to pay the cost of producing such copies.
- 6. If an owner or their proxy inspecting Records requests copies of certain Records during the inspection, Association shall provide them promptly, if possible, but no later than ten (10) business days after the inspection or payment of costs, whichever is later.
- 7. The owner is responsible for all costs associated with a request under this Policy, including but not limited to copies, postage, supplies, labor, overhead and third party fees (such as archive document retrieval fees from off-site storage locations) as listed below:

WEST BEACH GRAND Council of Co-Owners, Inc. Records Production and Copying Policy Page 3 of 4

- a. black and white 8½"x11" single sided copies ... \$0.10 each
- b. black and white 8½"x11" double sided copies ... \$0.20 each
- c. color 8½"x11" single sided copies ... \$0.50 each
- d. color 8½"x11" double sided copies ... \$1.00 each
- e. PDF images of documents ... \$0.10 per page
- f. compact disk ... \$5.00 each
- g. labor and overhead ... \$50.00 per hour
- h. mailing supplies ... \$1.00 per mailing
- i. postage ... at cost
- j. other supplies ... at cost
- k. third party fees ... at cost
- 8. Any costs associated with a Records request must be paid in advance of delivery by the owner or their proxy. An owner who makes a request for Records and subsequently declines to accept delivery will be liable for payment of all costs under this Policy.
- 9. On a case-by-case basis, in the absolute discretion of the Association, and with concurrence of the owner, the Association may agree to invoice the cost of the Records request to the owner's account. Owner agrees to pay the total amount invoiced within thirty (30) days after the date a statement is mailed to the Owner. Any unpaid balance will accrue interest as an assessment as allowed under the Declarations.
- 10. On a case-by-case basis where an owner request for Records is deemed to be minimal, the Association or its managing agent reserves the right to waive notice under section 2 and/or fees under section 4.
- 11. All costs associated with fulfilling the request under this Policy will be paid by the Association's Managing Agent. All fees paid to the Association under this Policy will be reimbursed to the Association's Managing Agent or paid directly to the Association's Managing Agent.

This Policy is effective upon recordation in the Public Records of Galveston County, and supersedes any policy regarding records production which may have previously been in effect. Except as affected by Section 209.005 and/or by this Policy, all other provisions contained in the Declarations or any other dedicatory instruments of the Association shall remain in full force and effect.

WEST BEACH GRAND Council of Co-Owners, Inc. Records Production and Copying Policy Page 4 of 4

Approved and adopted by the Board on this 7th day of October 2011.

Tom Boothe

President

WEST BEACH GRAND Council of Co-Owners, Inc.

STATE OF TEXAS

§

COUNTY OF GALVESTON

§

Before me, the undersigned authority, on this day personally appeared Tom Boothe, President of WEST BEACH GRAND Council of Co-Owners, Inc., a Texas corporation, known to me to be the person and officer whose name is subscribed to the foregoing instrument and acknowledged to me that he/she had executed the same as the act of said corporation for the purpose and consideration therein expressed, and in the capacity therein stated.

Given under my hand and seal of office this 7th day of October, 2011.

Notary Public, State of Texas

[Notarial Seal]

DONNIC L. McGee

My commission expires: $3-8^{-1}$ 2

Mulch 8, 2012

Please return to: Rapp Management Co., Inc. 1703 Broadway St Galveston, TX 77550-4910

FILED AND RECORDED

OFFICIAL PUBLIC RECORDS

May 21, 2012 11:01:08 AM

FEE: \$28.00

Dwight D. Sullivan, County Clerk Galveston County, TEXAS



WEST BEACH GRAND COUNCIL OF CO-OWNERS, INC. GUIDELINES FOR DISPLAY OF CERTAIN RELIGIOUS ITEMS

STATE OF TEXAS	§	
	§	KNOW ALL PERSONS BY THESE PRESENTS:
COUNTY OF GALVESTON	§	

WHEREAS, the WEST BEACH GRAND COUNCIL OF CO-OWNERS, INC. ("Association") is charged with administering and enforcing those certain covenants, conditions and restrictions contained in the recorded Declarations for the various sections of the community (referred to collectively as "Declarations"); and

WHEREAS, chapter 202 of the Texas Property Code was amended effective June 17, 2011, to add Section 202.018 ("Section 202.018") thereto dealing with the regulation of display of certain religious items; and

WHEREAS, the Board of Directors of the Association ("Board") has determined that in connection with maintaining the aesthetics and architectural harmony of the community, and to provide clear and definitive guidance regarding the display of certain religious items therein, it is appropriate for the Association to adopt guidelines regarding the display of certain religious items within the community.

NOW, THEREFORE, the Board has duly adopted the following Guidelines for Display of Certain Religious Items within the community.

- 1. A property owner or resident may display or attach one or more religious items to each or any entry to their dwelling. Such items may include any thing related to any faith that is motivated by the resident's sincere religious belief or tradition.
- 2. Individually or in combination with each other, the items at any entry may not exceed 25 square inches total in size.
- 3. The items may only be displayed on or attached to the entry door or frame and may not extend beyond the outside edge of the door frame.
- 4. To the extent allowed by the Texas state constitution and the United States constitution, any such displayed or affixed religious items may not:
 - a. threaten public health or safety; or
 - b. violate any law; or
 - c. contain language, graphics or any display that is patently offensive to a passerby.
- 5. Approval from the WEST BEACH GRAND Council of Co-Owners, Inc. Board of Directors is not required for displaying religious items in compliance with these guidelines.
- 6. As provided by Section 202.018, the Association may remove any items displayed in violation of these guidelines.

The guidelines are effective upon recordation in the Public Records of Galveston County, and supersede any guidelines for certain religious items which may have previously been in effect. Except as affected by

WEST BEACH GRAND Council of Co-Owners, Inc. Guidelines for Display of Certain Religious Items Page 2 of 2

Section 202.018 and/or by these guidelines, all other provisions contained in the Declarations or any other dedicatory instruments of the Association shall remain in full force and effect.

Approved and adopted by the Board on this 7th day of October 2011.

President

WEST BEACH GRAND Council of Co-Owners, Inc.

STATE OF TEXAS

COUNTY OF GALVESTON

Before me, the undersigned authority, on this day personally appeared Tom Boothe, President of WEST BEACH GRAND Council of Co-Owners, Inc., a Texas corporation, known to me to be the person and officer whose name is subscribed to the foregoing instrument and acknowledged to me that he/she had executed the same as the act of said corporation for the purpose and consideration therein expressed, and in the capacity therein stated.

Given under my hand and seal of office this 7th day of October, 2011.

[Notarial Seal]

Donna L. Mcbee

My commission expires: 3-8-/2

DONNA L. MCGEE Commission Expires March 8, 2012

Please return to: Rapp Management Co., Inc. 1703 Broadway St Galveston, TX 77550-4910

FILED AND RECORDED

OFFICIAL PUBLIC RECORDS

May 21, 2012 11:01:08 AM

FEE: \$20.00

Dwight D. Sullivan, County Clerk Galveston County, TEXAS



WEST BEACH GRAND COUNCIL OF CO-OWNERS, INC. GUIDELINES FOR DISPLAY OF FLAGS

STATE OF TEXAS	§	
	§	KNOW ALL PERSONS BY THESE PRESENTS
COUNTY OF GALVESTON	§	

WHEREAS, the WEST BEACH GRAND COUNCIL OF CO-OWNERS, INC. ("Association") is charged with administering and enforcing those certain covenants, conditions and restrictions contained in the recorded Declarations for the various sections of the community (referred to collectively as "Declarations"); and

WHEREAS, chapter 202 of the Texas Property Code was amended effective June 17, 2011, to add Section 202.011 ("Section 202.011") thereto regarding the display of flags; and

WHEREAS, the Board of Directors of the Association ("Board") has determined that in connection with maintaining the aesthetics and architectural harmony of the community, and to provide clear and definitive guidance regarding the display of flags therein, it is appropriate for the Association to adopt guidelines regarding the display of flags.

NOW, THEREFORE, the Board has duly adopted the following *Guidelines for Display of Flags* within the community.

- 1. These Guidelines apply to the display of ("Permitted Flags"):
 - 1.1. the flag of the United States; and
 - 1.2. the flag of the State of Texas; and
 - 1.3. the official flag of any branch of the United States armed forces.
- 2. These Guidelines do <u>not</u> apply to any flags other than the Permitted Flags listed in Section 1 above including, but not limited to:
 - 2.1. flags for schools, sports teams, businesses or foreign countries; or
 - 2.2. flags with marketing, seasonal, historical, commemorative, nautical, political or religious themes; or
 - 2.3. historical versions of flags permitted in section 1 above.
- 3. Permitted Flags may be displayed subject to these guidelines. Advance written approval of the WEST BEACH GRAND Council of Co-Owners, Inc. Board of Directors is required for any flagpole and any additional illumination associated with the display of Permitted Flags.
- 4. Permitted Flags must be displayed in a respectful manner in accordance with the current relevant federal, state or military code.
- 5. Permitted Flags must be displayed from a pole attached to a balcony. Permitted Flags may not be draped over or directly attached to structures. For example, a Permitted Flag may not be laid across a fence or stapled to a window.
- 6. Permitted Flags shall be no larger than three foot (3') by five foot (5') in size.
- 7. Only one Permitted Flag may be displayed on a flagpole attached to a balcony

WEST BEACH GRAND Council of Co-Owners, Inc. Guidelines for Display of Flags Page 2 of 3

- 8. Flagpoles must be constructed of permanent, long-lasting materials with an appropriate finish that is harmonious with the dwelling.
- 9. A flagpole attached to a structure may be up to six feet (6') long and must be securely attached with a bracket with an angle of 30 to 45 degrees down from vertical. The flagpole must be attached in such a manner as to not damage the structure. One attached is allowed on balcony portion of a structure. Brackets which accommodate multiple flagpoles are not allowed.
- 10. Lighting may not be installed to illuminate Permitted.
- 11. Flagpoles must not generate unreasonable noise levels which would disturb the quiet enjoyment of other residents. Each flagpole owner should take steps to reduce noise levels by using vinyl or plastic snap hooks, installing snap hook covers or securing a loose halyard (rope) around the flagpole with a flagpole clasp.
- 12. Flagpoles are allowed solely for the purpose of displaying Permitted Flags. If a flagpole is no longer used on a daily basis, it must be removed.
- 13. All flags and flagpoles must be maintained in good condition. Deteriorated flags must be removed and promptly replaced. Deteriorated or structurally unsafe flagpoles must be promptly repaired, replaced or removed.

The guidelines are effective upon recordation in the Public Records of Galveston County, and supersede any guidelines for display of flags which may have previously been in effect. Except as affected by Section 202.007(d) and/or by these guidelines, all other provisions contained in the Declarations or any other dedicatory instruments of the Association shall remain in full force and effect.

Approved and adopted by the Board on this 7th day of October 2011.

Tom Boothe President

WEST BEACH GRAND Council of Co-Owners, Inc.

WEST BEACH GRAND Council of Co-Owners, Inc. Guidelines for Display of Flags Page 3 of 3

STATE OF TEXAS

§

COUNTY OF GALVESTON

Before me, the undersigned authority, on this day personally appeared Tom Boothe, President of WEST BEACH GRAND Council of Co-Owners, Inc., a Texas corporation, known to me to be the person and officer whose name is subscribed to the foregoing instrument and acknowledged to me that he/she had executed the same as the act of said corporation for the purpose and consideration therein expressed, and in the capacity therein stated.

Given under my hand and seal of office this 7th day of October, 2011.

[Notarial Seal]

Down L. McGee inted Name

My commission expires: 3-8-/2



Please return to: Rapp Management Co., Inc. 1703 Broadway St Galveston, TX 77550-4910

FILED AND RECORDED

OFFICIAL PUBLIC RECORDS

May 21, 2012 11:01:08 AM

FEE: \$24.00

Dwight D. Sullivan, County Clerk Galveston County, TEXAS

Welcome to West Beach Grand

In order to avoid misunderstandings, we would like to provide you with a list of guidelines for your visit. Please make sure your guests are aware of these Rules and Regulations as well.

RULES & REGULATIONS

1. Pets

- All pets must be "walked" off the West Beach Grand premises.
- All pets must be leashed.
- Barking dogs are not allowed on the common or limited common areas, such as balconies, walkways, etc.
- All droppings MUST be scooped and disposed of.
- Owners are allowed 2 small pets and renters/guests must receive written permission from Board of Directors.

2. Parking

- One or two vehicles are allowed.
- Front row, closest to building, and underneath building are for OWNERS only guests and contractors must park further back toward the front gate.

3. Elevator

- Elevator code will be provided by Rapp Management Co., Inc.
- If elevator malfunctions, please call Rapp Management Co., Inc. 763-4323.
- Please do not allow your children to play on the elevator.
- Owner will be responsible for self/guest that causes damage to elevator because of use or abuse.

4. Stairwells

- The stairwells doors at the ground level are locked.
- DO NOT LEAVE STAIRWELL DOORS OPEN OR AJAR. DO NOT PUT SHOES OR OTHER ITEMS IN THE DOORWAYS TO PREVENT DOORS FROM LOCKING.

5. Balconies/Hallways

- No barbecuing on balconies or hallways. City ordinance states barbequing must be 10 ft from building.
- Do not hang towels or clothing from rails.
- Do not attempt to jump or throw objects from balcony.
- Do not feed birds from balcony.
- No skating, skateboarding, or running on the hallways.

6. Smoke Detectors

- Do not tamper with the smoke detectors.
- Do not cook smoky foods with door open as this draws smoke over the alarms and triggers them.
- If you accidentally trigger an alarm, please notify Maintenance or Rapp Management Co., Inc.

7. Galveston

• West Beach Grand is located within Galveston city limits and is, therefore, under the jurisdiction of the City Police and Fire Department laws and ordinances.

8. Garbage

• Trash is to be taken, in plastic bags, to the dumpster in the parking lot.

9. Occupancy / Rentals

- All rentals must be for a period of no less than 30 days.
- Failure to comply voids rental contract and you may be asked to leave.
- Units may not be rented to anyone under age 25. Third party rentals will not be accepted.
- Parties are limited to 2x the sleeping occupancy of the condo you are renting. Parties must end by 11 pm.

PHONE NUMBERS
Marvin Santos 409-457-1681
RAPP MANAGEMENT CO., INC. 409-763-4323

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Off. Brad South (GPD) 281-642-8716 EMERGENCY POLICE 911
Non-Emergency Police 409-797-3700



### ADDITIONAL DEDICATORY INSTRUMENT

for

RIVIERA I CONDOMINIUM COUNCIL OF CO-OWNERS, INC. RIVIERA II CONDOMINIUM COUNCIL OF CO-OWNERS, INC. WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, INC.

THE STATE OF TEXAS
COUNTY OF GALVESTON

BEFORE ME, the undersigned authority, on this day personally appeared <u>Margaret R. Maddox</u> who, being by me first duly sworn, states on oath the following:

My name is <u>Margaret R. Maddox</u> I am over twenty-one (21) years of age, of sound mind, capable of making this affidavit, authorized to make this affidavit, and personally acquainted with the facts herein stated:

I am the Attorney/Agent for RIVIERA I CONDOMINIUM COUNCIL OF CO-OWNERS, INC., RIVIERA II CONDOMINIUM COUNCIL OF CO-OWNERS, INC., and WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, INC. Pursuant with Section 202.006 of the Texas Property Code, the following documents are copies of the original official documents from the Association's files:

- 1. RELEASE OF JOINT MAINTENANCE AGREEMENT FOR GEOTUBEANTI-EROSION DEVICE AND RELATED BEACH AREA
- 2. JOINT MAINTENANCE AGREEMENT FOR ENHANCEMENT, REPAIR, AND MAINTENANCE OF BEACH AND DUNE SYSTEMS

OF

RIVIERA I CONDOMINIUM COUNCIL OF CO-OWNERS, INC. RIVIERA II CONDOMINIUM COUNCIL OF CO-OWNERS, INC. WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, INC. TEXAS NON-PROFIT CORPORATIONS

DATED this 13th day of November, 2013.

RIVIERA I CONDOMINIUM COUNCIL OF CO-OWNERS, INC.

RIVIERA II CONDOMINIUM COUNCIL OF CO-OWNERS, INC.

WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, INC.

THE STATE OF TEXAS

§ §

COUNTY OF GALVESTON

THIS INSTRUMENT was acknowledged before me on this the 13th day of November 2013 by the said Margaret R. Maddox, Attorney/Agent for RIVIERA I CONDOMINIUM COUNCIL OF CO-OWNERS, INC., RIVIERA II CONDOMINIUM COUNCIL OF CO-OWNERS, INC., and WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, INC., Texas non-profit corporations, on behalf of said corporations.



THE STATE OF TEXAS

After Recording Return To: Daughtry & Jordan, P.C. 17044 El Camino Real Houston, Texas 77058

ATTN: MRM

## RIVIERA I CONDOMINIUM COUNCIL OF CO-OWNERS, INC. RIVIERA II CONDOMINIUM COUNCIL OF CO-OWNERS, INC. WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, INC.

# RELEASE OF JOINT MAINTENANCE AGREEMENT FOR GEOTUBE ANTI-EROSION DEVICE AND RELATED BEACH AREA

| THE STATE OF TEXAS  | § |                                     |
|---------------------|---|-------------------------------------|
|                     | § | KNOW ALL PERSONS BY THESE PRESENTS: |
| COUNTY OF GALVESTON | § |                                     |

WHEREAS, on or about the 4th day of January, 2003, a JOINT MAINTENANCE AGREEMENT ("Geotube Agreement") was entered into by RIVIERA I CONDOMINIUM COUNCIL OF CO-OWNERS, INC., a Texas non-profit corporation ("Riviera I"), RIVIERA II CONDOMINIUM COUNCIL OF CO-OWNERS, INC., a Texas non-profit corporation ("Riviera II"), WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, INC., a Texas non-profit corporation ("West Beach Grand"), (collectively, the "Councils"), for the purpose of managing and funding maintenance and repair of the geotube and related beach area in front of the three condominiums (please see copy of the Geotube Agreement attached hereto as Exhibit "A");

WHEREAS, the geotube was installed as an anti-erosion device in front of the three neighboring beachfront condominium properties of Riviera I, Riviera II, and West Beach Grant located on Galveston Bay;

WHEREAS, the geotube was removed after Hurricane Ike, thus rendering the need for the Geotube Agreement unnecessary, null, and void;

WHEREAS, Paragraph 4 of the Geotube Agreement provides that "[t]his agreement is perpetual unless it is terminated by the written consent of all three Councils. Further this agreement shall not be modified or amended except by written instrument executed by all three Councils";

WHEREAS, the Councils of all three Condominium Associations desire to terminate and release the Geotube Agreement by written consent.

**NOW, THEREFORE, BE IT RESOLVED THAT** the Geotube Agreement is hereby terminated and released, and this Release shall serve as the written instrument evidencing the consent of all three Councils to the termination and Release of the Geotube Agreement.

| EXECUTED, this day of day of day of                     | <i>b-er</i> , 2013.                     |
|---------------------------------------------------------|-----------------------------------------|
| BY: Larlos Parra, President                             | ATTEST:  Michael P. Aanstoos, Secretary |
| RIVIERA II COUNCIL OF CO-OWNERS, INC.  BY: Level Are L. | ATTEST:                                 |
| Keith Jenkins, President                                | Vernon Hamner, Secretary                |
| WEST BEACH GRAND COUNCIL OF CO-OWNERS, INC.             | ATTEST:                                 |
| BY: <u>Comboolhe</u><br>Tom Boothe, President           | Bruce Koceja, Secretary                 |

Oot 15 02 03:59p

RIVIERA I CONDOMINIUM COUNCIL OF CO-OWNERS, INC. RIVIERA II CONDOMINIUM COUNCIL OF CO-OWNERS, INC. WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, INC. JOINT MAINTENANCE AGREEMENT FOR GEOTUBE ANTI-EROSION DEVICE AND RELATED BEACH AREA

STATE OF TEXAS COUNTY OF GALVESTON

THIS JOINT MAINTENANCE AGREEMENT ("Agreement") is entered into by RIVIERA I CONDOMINIUM COUNCIL OF CO-OWNERS, INC., a Texas non-profit corporation ("Riviera I"), RIVIERA II CONDOMINIUM COUNCIL OF CO-OWNERS. INC. ("Riviera II"), a Texas non-profit corporation, and WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, INC. ("West Beach Grand"), a Texas non-profit corporation, (collectively the "Councils"), for the purpose of managing and funding maintenance and repair of the geotube and related beach area in front of the three condominiums. The parties do hereby agree as follows:

WHEREAS, Riviera I, Riviera II, and West Beach Grand are neighboring beachfront condominium properties located on Galveston Bay; and,

WHEREAS, because of constant crosion affecting the beach in front of all three condominiums, a geotube anti-crosion device was installed running the length of the beach in front of the condominiums, and,

WHEREAS, the geotube and related beach area will need ongoing repair and maintenance, and it is understood by all three parties that damage in one area of the geotube and its beach support will affect all three condominiums, and that it will be mutually beneficial for the Councils to work together to keep the geotube and related beach area in good repair;

NOW THEREFORE, in consideration of the mutual obligations and benefits that will be derived from working together for a common goal, the parties agree as follows:

Riviera I, Riviera II, and West Beach Grand hereby agree that in the event that repair or maintenance to the geotube or related beach area is needed, the Councils will cooperate to effect the repairs and, further,



Oct 15 02 03:58p

Bp Rapp Management Co., inc.

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408-763-2009

p. 4

will fund the repairs and maintenance in equal shares, no matter in what location the repair or maintenance is needed.

- 2. A three person committee composed of one delegate from each condominium council will be in charge of authorizing and contracting for necessary repairs and maintenance. The committee will operate by majority vote, and if the committee has voted to undertake repairs or maintenance, Riviera I. Riviera II, and West Beach Grand will be responsible in equal one-third shares to fund the repairs or maintenance.
- In the event one or more of the Councils breaches this agreement by not funding its equal portion of repair or maintenance costs within thirty days of the date that such costs are invoiced, the remaining Council or Councils may enforce this Agreement by pursuing a judgment against the defaulting party, to include the amount of the unpaid portion of the repairs, any resulting damages, and attorney's fees.
- 4. This agreement is perpetual unless it is terminated by the written consent of all three Councils. Further, this agreement shall not be modified or amended except by written instrument executed by all three Councils.

| EXECUTED, the day of      | , 200                     |
|---------------------------|---------------------------|
|                           | RIVIERA I CONDOMINIUM     |
|                           | COUNCIL OF CO-OWNERS, INC |
| Attest:                   |                           |
|                           | Ву:                       |
| John Jorgenson, Secretary | Joe Lynch, President      |
|                           | RIVIERA II CONDOMINIUM    |
|                           | COUNCIL OF CO-OWNERS, INC |
| Attest:                   |                           |
|                           | Ву:                       |
|                           | Ed Jutzi, President       |
| G.R. Whitaker, Secretary  |                           |

TWT

Oct 15 02 04:00p Rapp Management Co., Inc. 408-763-2008

WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, INC

Signed 1-4-03

Attest:

By: Walter T. Boothe, President

Charles Kirkpatrick, Secretary

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## RIVIERA I CONDOMINIUM COUNCIL OF CO-OWNERS, INC. RIVIERA II CONDOMINIUM COUNCIL OF CO-OWNERS, INC. WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, INC.

. . .

# JOINT MAINTENANCE AGREEMENT FOR ENHANCEMENT, REPAIR, AND MAINTENANCE OF BEACH AND DUNE SYSTEMS

THE STATE OF TEXAS \$ \$ KNOW ALL PERSONS BY THESE PRESENTS: COUNTY OF GALVESTON \$

THIS JOINT MAINTENANCE AGREEMENT ("Agreement") is entered into by RIVIERA I CONDOMINIUM COUNCIL OF CO-OWNERS, INC., a Texas non-profit corporation ("Riviera I"), RIVIERA II CONDOMINIUM COUNCIL OF CO-OWNERS, INC., a Texas non-profit corporation ("Riviera II"), WEST BEACH GRAND CONDOMINIUM COUNCIL OF CO-OWNERS, INC., a Texas non-profit corporation ("West Beach Grand"), (collectively, the "Councils"), for the purpose of enhancing, repairing, and maintaining the beach and dune systems and related beach area in front of the three condominiums. The parties do hereby agree as follows:

WHEREAS, Riviera I, Riviera II, and West Beach Grand are neighboring beachfront condominiums located on Galveston Bay; and

WHEREAS, due to constant erosion affecting the beach in front of all three condominiums, governmental entities have agreed to fund a dune replenishment project ("Dune Replenishment Project") running the length of the beach in front of all three condominiums; and

**WHEREAS,** governmental entities have agreed to fund this Dune Replenishment Project at a cost of \$400,000, with a 10% match required from the three condominiums; and

WHEREAS, it is understood that the 10% match (or \$40,000) for the Dune Replenishment Project shall be paid for in equal shares by the three Councils; and

WHEREAS, it is further understand that the replenished dunes and related beach area will need ongoing repair and maintenance and that further beach replenishment and renourishment will be required as well as other projects which could protect and enhance the beach and dune systems (collectively, "Beach Projects"); and

WHEREAS, it is further understand that such Beach Projects shall be paid for in equal shares by the three Councils;

WHEREAS, it is further understood by all three parties that damage to the dunes in one area and its beach support will affect all three condominiums, and that it will be mutually beneficial for the Councils to work together to keep the replenished dunes and related beach area in good repair.

**NOW, THEREFORE,** in consideration of the mutual obligations and benefits that will be derived from working together for a common goal, the parties agree as follows:

- 1. Riviera I, Riviera II, and West Beach Grand hereby agree that the cost for the 10% match required by the governmental entities for the Dune Replenishment Project (or \$40,000) shall be shared equally among the three Councils and shall be paid in equal shares by each Council in the amount of \$13,333.33 each.
- 2. Riviera I, Riviera II, and West Beach Grand hereby agree that in the event that repair or maintenance to the replenished dunes or related beach area in front of the three condominiums is needed and/or if the need for any Beach Projects becomes necessary, the Councils will cooperate to effect the repairs and, further, will fund the repair and maintenance in equal shares, no matter where the location of the repair or maintenance is needed.
- 3. A three person committee composed of one delegate from each condominium council will be in charge of authorizing and contracting for necessary repairs and maintenance. The committee will operate by majority vote, and if the committee has voted to undertake repairs or maintenance, Riviera I, Riviera II, and West Beach Grand will be responsible in equal one-third shares to fund the repairs or maintenance.
- 4. In the event one or more of the Councils breaches this agreement by not funding its equal portion of repair or maintenance costs within thirty (30) days of the date that such costs are invoiced, the remaining Council or Councils may enforce this Agreement by pursuing a judgment against the defaulting party, to include the amount of the unpaid portion of the repairs, any resulting damages, and attorney's fees.
- 5. This agreement is perpetual unless it is terminated by the written consent of all three Councils. Further this agreement shall not be modified or amended except by written instrument executed by all three Councils.

| EXECUTED, this ///h day of MovemB                                 | حال , 2013.                             |
|-------------------------------------------------------------------|-----------------------------------------|
| RIVIERA I COUNCIL OF CO-OWNERS, INC.  BY: Jarlos Parra, President | ATTEST:  Michael P. Aanstoos, Secretary |
| RIVIERA II COUNCIL OF CO-OWNERS, INC.                             | ATTEST:                                 |
| BY: Keith Jenkins, President                                      | Vernon Hamner, Secretary                |
| WEST BEACH GRAND COUNCIL                                          | ATTEST:                                 |

OF CO-OWNERS, INC.

Tom Boothe, President

## FILED AND RECORDED

OFFICIAL PUBLIC RECORDS

November 21, 2013 09:13:29 AM

FEE: \$53.00

 ${\bf Dwight} \ {\bf D}. \ {\bf Sullivan, \ County \ Clerk}$ 

Galveston County, TEXAS