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For Registration Sharon A. Davis
Register of Deeds
Durham County, NC
Electronically Recorded
2018 May 02 11:05 AM NC Rev Stamp: \$ 0.00
Book: 8414 Page: 938 Fee: \$ 86.00
Instrument Number: 2018014538
AMD

Prepared by: William A. Anderson, III, 4011 University Drive, Suite 300, Durham, North Carolina 27707 Return to: Cameron Ground, LLC, 2020 W. Main St., Ste. 300, Durham, NC 27705

THIS DOCUMENT REGULATES OR PROHIBITS THE DISPLAY OF POLITICAL SIGNS.

ARTICLE XII OF THIS DOCUMENT CONTAINS A RIGHT OF FIRST REFUSAL IN FAVOR OF DECLARANT

STATE OF NORTH CAROLINA COUNTY OF DURHAM

AMENDED AND RESTATED DECLARATION OF COVENANTS, CONDITIONS, RESTRICTIONS AND EASEMENTS FOR CAMERON GROUND

,CL	THIS AMENDED	AND RESTATED DECLARATION (the "Declaration") is made this		
120	day of May	AND RESTATED DECLARATION (the "Declaration") is made this, 2018, by Cameron Ground, LLC, a North Carolina		
		as "Declarant" and owner of certain portions of the Property and the		
following other Lot Owners: Virginia Knight Sanford and spouse, Jay Colton Zignego, and Eric				
W. Noble, and spouse Laurie K. Noble.				

Recitals:

Declarant previously recorded that certain Declaration of Covenants, Conditions, Restrictions and Easements for Cameron Ground in Book 6782, Page 228, Durham County Registry encumbering the lands therein describe (the "Old Declaration")

Submitted electronically by "Kennon Craver, PLLC" in compliance with North Carolina statutes governing recordable documents and the terms of the submitter agreement with the Durham County Register of Deeds.

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Declarant desires to amend certain aspects of the Old Declaration and has found it expedient to amend and restate the Old Declaration in its entirety for clarity. The undersigned represent at least 67% of the Lot Owners.

NOW, THEREFORE, pursuant to Chapter 47F of the North Carolina General Statutes, Declarant hereby declares that all of the Property described hereinafter shall be held, sold and conveyed subject to the following covenants, conditions, restrictions and easements which are for the purpose of enhancing and protecting the value and desirability of, and which shall run with, the Property and be binding upon all parties having any right, title or interest in the Property or any part thereof, their successors and assigns, and shall inure to the benefit of the Owners thereof.

This Declaration shall amend and restate the Old Declaration in its entirety, and is intended to replace the Old Declaration.

ARTICLE I DEFINITIONS

"Architectural Review Committee" has the meaning given such term in Section 7.1

- "Articles of Incorporation" shall mean the Articles of Incorporation filed with the office of the North Carolina Secretary of State which establishes the Cameron Ground Owners Association as a North Carolina not-for-profit corporation.
- "Assessment" shall mean any Regular Assessment, Special Assessment, the Initial Working Capital Assessment or any other assessment or charge levied against a Lot in accordance with the terms of this Declaration.
- "Association" shall mean and refer to Cameron Ground Owners Association, a North Carolina non-profit corporation, and its successors and assigns.
 - "Board" or "Board of Directors" has the meaning given each term in Section 3.3.
- "Bylaws" shall mean the Bylaws of the Association which, with this Declaration and the Articles of Incorporation of the Association, describe the powers and functions of the Association, and which from time to time may be amended by the Association.
- "Common Area" or "Common Areas" shall mean all real and personal property owned or controlled by the Declarant or Association for the common use and enjoyment of the Owners, including real estate owned by the Association or easement areas such as the Trails, Private Roads, and any Sign Easement or Gate Easement.
- "Community" shall mean the Property and such additions to the Property as may be made by Declarant or by the Association pursuant to this Declaration.
 - "Cost of Corrective Action" has the meaning given such term in Section 11.2.

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"Declarant" shall mean and refer to Cameron Ground, LLC a North Carolina limited liability company, its successors and assigns, and any agent or agents appointed by Declarant, its successor and/or assigns, to act on its behalf for the purpose of administering or enforcing, in whole or in part, the rights herein reserved to Declarant.

"Equine Animals" shall mean any horse, pony or donkey.

"Gate Easement" means any area or areas designated as such (or using any similar term) on any recorded plat of the Community for the purpose of allowing Declarant and the Association to install, maintain, repair and replace an access control gate for the Community across the Private Road(s) near the public road.

"Improvements" has the meaning given such term in Section 7.1

"Initial Working Capital Assessment" shall have the meaning given to such term in Section 4.7

"Lot" as used herein shall mean and refer to any portion of the Property intended for the construction of a single family home. Declarant hereby reserves the right to reconfigure from time to time and without the consent of any Owner or the Members of the Association, the boundaries of any Lot or Lots owned by Declarant or an affiliate of Declarant, as the case may be, and to thereby create additional Lots, eliminate existing Lots or create additional Common Areas. If Declarant elects to exercise its right to revise the boundaries of one or more Lots owned by Declarant, Declarant shall record a revised plat of the affected Lot or Lots. Upon the recording by Declarant of such a revised plat, each lot shown on the previously recorded plat or plats, the boundaries of which are revised by the revised plan, shall cease to be a "Lot" as defined in this Declaration and each newly configured lot shown on the revised plat shall be a "Lot" as defined in this Declaration.

"Member" shall mean and refer to every person or entity who holds membership in the Association.

"Mortgage" shall mean any mortgage, deed of trust or similar instrument used for the purpose of encumbering any portion of the Property as security for the payment or satisfaction of an obligation.

"Mortgagee" shall mean the holder of any Mortgage.

"Occupant" shall mean any person or entity occupying all or any portion of a Lot or other property located within the Community for any period of time, regardless of whether such Person is a tenant or the Owner of such property.

"Old Declaration" shall have the meaning given in the Recitals of this Declaration.

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"Owner" shall mean and refer to the record owner, whether one or more persons or entities, of fee simple title to a Lot, but excluding those having such interest merely as security for the performance of an obligation.

"Period of Declarant Control" shall mean that period of time during which Declarant maintains control of the Association by retaining its right to appoint and remove officers and members of the Board of Directors. The Period of Declarant Control shall expire upon the earlier of (i) the date on which Declarant voluntarily relinquishes in writing its ability to appoint and remove members of the Board of Directors, (ii) five (5) years after the Declarant has ceased to offer any portion of the Property for sale in the ordinary course of business, or (iii) ten (10) years after Declarant last exercised its right to annex real estate to the Property (measured from the time of recording of this Declaration or any supplemental declaration).

"Planned Community Act" or "Act" shall mean the Chapter 47F of the North Carolina General Statutes.

"Poultry" shall mean domesticated laying hen chickens that are kept for the eggs they produce.

"Private Road" and "Private Roads" shall mean any road constructed upon the Property to provide vehicular and pedestrian access to and from certain Lots as shown on a plat recorded in the Durham County Registry.

"Property" shall mean and refer to any tract of land or subdivision thereof which has been subjected to the provisions of this Declaration, including without limitation, all that certain real property more particularly described on <u>Exhibit A</u> attached hereto and incorporated herein by this reference.

"Regular Assessments" has the meaning given such term in Section 4.1.

"Sign Easement" means any area or areas designated as such (or using any similar term) on any recorded plat of the Community for the purpose of allowing Declarant and the Association to install, maintain, repair and replace entry feature signage for the Community.

"Special Assessments" shall have the meaning given to such term in Section 4.1.

"Total Association Vote" means collectively the votes attributable to all Members of the Association. If the Total Association Vote is taken during the Period of Declarant Control, a Total Association Vote approving an item or proposition also must have the affirmative vote of Declarant or the item or proposition will be deemed not to have been approved.

"Trails" means the pathways located within non-exclusive easements appurtenant to the Lots for the purpose of walking, jogging, cycling, and horseback riding that may be constructed upon the Property by the Declarant or the Association for the use and enjoyment of all the Owners, which shall be particularly shown on a recorded plat or plats of the Community or portions thereof,

subject to Declarant's rights of relocation or removal and withdrawal as set forth in Section 10.1 hereof.

ARTICLE II PROPERTY SUBJECT TO DECLARATION

- 2.1 <u>Property</u>. The Property which is more particularly described on <u>Exhibit A</u> attached hereto and incorporated herein by reference is hereby made subject to this Declaration, and the Property shall be owned, held, leased, transferred, sold, mortgaged and/or conveyed by Declarant, the Association and each Owner subject to this Declaration and the controls, covenants, conditions, restrictions, easements, development guidelines, charges and liens set forth in this Declaration. The Declarant expressly intends that the terms of Chapter 47F of the North Carolina General Statutes, the North Carolina Planned Community Act, be applicable to all the Property by and through the recording of this Declaration.
- 2.2 Additions to Property. Declarant, its successors and assigns shall have the right, but not the obligation, without further consent of the Association, to bring additional property within the plan and operation of this Declaration. Such property may be subjected to this Declaration as one parcel or as several smaller parcels at different times. Declarant may make such additions authorized by Declarant's executing and recording a supplemental declaration with respect to the additional property which shall extend the operation and effect of this Declaration to the additional property. The supplemental declaration may contain such complementary additions and/or modifications of the covenants and restrictions contained in this Declaration as may be necessary or convenient, in the sole judgment of Declarant, to reflect the different character, if any, of the added properties as are not inconsistent with the plan of this Declaration. Declarant may subject additional property to the covenants of this Declaration prior to completing the development of the Property.
- 2.3 <u>Withdrawal from Property</u>. Declarant, its successors and assigns shall have the right, but not the obligation, without further consent of the Association, to withdraw property from the plan and operation of this Declaration by recording a supplemental declaration with respect to the property to be withdrawn.

ARTICLE III ASSOCIATION MEMBERSHIP AND VOTING RIGHTS

- 3.1. <u>Membership</u>. Every Owner shall be a Member of the Association, and a creditor who acquires title to any portion of the Property pursuant to foreclosure or any other proceeding or deed in lieu of foreclosure shall be a Member of the Association.
- 3.2. <u>Voting Rights</u>. Each Lot shall be allocated one (1) vote in the Association. In the event any Lot is owned jointly, the joint Owners shall appoint one of the joint Owners to cast the vote allocated to the jointly owned Lot, and that vote shall be presumed to bind the other joint Owners. Upon request, joint Owners shall provide to the Secretary of the Association the name of the Member appointed to cast the vote allocated to the jointly owned Lot.

- 3.3 Governance. The Association shall be governed by a board of directors (hereinafter the "Board" or "Board of Directors"), which shall consist of five (5) members during the Period of Declarant Control. Upon and after the expiration of the Period of Declarant Control, the Board of Directors shall consist of three (3) members. Each director shall have the same vote as any other director. The terms of the directors are to be determined in accordance with the provisions of the Articles. The Board may act in all instances on behalf of the Association except where prohibited by the Act, this Declaration, the Articles or the Bylaws.
- 3.4. Appointment and Election of the Board of Directors. Declarant shall have the right to appoint and remove the directors and officers during the Period of Declarant Control. The directors selected by Declarant need not be Members of the Association. After the expiration of the Period of Declarant Control, all the Members shall elect the directors in accordance with the vote(s) held by each Member. Cumulative voting shall not be allowed.
- 3.5 <u>Meetings</u>. Meetings of the Members shall be called and held in accordance with the Bylaws.

ARTICLE IV ASSESSMENTS

- Creation of the Lien and Personal Obligation of Assessments. Declarant hereby covenants, and each Owner (other than the Association) by acceptance of a deed therefor, whether or not it shall be so expressed in such deed, is deemed to covenant and agree to pay to the Association the following: (a) regular assessments or charges for the purposes set forth in Section 4.2 ("Regular Assessments"), (b) special assessments for the purposes set forth in Section 4.4 hereof ("Special Assessments"), (c) the Initial Working Capital Assessment as provided in Section 4.7, and (d) all other assessments or charges levied against any particular Lot, which are established and levied pursuant to the terms of this Declaration. All such Assessments shall be established and collected as hereinafter provided. Each Owner shall pay Assessments in proportion to such Owner's total votes in the Association unless otherwise provided herein or in the Act. All Assessments, together with late charges, interest, costs, penalties and reasonable attorneys' fees expended by the Association in enforcement of Section 4.10, shall be a charge on the land and shall be a lien upon the Lot against which each such Assessment is made. All Assessments hereunder are personal obligations of the Owner so assessed, his heirs, devisees, personal representatives and assigns; provided, however, that if the holder of a first Mortgage or other purchaser of a Lot obtains title to the Lot as result of foreclosure of a first Mortgage, such purchaser and his heirs, successors and assigns shall not be liable for the Assessments against such Lot which became due prior to the acquisition of title to the Lot by such purchaser. Such unpaid Assessments shall be deemed to be common expenses collectible by the Association from all the Owners, including such purchaser, his heirs, successors and assigns.
- 4.2. <u>Purpose of Assessments</u>. The Assessments levied by the Association shall be used exclusively to promote the recreation, health, safety, welfare and common benefit and enjoyment of the residents of the Community as may be authorized from time to time by the Board, and in particular for the acquisition, improvement and maintenance of Common Areas, including the maintenance, replacement and repair of the Private Roads and the Trails (if any) and the

landscaping of entry features for the Community, the establishment of adequate reserves for the replacement of capital improvements, if any, located within the Common Areas, the payment of insurance premiums for contracts of hazard and liability insurance on the Common Areas, the payment of local *ad valorem* taxes or governmental charges, if any, on the Common Areas, and the payment of all other costs and expenses incurred by the Association in performing the functions that the Association is authorized or required to perform by the Act, this Declaration or the Bylaws.

Assessments against the Lots for the purposes herein described and according to the procedures set forth in this Declaration and the Bylaws. The Regular Assessments on all Lots shall commence and be due and payable upon the closing of the first Lot sold to an Owner other than Declarant. Each purchaser of a Lot shall pay upon the conveyance of the Lot (from Declarant to purchaser) his share of the prorated Regular Assessment based upon the number of days then remaining in the then current billing period. Such Regular Assessment shall be in addition to, and shall not be considered an advance payment of, any portion of any Special Assessment which may be levied. Regular Assessments shall be billed and due as set forth herein and in the Bylaws and otherwise on a schedule as may be determined by the Board of Directors, but no less frequently than annually. The Board of Directors may authorize a billing agent to collect the Assessments provided for herein.

Through and until June 2018, the Regular Assessment for each Lot shall not exceed \$150.00 per month. Beginning July 2018, the Regular Assessment for each Lot may exceed \$150.00 per month at the discretion of the Board pursuant to this Declaration.

- 4.4 <u>Special Assessments</u>. In addition to the Regular Assessments, the Association may levy Special Assessments against all the Lots for the following purposes: (a) to pay for costs of construction, reconstruction, repair or replacement of capital improvements upon the Common Areas; (b) to provide for the necessary facilities and equipment to offer services; (c) to repay any loan made to the Association to enable it to perform its duties and functions; (d) to repay any financial liability incurred by the Association in accordance with the Act and the Bylaws; and (e) to meet any other extraordinary obligation of the Association. Such Special Assessment, before being charged, must have received the approval of the Members of the Association by the favorable vote of a majority of the total votes cast at a meeting of the Association duly called in accordance with the Bylaws. Special Assessments shall be paid as determined by the Board, and the Board may permit Special Assessments to be paid in installments extending beyond the fiscal year in which the Special Assessment is imposed.
- 4.5 Specific Assessments. Any expense incurred by the Association in accordance with the Act or this Declaration that benefits fewer than all of the Lots may be assessed solely against the Lots benefitted, either equally or in proportion to the benefit received, as the Board in its sole discretion may determine; provided, however, that the costs and expenses incurred by the Association in maintaining and repairing any Private Road shall be assessed equally against the Lots that are benefitted by the Private Road and only in accordance with the terms of Section 8.5.
- 4.6. <u>Reserve Funds</u>. The Association may establish reserve funds from its Regular Assessments to be held in reserve in an account for the following purposes: (a) major rehabilitation

or major repairs; (b) emergency and other repairs required as a result of storm, fire, natural disaster or other casualty loss; and (c) initial costs of any new service to be performed by the Association.

- 4.7 <u>Initial Working Capital Assessment</u>. Upon the conveyance of every Lot from the Declarant to the first purchaser, such purchaser shall pay to the Association an initial working capital assessment in an amount equal to two months of the then current Regular Assessment against the Lot purchased for the purpose of capitalizing the Association (the "Initial Working Capital Assessment"). Amounts paid under this Section 4.7 shall not be considered an advance payment of the next Regular Assessment due.
- 4.8. Annual Budget. The Board of Directors shall prepare and adopt, at least thirty (30) days prior to the annual meeting of the Association, a proposed budget outlining anticipated receipts and expenses for the upcoming fiscal year. Within thirty (30) days after adoption of the proposed budget, the Board of Directors shall send to all Owners a written summary of the budget and a notice of a meeting to consider ratification of the budget, which notice shall include a statement that the budget may be ratified without a quorum. The annual meeting shall be held not less than ten (10) nor more than sixty (60) days after mailing of the summary and notice. For purposes of the ratification of the budget, there shall be no requirement that a quorum be present at the meeting. The proposed budget shall be ratified unless at that meeting seventy-five percent (75%) of the Total Association Vote rejects the proposed budget. In the event the proposed budget is rejected, the periodic budget last ratified, or otherwise then in effect, shall be continued until such time as the Owners ratify a subsequent budget proposed by the Board of Directors. In the event the Board's original budget is rejected, the Board shall have the right to make a new budget retroactive to the start of the fiscal year.
- 4.9. Notice of Assessments. Promptly after the ratification of the annual budget as set forth in Section 4.8, the Board shall fix the amount of the Regular Assessment against each Lot as provided herein, and shall, at that time, direct the preparation of an index of the Assessments applicable to each Lot. The index shall be kept in the office of the Association and shall be open to inspection by any Member. Written notice of Assessments shall thereupon be sent to every Member subject thereto. The Association or the Association's authorized billing agent shall within ten (10) business days of written request furnish to an Owner or an Owner's authorized agent a statement setting forth the amount of unpaid Assessments or other charges against the Owner's Lot, and the statement shall be binding on the Association, the Board of Directors and the Owner.

4.10 Effect of Nonpayment of Assessment: Remedies of Association.

(a) If any Assessment (or any installment thereof) is not paid on or before its due date as established by the Association, such Assessment (or installment thereof) shall be delinquent and past due and shall accrue interest at a rate not to exceed the lesser of the maximum legal rate or eighteen percent (18%) per annum. Additionally the Board of Directors may impose a late charge. If the Board of Directors of the Association elects to use a billing agent to collect Assessments, interest which shall accrue on past due sums will be the maximum interest rate which such agent may lawfully charge.

- (b) If any Assessment is not paid on or before that date which is thirty (30) days past due, then such Assessment shall constitute a lien on the property against which the Assessment is levied when a claim of lien is filed in the office of the Clerk of Superior Court of Durham County. The Association may foreclose the claim of lien in like manner as a deed of trust on real estate under power of sale under N.C.G.S. § 47F-3-116 and Article 2A of Chapter 45 of the General Statutes; provided, however, that if the lien secures only fines imposed by the Association, interest on unpaid fines or attorneys' fees incurred by the Association solely in connection with such fines, then the Association may foreclose its lien only by judicial foreclosure. The Association shall have the power to bid on the Lot at any foreclosure sale or to acquire, hold, lease, mortgage or convey the same.
- (c) If the Assessment is not paid within thirty (30) days after the due date, the Association may bring an action at law against the Owner personally, and the costs of preparing the filing of the complaint in such action and reasonable attorneys' fees may be added to the amount of the Assessment past due. If the Association obtains a judgment against the Owner, the judgment shall include, subject to the provisions of N.C.G.S. § 47F-3-116(e) and § 47F-3-116(e1), such interest and reasonable attorneys' fees together with the costs of the action.
- (d) If any Assessment due hereunder remains unpaid for thirty (30) days or more, the Association, after giving notice and an opportunity to be heard, may also suspend privileges and services as more specifically set forth in Section 11.1 hereof.
- (e) The foregoing remedies of the Association are not exclusive, and the Association's pursuit of one remedy shall not waive its right to pursue any other remedy, nor is the Association required to pursue one remedy before another.
- 4.11 No Setoff or Deduction. No Owner may waive or otherwise exempt himself from liability for the Assessments provided for in this Declaration. No setoff, diminution, or abatement of any Assessment shall be claimed or allowed by reason of any alleged failure of the Association to take some action, any inconvenience or discomfort arising from the making of repairs or Improvements which are the responsibility of the Association or any action taken by the Association to comply with any law, ordinance, order or directive of any municipal or other governmental authority. The obligation to pay Assessments is a separate and independent covenant on the part of each Owner and is not subject to setoff.
- 4.12. <u>Subordination of the Lien</u>. The lien of the Assessments provided for herein shall be subordinate to the lien of any first Mortgage now or hereafter placed upon any portion of the Property.
- 4.13. Annual Statements; Financial Records. The President, Treasurer or such other officer as may have custody of the funds of the Association shall, within seventy-five (75) days after the close of each fiscal year of the Association, prepare and make available for examination by the Owners an annual income and expense statement and balance sheet for such fiscal year. The statement shall name each creditor of the Association; provided, however, that the statement shall not be required to name any creditor of less than \$500.00. Upon the written request of any Member, such officer shall furnish to the Member by mail or in person, at no charge, a copy of such statement

within thirty (30) days after receipt of such request. Any holder of a first Mortgage on a Lot shall be entitled upon written request to a financial statement for the immediately preceding fiscal year. The Board of Directors of the Association shall keep such other financial records as are required by the Act and the Bylaws.

4.14. Lots Owned by Declarant. Notwithstanding anything herein to the contrary, no Assessment shall be levied against any Lot owned by Declarant (or any assignee of Declarant's rights hereunder) without the prior written consent of Declarant, nor shall Declarant (or any assignee of Declarant's rights hereunder) be liable for payment of any Assessments; provided, however, this provision shall not prohibit Declarant (or any assignee of Declarant's rights hereunder) in its sole discretion from making capital contributions or loans upon commercially reasonable terms to the Association from time to time, provided that any such loans are permissible under the Act. This provision shall not alter or impair Declarant's rights hereunder, including Declarant's rights to vote in the Association as a Lot Owner.

ARTICLE V FUNCTIONS OF ASSOCIATION

The Association shall have all the powers described in N.C.G.S. § 47F-3-102, the terms of which are incorporated herein by reference. The Association shall perform all the functions and services required by this Declaration, the Articles and Bylaws, including, but not limited to the following:

- (a) The Association shall provide or procure the administrative services necessary to carry out the Association's obligations and business, including legal, accounting, financial and communications services.
- (b) The Association shall administer and enforce the covenants and restrictions established in this Declaration, including, but not limited to, the following:
 - (1) The Association shall set Assessments, levy Assessments, notify the Members of such Assessments and collect such Assessments;
 - (2) The Association shall prepare accurate indexes of Members, votes and Assessments;
 - (3) Upon such time as Declarant is no longer authorized to appoint the members of the Architectural Review Committee, the Association shall operate and appoint the members of the Architectural Review Committee as provided herein;
 - (4) The Association shall provide regular and thorough maintenance and clean up of all Common Areas and repair or replace the Improvements thereon as necessary;
 - (5) The Association shall hold annual meetings, special meetings and elections for the Board of Directors and give Members proper notice thereof, all as required by the Bylaws and the Act; and

- (6) The Association shall prepare annual statements and annual budgets and shall make the financial books of the Association available for inspection by Members at all reasonable times.
- (c) Should Declarant appoint the Association as its agent for the administration and enforcement of any of the provisions of this Declaration or any other covenants and restrictions of record, the Association shall assume such responsibility and any obligations which are incident thereto.
- (d) The Association shall provide appropriate liability and hazard insurance coverage as provided herein for Improvements and activities on all Common Areas.
- (e) The Association shall provide appropriate directors' and officers' legal liability insurance and indemnify persons pursuant to the provisions of the Articles.
 - (f) The Association shall keep a complete record of all its acts and corporate affairs.

ARTICLE VI INSURANCE

- 6.1. Ownership of Policies. Commencing not later than the time of the first conveyance of a Lot to a person or entity other than Declarant, the Association shall purchase contracts of insurance for the benefit of the Association and its Mortgagees, if any, as their interests may appear all in accordance with N.C.G.S. § 47F-3-113. The Association may re-evaluate its coverage from time to time and may provide, subject to Section 6.2, for such insurance coverage as it deems appropriate.
- 6.2. Coverage. All Improvements and personal property included in the Common Areas shall be insured in an amount equal to at least one hundred percent (100%) of their insurable replacement value as determined annually by the Association with the assistance of the insurance company underwriting the coverage. Such coverage shall provide protection against loss or damage by fire and other hazards covered by a standard extended coverage endorsement and such other risks as from time to time shall be customarily covered with respect thereto. In addition, the Association shall acquire and maintain in full force and effect a policy of insurance which insures against any public liability arising out of its interest in the Common Areas and the use and operation thereof with limits of liability therefor of not less than Two Million Dollars (\$2,000,000.00) per occurrence and shall include an endorsement to cover liability of the Owners as a group to a single Owner. Such policies shall contain clauses providing for waivers of subrogation if commercially available.
- 6.3. <u>Fidelity Insurance or Bond</u>. All persons responsible for or authorized to expend funds or otherwise deal in the assets of the Association shall first be covered by fidelity insurance or bond to indemnify the Association for any loss or default in the performance of their duties in an amount equal to at least the annual amount of the total Regular Assessment plus reserves accumulated; provided, however, that the Association may, but is not required to, bond or provide

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fidelity insurance for Board members or officers appointed or installed by the Declarant during the Period of Declarant Control.

- 6.4. <u>Premiums</u>. Premiums for contracts of insurance purchased by the Association shall be paid by the Association and charged ratably to the Owners as an Assessment according to the provisions regarding Assessments contained herein.
- 6.5. <u>Proceeds</u>. All contracts of insurance purchased by the Association shall be for the benefit of the Association and its Mortgagees, if any, as their interests may appear, and the Owners, and shall provide that all proceeds thereof shall be payable to the Association as insurance trustee under this Declaration. The sole duty of the Association as insurance trustee shall be to receive such proceeds as are paid and to hold the same in trust for the purposes stated herein.
- 6.6 <u>Distribution of Insurance Proceeds</u>. Proceeds of contracts of insurance received by the Association as insurance trustee shall be distributed to or for the benefit of the beneficiary or beneficiaries thereof in the following manner:
 - (a) The proceeds shall be paid first to defray the cost of reconstruction and repair of casualty or liability so covered.
 - (b) Any expense of the insurance trustee may be paid from proceeds after payment of reconstruction or repair expenses or liability. Any proceeds remaining thereafter shall be distributed to the beneficiary or beneficiaries of the trust.

ARTICLE VII ARCHITECTURAL AND APPEARANCE CONTROL

- 7.1. Approval Required. Notwithstanding anything herein to the contrary, no tree trimming or removal, land clearing or disturbance, grading, site preparation or change in grade or slope of any portion of the Property, private trails (not Trails as defined in Article I) or road construction, or erection or removal of buildings or houses or exterior additions, or alterations to any building situated upon the Property, or erection of, or changes or additions to, fences, hedges, walls or any other structures whatsoever, or construction of any swimming pools or other improvements (collectively "Improvements"), shall be commenced, erected or maintained on any portion of the Property until the architectural review committee (the "Architectural Review Committee") appointed as hereinafter provided has approved in writing the plans and specifications therefore, including the location of such Improvements.
- 7.2. <u>Composition</u>. The number of members and the terms of the members shall be as determined by the Board of Directors. During the Period of Declarant Control, Declarant shall appoint the members of the Architectural Review Committee. After the expiration of the Period of Declarant Control, the Board of Directors shall appoint the members of the Architectural Review Committee on an annual basis. At any time prior the expiration of the Period of Declarant Control, Declarant may elect to turn over control of the Architectural Review Committee to the Association and the Association shall accept such control and shall operate the Architectural Review Committee pursuant to this Declaration.

- 7.3. Procedure. Prior to taking any action requiring the approval of the Architectural Review Committee, the Owner desiring to take such action shall submit to the Architectural Review Committee the plans and specifications for the proposed work. The Architectural Review Committee shall have thirty (30) days in which to render a written response, either approving or denying the proposal, or requesting more information. If the Architectural Review Committee fails to respond in writing within thirty (30) days of its receipt of the plans and specifications or any requested additional information, then the plans and specifications submitted shall be deemed approved. Declarant may publish architectural guidelines to assist the Architectural Review Committee in its review of plans and specifications. The Architectural Review Committee may from time to time establish such additional procedures as may be reasonably necessary to carry out its function.
- 7.4. Right to Enter, Enforcement. Declarant, the Architectural Review Committee and the Association shall have the specific, nonexclusive right (but not obligation) to enter the Lots for the purposes of insuring compliance with approved plans and specifications, to enforce the provisions contained in this Article, and to remedy any violation of the provisions contained in this Article of this Declaration by a proceeding at law or in equity against the person or persons violating or attempting to violate any such provisions contained in this Article. Violation of this Article by a contractor or other contractor or other agent hired by an Owner shall not excuse such Owner from liability hereunder.
- 7.5. <u>Limitation of Liability</u>. Neither the Architectural Review Committee nor the members thereof nor Declarant shall be liable for damages or otherwise to anyone submitting plans and specifications and other submittals for approval or to any Owner by reason of mistake of judgment, negligence, or nonfeasance arising out of or in connection with the approval or disapproval or failure to approve or disapprove any plans or specifications.
- 7.6 <u>Miscellaneous; Fees.</u> No member of the Architectural Review Committee shall be entitled to compensation for services performed pursuant to this Article. The Association shall reimburse members of the Architectural Review Committee for reasonable out-of-pocket expenses. Subject to the expiration of the Period of Declarant Control, Declarant may reserve control of the Architectural Review Committee in the event that Declarant assigns its rights hereunder to a successor Declarant. The Architectural Review Committee may from time to time in its reasonable discretion hire independent professionals to review and provide recommendations on submissions to the Architectural Review Committee, and the cost shall be borne by the Owner requesting approval.

ARTICLE VIII COMMON AREA AND LOT MAINTENANCE

8.1 <u>Maintenance by the Association</u>. The Association shall maintain the Common Areas and any Improvements, landscaping, utilities and facilities located thereon, if any, in a safe and neat manner. If the need for any maintenance, repair or replacement required hereunder to be performed by the Association is caused by the willful or negligent act of an Owner, Occupant of an Owner's Lot, or the family, guests or invitees of any Owner or Occupant, and the costs of such

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maintenance, repair or replacement is not covered by or paid for by insurance maintained by or on behalf of the Association, in whole or in part, then the Association, except as otherwise provided in Section 8.5(e), shall perform such maintenance, repair or replacement at such Owner's expense, and all such costs shall be an Assessment against the Owner's Lot. Such Owner may request a hearing by the Board of Directors, or an adjudicatory panel appointed by the Board, to determine responsibility for the damages. The hearing shall afford notice of the charge to the Owner, an opportunity for the Owner to be heard and to present evidence, and a notice of the decision by the Board.

- 8.2 <u>Maintenance by Owners</u>. Each Owner shall keep his Lot and the Improvements thereon in compliance with the then current zoning laws, building codes and other governmental regulations, maintain all portions of his Lot in a clean, neat, orderly, safe and well-kept manner and keep in place adequate measures for insect, reptile, rodent and fire control. Such maintenance shall include, but is not limited to, the following:
 - (a) Prompt removal of all litter, trash, refuse and wastes, including any household waste, Poultry waste, and Equine Animal waste from stalls or other enclosures for Equine Animals;
 - (b) Lawn mowing on a regular basis, and keeping barns, pastures and other areas neat and clean:
 - (c) Tree and shrub pruning of property located at driveway entrances so as to permit safe entry onto Private Roads;
 - (d) Keeping Improvements neat, painted and well maintained;
 - (e) Repairing exterior damage to Improvements;
 - (f) Keeping landscaping and gardens alive and healthy, and not taking any action to impair the health of natural areas;
 - (g) Complying with all governmental health and police requirements;
 - (h) Mitigating any condition which presents a nuisance or danger to other Owners, their guests or tenants; and
 - (i) Completing landscape installation prior to occupancy.
- 8.3. <u>Erosion Control.</u> During any period of grading and construction of the Improvements upon a Lot and at all times thereafter, each Owner shall exercise and maintain such erosion control measures, including the erection of silt fences, as may be required by Declarant in order to minimize erosion and runoff. Compliance with the applicable municipal erosion control ordinance shall not constitute automatic approval by Declarant, and Declarant reserves the right to impose requirements and standards in excess of those required by law.
- 8.4 Right to Enter. If any Owner fails to maintain his Lot as required by this Declaration, Declarant and the Association and their respective agents shall have the right, but not the obligation, to enter upon the Lot for the purpose of correcting such conditions, including without limitation, the removal of trash, waste and debris, and the cost of such corrective action shall be paid by the Owner of the Lot so entered. Such entry shall not be made unless the Owner has failed to take corrective action within thirty (30) days after written notice of the violation from the Association; provided, however, that should such condition pose an immediate health or safety hazard, the Association may enter and take corrective action immediately. The Owner of the Lot

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on which any such corrective work is performed shall be liable for the costs of such work and shall promptly reimburse the Association for such costs within thirty (30) days after receipt of a statement for the work performed by the Association.

8.5 Maintenance of Private Roads.

- (a) The Association shall maintain the Private Roads in a good, safe and passable condition, to include grading and graveling from time to time as the Board may determine is needed. If at any time the Board determines that a Private Road is in need of maintenance or repair, or an Owner whose Lot is adjacent to the Private Road desires to enforce the maintenance standard established hereby, then the Board on its own accord or at the request of such Owner, shall mail or deliver written notice to each Owner served by the Private Road (the "Benefitted Owners"), either personally or by prepaid U.S. mail to the mailing address of the Benefitted Owner or to any other mailing address designated in writing by the Benefitted Owner, or by electronic means, including by electronic mail over the internet, to an electronic mailing address designated in writing by the Benefitted Owner. The notice shall describe the proposed maintenance to be performed and state the time and place of a meeting of the Benefitted Owners, which meeting shall be held not less than ten (10) days nor more than sixty (60) days after the mailing of the notice.
- (b) At such Benefitted Owners' meeting the proposal for maintenance shall be approved by a favorable vote of the majority of the total votes of the Benefitted Owners, each owner having one vote for each Lot. Votes may be duly cast in person at the meeting or remotely by written ballot mailed, telefaxed or mailed electronically to the Secretary of the Association.
- (c) Each Benefitted Owner shall bear equally the total cost of the maintenance of a Private Road that has been duly approved by the Benefitted Owners. "Maintenance" as used herein shall include grading, hauling gravel or rock to fill ruts, holes, and washed out sections, and digging out drainage culverts. "Maintenance" shall not include improvements to the Private Road beyond normal and typical maintenance and shall not mean or refer to widening, landscaping or any other upgrading unless approved by all of the Benefitted Owners in a meeting duly called in accordance with this Section 8.5.
- (d) Each Benefitted Owner's share of the maintenance cost of the Private Road shall be an "Assessment" against the Benefitted Owner's Lot, and if not paid within thirty (30) days after receipt of a statement from the Association, shall afford the Association all of the remedies set forth in Section 4.10 and Section 11.1 hereof.
- (e) If any Owner or its agent shall cause any extraordinary wear and tear of a Private Road by building, construction traffic, well drilling or other heavy or excessive use, such Owner shall be responsible for paying such extraordinary costs of the maintenance as is caused by said use within thirty (30) after receipt of an invoice therefore from the Association.
- (f) If any Owner or agent of Owner digs, removes dirt from or otherwise disrupts a Private Road or drainage ditch adjacent thereto in connection with the installation or connection of utilities to such Owner's Lot, the Owner shall promptly restore at its sole expense the Private

Road and the drainage ditch adjacent thereto to the condition that existed immediately prior to such work.

- (g) The covenants contained in this Section 8.5 shall remain in force and effect as to each Private Road, and each Private Road shall remain private until such time as such Private Roads or portions thereof are taken over by the City of Durham, the North Carolina Department of Transportation, or other governmental authority. Any portion of a Private Road not so taken over by the North Carolina Department of Transportation shall remain subject to this Declaration, and the Owners benefitting from the Private Road shall continue to bear equally the cost of its maintenance as contemplated herein.
- (h) Declarant has the right, but not the obligation, to install gate(s) at the front entrance and institute the use of a keypad or similar entry system to control access into the Property. The cost of maintaining, repairing and replacing any such gate system will be the responsibility of the Association.

ARTICLE IX USE RESTRICTIONS

- 9.1. Rules and Regulations. The Board of Directors of the Association shall have the power to formulate, amend, publish and enforce reasonable rules and regulations concerning the use and enjoyment of the Property, including the Common Areas. Such use rules and regulations shall be distributed to all Owners prior to the date that they are to become effective and shall thereafter be binding upon all Owners until and unless overruled, canceled or modified in a regular or special meeting by a majority of the Total Association Vote.
 - 9.2. <u>Use of Property</u>. All portions of the Property shall be occupied and used as follows:
- (a) All Lots and the structures thereon shall be used for residential purposes, recreational purposes incidental thereto and for customary accessory uses. The use of a portion of a dwelling unit or an accessory dwelling as an office by the Owner or other Occupant thereof shall be considered a residential use provided that such use is permitted by applicable local government ordinances, laws and regulations, does not create undue customer or client traffic or parking demands and otherwise conforms to the rules and regulations from time to time promulgated by the Association. This provision or any other provision herein shall not prohibit Declarant or persons authorized by Declarant from using any house, other dwelling units or accessory buildings as models, a construction office or a sales office.
- (b) No structure, except as hereinafter provided, shall be erected, altered, placed or permitted to remain on a Lot other than (i) one (1) single family dwelling, (ii) one small accessory building (which may include small office, guest house, workshop, studio, pool house or similar use ancillary to the main residence on the Lot), and (iii) one barn or stable having a minimum of 1,000 square feet and a maximum of 5,000 square feet.
- (c) No primary residence located on a Lot shall be fewer than 2,500 square feet, not including garage space.

- (d) There shall be provided garage space attached to the single family residence sufficient for the parking of at least two cars. Homes without garages (attached or detached) are not permitted without the prior written consent of the ARC. Owners shall make maximum use of existing garage space to accommodate vehicles to preclude overnight parking on driveways and streets. Garage doors will remain closed when not in use.
- (e) Outside clothes lines shall not be permitted upon any Lot at locations where they can be viewed from any road or any other Lot.
- No sign or flag of any kind shall be displayed on any Lot (excepting signage for the (f) Community in the Common Areas) except for the following: (i) flags of the United States or North Carolina which are no greater than four feet by six feet, which are displayed in accordance with or in a manner consistent with the patriotic customs set forth in 4 U.S.C. §§ 5-10 as amended, and (ii) standard size signage advertising a Lot for sale, provided that the Architectural Review Committee may determine the standard size in its reasonable discretion, and further provided that no more than one such for sale sign shall be posted on any Lot. Notwithstanding this general prohibition against signs, Declarant may erect and maintain signs advertising the Community or portions thereof, including Lot markers, at its sole discretion. All signs erected and maintained must conform with all applicable governmental requirements, and in the case of political signs, if the above restrictions are more restrictive than any applicable city, town or county ordinance that regulates the size and number of political signs on residential property, then the Owner of a Lot may display political signs as permitted under such ordinance. Further, both the Declarant and the Association shall have the right and easement, wherever there shall have been placed or constructed a sign in violation of the provisions herein contained to enter immediately upon such property and summarily remove such sign at the expense of the Owner of the parcel where the sign is located.
- (g) Trucks, buses, trailers, motor-homes, campers, motorcycles, mini-bikes, farm equipment, boats, and/or other watercraft must be parked entirely within a garage or in or under another structure approved by the Architectural Review Committee, and must not be visible from the Private Roads (including the entrance to the Property), or any other Lot without the prior written consent of the Architectural Review Committee. Vehicles must be parked only on all weather material (cement, brick pavers, asphalt, or gravel) and no junk or inoperable vehicles are permitted on the Property. Off-street parking shall be provided for all motorized vehicles and bicycles, and parking on the Private Roads is prohibited. Garage doors will remain closed when not in use. No house trailers or temporary storage buildings shall be permitted on any portion of the Property, with the exception of a trailer which may be used during the period of initial construction which shall be moved immediately upon the completion of such construction.
- (h) No lumber, brick, stone, cinder block, concrete or any other building materials, scaffolding, mechanical devices or any other thing used for building purposes shall be stored on any portion of the Property in an exposed location except for the purpose of ongoing approved construction on such Property and in that case, only for so long as is reasonably necessary for the construction in which same is to be used.

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- (i) No exposed above-ground tanks or fuel canisters will be permitted for the storage of fuel or water or any other substance, except that such tanks may be placed above-ground provided they are kept in a screened enclosure that must exceed in height by at least one (1) foot any such tank as may be placed therein.
- (j) Tents, equipment, trash cans, recycling bins, shavings and manure piles shall be kept in an enclosure and hidden from view from any road, Private Roads, other Lot or Common Areas.
- (k) To the extent permitted by law, no tower, exterior antennae, satellite station or dish, microwave dish or other similar improvement may be constructed, placed or maintained on any portion of the Property without the prior written consent of the Architectural Review Committee.
- (1) No portion of the Property, including the homes on the Lots, may be used as a rooming house, hotel, inn, bed and breakfast, or other paid lodging or accommodation such as "VRBO" or "Airbnb," or for other transient residential purposes.
- (m) The pursuit of hobbies or other activities which might tend to cause disorderly, unsightly or unkempt conditions, including specifically, without limiting the generality of the foregoing, the assembly and disassembly of motor vehicles, shall not be pursued or undertaken on any part of the Property at locations where they can be viewed from any road or other Lot.
- (n) No animal of any kind shall be raised, bred, boarded or kept on any portion of the Property for any commercial purpose. No livestock except Equine Animals may be kept or maintained on the Property without the express written prior permission of the Association. No Poultry shall be raised, bred, or kept on any portion the property with the exception of 4 laying hens (roosters not permitted) for egg production for one family. Any associated structures or enclosures for the benefit of Poultry must be approved by the Architectural Review Committee and not be visible from the Private Roads or any other Lot. All Poultry will be contained in an enclosure, fenced or otherwise. The Board of Directors may make reasonable rules and regulations concerning the number of household pets kept by Owners and the clean-up of pet waste.
- (o) An Owner may keep a maximum of one Equine Animal per one (1) acre of fenced pasture on the Owner's Lot, provided that no Owner may keep more than a total of three (3) Equine Animals on his Lot without the express written prior permission of the Association. An Owner shall provide stable and pasture facilities for Equine Animals kept on his Lot, and the stable must contain one stall space or "run-in" shelter area for each Equine Animal.
- (p) An Owner may provide pasture land on the Owner's Lot; provided that Equine Animals must at all times be corralled by fences approved by the Architectural Review Committee and grazing that results in defoliation (i.e., grazing to bare dirt) of any portion of the Lot is prohibited. An Owner shall provide his Equine Animals primary feed, including, but not limited to, hay, grain and supplements. "Primary feed" specifically does not include native grasses and other native plants growing on the Lot.

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- (q) Owners with Equine Animals shall comply with generally accepted land management practices for the maintenance of stable facilities, pastures, bedding materials and animal waste and shall comply with rules and regulations for land management as adopted from time to time by the Board of Directors. Owners with Equine Animals shall (i) store Equine Animal waste from stalls using best management practices as the Board may establish from time to time, (ii) periodically remove such Equine Animal waste from their Lot unless the Board has approved composting on the Lot. The purpose of these rules regarding Equine Animal waste is to prevent a large accumulation of Equine Animal waste that is or could be a nuisance to other Owner by being odiferous or unsightly, or that is or could be harmful to the vegetation or waters on the Property.
- (r) All animals (including dogs and cats) either owned by an Owner or for which the Owner is responsible shall be kept within the boundaries of the Owner's Lot unless on a leash.
- (s) Neither Owners nor Occupants shall make any alteration or construction in or upon any portions of the Common Areas except at the direction or with the express written consent of the Association.
- (t) The Common Areas shall be used only for the purposes for which they are intended and reasonably suited and which are incidental to the use and occupancy of the Improvements constructed thereon, and no waste shall be committed thereon. Animal waste shall not be applied to the Common Areas.
- (u) No structures, plantings or other materials shall be placed or permitted to remain in streams or storm water drainage easements which may interfere with the drainage or obstruct, retard or alter the direction of the flow of surface water through drainage channels which have been constructed within any easements reserved or granted pursuant to Section 10.4.
- (v) No Lot shall be subdivided or its boundary lines changed except with the prior written approval of the Architectural Review Committee. Declarant hereby, expressly reserves the right to replat any Lot or Lots owned by Declarant. Declarant's right to replat any Lot shall include the right to change the configuration of Common Areas.
- (w) Homes on Lots may be leased for residential purposes; provided, however, that all leases shall be in writing and have a minimum term of at least twelve (12) months. All leases shall require that the tenant acknowledge receipt of a copy of the use restrictions stated herein and the rules and regulations of the Association and shall also obligate the tenant to comply therewith.
 - (x) Hunting, target shooting, and the use of fireworks are prohibited on the Property.
- (y) Four wheeling or other riding of all-terrain vehicles or motorcycles is prohibited on the Property; provided that the use of motorized vehicles like golf-carts and "Gators" is permitted incidental to land management.
- (z) Horseback riding is permitted only on the Lot owned by the rider, on other Lots with advance written permission, the Private Roads, and any Trails (if any).

- (aa) The planting or cultivation of plants classified as noxious or invasive in North Carolina is prohibited. In enforcing this provision, the Association (or Architectural Review Committee if reviewing landscaping plans) shall first make reference to any list of noxious weeds as may be maintained by the United States Department of Agriculture, and any list of invasive weeds as may be maintained by North Carolina State University. In the event these lists are not available, the Association may refer to a comparable list or lists in its reasonable discretion.
- (bb) Any Equine Animal brought into the Community shall have tested negative for Equine Infectious Anemia ("EIA") based on a Coggins test and other equine tests deemed reasonably necessary by the Association, and prior to bringing the Equine Animal into the Community, the Owner or other person shall provide proof of the negative test(s) to the Association. Owners shall have all their Equine Animals tested annually for EIA and other Equine Animal diseases as may be deemed reasonably necessary by the Association, and shall provide the test results to the Association. The Association may set the schedule for the testing. The owner of any Equine Animal that tests positive for EIA or other equine disease shall be treated in accordance with the instruction of the treating veterinarian in consideration of the other Equine Animals in the Community. Notwithstanding the veterinarian's direction, the Board shall have the right to require removal of any equine animal that has tested positive for EIA or other equine disease if the Board, in its reasonable discretion, finds that such infected Equine Animal poses a risk to other Equine Animals in the Community.
- (cc) Prior to the use of Common Areas (including Private Roads and Trails) by any visitor or other non-Owner Equine Animal rider, such visitor or other non-Owner must sign and deliver to a representative of the Association (as designated by the Board) a release of liability relieving Declarant and Cameron Ground Owners Association from any liability resulting from such riding or other use.
- 9.3. Prohibited Activities. Noxious, offensive or loud activities, or any activity that constitutes a nuisance shall not be carried on upon any portion of the Property, including, without limitation, violation of any use restrictions set out in above Section 9.2, keeping or storing any material, substance or thing that emits a foul or obnoxious odor or that will cause any noise or other condition that will or might disturb the peace, safety, or comfort of other Owners or Occupants. Each Owner shall refrain from any act or use which could reasonably cause embarrassment, discomfort, annoyance or nuisance to the neighborhood. No Owner or Occupant shall release or store any hazardous material or substance in violation of any environmental law. A persistent barking dog will be deemed a nuisance and the Association shall have the right to order the Owner to silence the dog or remove it.
- 9.4 <u>Applicability of Restrictions</u>. All Occupants and guests of each Owner and Occupant are subject to the restrictions set forth in this Article and the rules and regulations at any time adopted by the Board of Directors concerning the use and enjoyment of the Property, including the Common Areas, and each Owner shall cause the Occupants of its Lot and the Owner's guests to comply with such restrictions, rules and regulations.

- 9.5. <u>Governmental Regulations</u>. If any provision of a governmental code, regulation or restriction applicable to any Lot or Owner conflicts with this Declaration, the more restrictive provision shall apply.
- 9.6 <u>Setbacks</u>. All Lots shall be subject to setbacks or building envelopes, if any, as may be shown on any recorded subdivision map of the Property and which are shown thereon as specifically pertaining to and affecting the property. The Architectural Review Committee is hereby vested with the authority to establish building envelopes, and grant waivers or variances with respect to violations of such setbacks or building envelopes as are imposed hereby; provided, however, with respect to setbacks imposed by municipal authority, nothing herein shall relieve the requirement to comply therewith, such relief being available solely from the municipal authority imposing the same.
- 9.7 <u>Completion of Construction</u>. The exterior of each house or other Improvement shall be completed within eighteen (18) months of the commencement of construction, except where such completion is impossible or would result in great hardship to the Owner or builder due to strikes, fire, national emergencies or natural calamities. During construction, the Owner of a Lot shall require the contractor to maintain the Lot in a reasonably clean and uncluttered condition. The failure to complete the exterior of any house or any other structure within the time limits set forth herein shall be a violation and breach of these covenants.

ARTICLE X COMMON AREAS AND EASEMENTS

- Declaration of Easement over Trails. Declarant hereby declares for the use and benefit of itself, the Association and all Owners, a non-exclusive easement for the use and benefit of the Association and all Owners, over and across the Trails for the purpose of walking, jogging, cycling, and horseback riding, which easement shall be appurtenant to all Lots and run with the land. Declarant has the right but not the obligation to create and identify Trails from time to time by recording a plat or plats in the land records designating such Trails. Declarant expressly reserves the perpetual right to relocate Trails on Property owned by Declarant, or remove and withdraw Trails located on any Lot (including those not owned by Declarant), in either case by recording revised plats or, in the case of the removal and withdrawal of Trails, written instruments, at Declarant's sole discretion. The easement to use Trails that are relocated or removed and withdrawn by Declarant shall terminate automatically upon Declarant's recording of the plat or written instrument indicating the removal and withdrawal. The use of any motorized vehicles on the Trails is expressly prohibited; provided, however, that the Association and the Declarant may use motorized vehicles to maintain and repair the Trails. The Association shall have the express authority to limit or prohibit cycling on the Trails. Declarant shall have the right, but not the obligation, to maintain the Trails.
- 10.2 <u>Declaration of Easement over Private Roads</u>. Declarant hereby declares for the use and benefit of itself, the Association and all Owners a perpetual, non-exclusive easement over, on, through, across and under the Private Roads for (a) ingress, egress and regress of pedestrian and vehicular traffic to and from each Lot, and (b) the installation, repair and maintenance of utilities

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incidental to permitted Improvements. Said easement shall be appurtenant to all Lots and run with the land.

- 10.3. Owners' Easements of Enjoyment. Every Owner, Occupant and each guest of an Owner and Occupant shall have a right and easement of enjoyment in and to, and right of ingress and egress over, the Common Areas which shall be appurtenant to and shall pass with the title to the Property or portion thereof. The easements granted herein and Sections 10.1 and 10.2 are subject to the following rights of the Association to:
 - (a) dedicate or transfer all or any part of its interest in the Common Areas to any public agency, authority, or utility for such purposes and subject to such conditions as may be agreed to by the Members. No such dedication or transfer shall be effective unless an instrument agreeing to such dedication or transfer signed by those Members having at least eighty percent (80%) of the Total Association Vote has been recorded;
 - (b) formulate, publish, impose and enforce rules, regulations and restrictions relating to the use and enjoyment of the Common Areas, including, without limitation, limitations on the number of guests of Owners and Occupants who may use the Common Areas and restrictions on the times that certain facilities located in Common Areas may be used; and
 - (c) suspend the right of an Owner to use the recreational facilities (not including the Private Roads) available for use by the Community for any period during which any Assessment against such Owner's Lot remains unpaid or for a reasonable period of time for an infraction of the Declaration, Bylaws or the Association's rules and regulations.
- 10.4. <u>Utilities Easements</u>. Declarant reserves an easement for, and the right at any time in the future to grant a right-of-way and easement for, the purpose of drainage and underground or above ground installation, repair and maintenance of poles, lines, conduits, pipes and other equipment necessary to or useful in furnishing electric power, gas, sewer, telephone service, cable services, storm water drainage (including, without limitation, general flowage easements for storm water drainage) and any other utilities over, under and through all portions of the Property; provided, however, that Declarant shall have no right to grant any such easement upon any portion of the Property on which a building is located or is to be constructed if the plans for such building were approved by the Architectural Review Committee in accordance with this Declaration. These easements and rights expressly include the right to cut any trees, bushes or shrubbery, make any grading of the soil, or take any other similar action reasonably necessary to provide economical and safe utility installation and to maintain reasonable standards of health, safety and appearance. This reservation shall not create any obligation on the part of the Declarant or the Association to provide or maintain any utility or service.
- 10.5 <u>Easement for Maintenance</u>. Declarant hereby expressly reserves and establishes a perpetual easement for the benefit of Declarant and the Association across such portions of the Property, as determined in the sole discretion of Declarant and the Association, as are necessary to allow for the maintenance required by this Declaration. Such maintenance shall be performed with a minimum of interference to the quiet enjoyment of Owners.

- 10.6. <u>Delegation of Use</u>. Any Owner may delegate, in accordance with the Bylaws, his rights of use and enjoyment in and to the Common Areas, to the members of his family, his lawful tenants, or contract purchasers who reside on such Owner's Lot and, to his guests, invitees and licensees.
- 10.7 <u>Title to Common Area</u>. Declarant may elect to convey by deed to the Association fee simple title to Common Areas, free of all encumbrances and liens except easements, covenants, restrictions and other matters of record, taxes for the year of conveyance, zoning and building laws, ordinances and regulations, matters of survey, and the Association shall accept such deed.
- 10.8. <u>Sign Easement</u>. Declarant hereby declares for the use and benefit of itself, the Association and all Owners a perpetual, non-exclusive easement over, on, through, across and the Sign Easement for the purpose of allowing Declarant and the Association to install, maintain, repair and replace entry feature signage for the Community. Said easement shall be appurtenant to all Lots and run with the land.
- 10.9 <u>Gate Easement</u>. Declarant hereby declares for the use and benefit of itself, the Association and all Owners a perpetual, non-exclusive easement over, on, through, across and the Gate Easement for the purpose of allowing Declarant and the Association to install, maintain, repair and replace access control gate(s) across the Private Road(s) near the public road. Said easement shall be appurtenant to all Lots and run with the land.

ARTICLE XI GENERAL PROVISIONS

11.1. Enforcement.

If any Owner violates this Declaration, the Bylaws or the rules and regulations of (a) the Association, the Association, after giving notice an opportunity to be heard as hereinafter set forth, may impose fines or suspend privileges for reasonable periods for such violations. Prior to any such imposition of fines or suspensions, a hearing shall be held before the Board or an adjudicating panel appointed by the Board to determine if the Owners should be fined or privileges should be suspended. Any adjudicating panel appointed by the Board shall be composed of Members who are not officers of the Association or members of the Board. The Owners shall be given notice of the charge, opportunity to be heard and to present evidence, and notice of the decision. If it is decided that a fine should be imposed, a fine not to exceed \$100 may be imposed for the violation, and without further hearing, for each day more than five (5) days after the decision that the violation occurs. Such fine shall be an assessment secured by the liens under N.C.G.S. §47-3-116. If it is decided that a suspension of privileges or services should be imposed, the suspension may be continued without further hearing until the violation or delinquency is cured. The Owner may appeal the decision of an adjudicating panel to the full Board by delivering written notice of appeal to the Board within fifteen (15) days after the date of the decision. The Board may affirm, vacate or modify the prior decision of the adjudicating body.

- (b) Notwithstanding the foregoing, the Association shall not suspend any Owner's right to use a Private Road.
- (c) The Association, Declarant or any Owner shall also have the right to enforce, by any proceeding at law or in equity, all restrictions, conditions, covenants, reservations, liens and charges now or hereafter imposed by the provisions of this Declaration, the Bylaws or the rules and regulations of the Association. Failure by the Association, Declarant or any Owner to enforce any covenant or restriction herein contained shall not be deemed a waiver of the right to do so thereafter.
- agent is permitted by this Declaration to correct, repair, enhance, improve, clear, preserve, remove or take any action on any portion of the Property and whenever it is stated in this Declaration that the cost of such action (the "Cost of Corrective Action") shall be paid by the Owner of the Property and the Owner fails to reimburse the Association for the Costs of Corrective Action within thirty (30) days after receipt of a statement for the work performed by the Association, then the Cost of Corrective Action (together with such interest thereon at the maximum annual rate permitted by law and cost of collection therefore, including reasonable attorney's fees) shall be (a) the personal obligation of the Owner at the time when such Cost of Corrective Action became due and payable and (b) a charge and continuing lien against all portions of the Property owned by said Owner, its heirs, successors and assigns, which is subject to the provisions of this Declaration. Such lien shall have the same attributes as the lien for Regular Assessments as set forth in Section 4.10 of this Declaration and N.C.G.S. § 47F-3-116(e) and N.C.G.S. § 47F-3-116(e1), and the Association shall have the identical rights, remedies and powers established therein, including, but not limited to, the right of foreclosure.
- 11.3 <u>Severability</u>. Invalidation of any provision of this Declaration by judgment or court order shall in no way affect any other provisions, which shall remain in full and effect.
- 11.4. Amendment of Declaration. The Declarant reserves the right to amend this Declaration unilaterally without the joinder or approval of the Association or any Owner as may be necessary to exercise any of its rights reserved hereunder, conform this Declaration to the requirements of the Act, any municipal development regulation, or any regulation or guideline of any government or governmental agency regulating mortgages. Except for amendments by the Declarant as authorized by the Act or hereunder, this Declaration may be amended by the affirmative vote of, or by an instrument signed by, those Members having at least sixty-seven percent (67%) of the Total Association Vote. The amendment shall be effective upon its recording in the Durham County Registry. Notwithstanding anything herein to the contrary, no amendment of this Declaration during the Period of Declarant Control shall be valid without the consent and joinder of Declarant.
- 11.5. <u>Declarant's Rights</u>. During the Period of Declarant Control Declarant shall have the authority and the power to exercise any of those special declarant rights enumerated in N.C.G.S. § 47F-1-103(28) in addition to those other rights specifically reserved by and for Declarant in this Declaration.

ARTICLE XII RIGHT OF FIRST REFUSAL

Declarant reserves a right of first refusal in favor of Declarant over the Lots in accordance with this Article XII.

In the event any Owner receives a bona fide, arm's length offer for all or part of his Lot which he intends to accept that is for a purchase price that is seventy five percent (75%) or less than the original purchase price of the Lot as sold by Declarant (the "Proposed Offer"), such Owner shall deliver to Declarant a complete copy of said offer whereupon Declarant shall have five (5) days from the date of receipt of the Proposed Offer to indicate in writing to the Owner that Declarant will purchase the portion of the Lot covered under the Proposed Offer under the same terms and conditions as said Proposed Offer.

If Declarant fails to respond in writing to the Owner within five (5) days of its receipt of a complete copy of the Proposed Offer, Declarant's rights with respect to that Proposed Offer shall be deemed to expire. Provided, however, in the event such Proposed Offer is amended or altered in any fashion whatsoever (the "Amended Proposed Offer"), Declarant's rights shall continue to exist with regard to the Amended Proposed Offer.

If Declarant declines a Proposed Offer and the Proposed Offer is accepted by Owner, but not closed, Declarant's rights of first refusal shall remain as to the entirety of the Lot.

With respect to each Lot, Declarant's right of first refusal under this Article XII shall expire on that date which is the earlier of (i) seven (7) years from the date of recording of the deed for the Lot from Declarant to the first Owner other than Declarant, or (ii) upon the recording by Declarant of an instrument waiving all rights of first refusal as to that Lot (or Lots).

Proposed Offer (or Owner has shown satisfactory proof to Declarant that this right of first refusal does not apply), then upon request by an Owner, Declarant will execute and deliver in recordable form to such Owner a waiver of its rights of first refusal as to the Owner's Lot specific to the transaction contemplated by the Proposed Offer. Preparation and recording of the waiver instrument shall be at the cost of Owner. Such a waiver shall not terminate Declarant's right of first refusal to the Lot as to offers on the Lot.

Notwithstanding anything herein to the contrary, the right of first refusal reserved in this Article XII shall not apply to sales (i) having a purchase price exceeding seventy five percent (75%) of the original purchase price of the Lot when conveyed out by Declarant; or (ii) by mortgagees under first lien security instruments; specifically, this right of first refusal shall not impair such first mortgagee's ability to foreclose, to take title to the Lot pursuant to remedies in the security instrument, to accept a deed in lieu of foreclosure, or to sell a Lot acquired by a first mortgagee or its assignee.

All notices, requests and other communications under this Article XII shall be in writing and shall be deemed to have been duly given if hand delivered, sent by nationally recognized

KC: 356386v3

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overnight courier, or mailed first class, postage prepaid by certified mail, return receipt requested, addressed to latest known address for the addressee. On the date of recording of this Declaration, the Declarant's address is 2020 W. Main St., Ste. 300, Durham, North Carolina 27705. All notices, requests and communications shall be deemed received on the earlier of the date of acknowledgment or other evidence of actual receipt or, if rejected, the date of such rejection. Any time periods for performance hereunder that shall end on a Saturday, Sunday or legal holiday shall extend to 5:00 pm on the next business day.

[Signature page follows.]

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IN WITNESS WHEREOF, Declarant has caused this instrument to be executed as of the day and year first above written.

Declarant:
Cameron Organd, LLC
By:]/W
James Terry Sanford, Jr., Manager
STATE OF NORTH CAROLINA
COUNTY OF Whan

I certify that the following person personally appeared before me this day, acknowledging to me that he or she signed the foregoing document: <u>James Terry Sanford</u>, <u>Jr</u>.

Date: 4/27/18	<i>#</i>
	Notary Public
	Print Name: William A. Andler San III
[Official Seal]	My commission expires: $\frac{2/2/19}{}$

WERSON WARREN

LOT OWNER CONSENT

The Lot Owners below join this Declaration as evidence of their consent to the recording of this Declaration.

Sign Name: Print Name: Virginia Knight Sanford Lot Number: New Lot A4-Rev Plat Reference: Plat Book 198, Page 379, Durham County Registry				
Sign Name: Print Name: Jay Colton Zignego Lot Number: New Lot A4-Rev Plat Reference: Plat Book 198, Page 379, Durham County Registry				
STATE OF NORTH CAROLINA COUNTY OF DUCKAM				
I certify that the following person personally appeared before me this day, acknowledging to me that he or she signed the foregoing document: Virginia Cricht Santa and (name of person in blank)				
Date: 5/1/18 MA ANDERO Notary Public				
Date: 5/1/8 A ANDER OF Print Name: 1/1/2 My Commission expires: 1/2/19				
STATE OF NORTH CAROLINA COUNTY OF Durliam				
I certify that the following person personally appeared before me this day, acknowledging to me that he or she signed the foregoing document: Jay Lolton Tignego				
Date: 4/30/18 Notary Public				
[Official Seal] Notary Public Notary Public Print Name William A. Anderson III My commission expires: 2/2/19				

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Sign Name: Print Name: Exic W Noble Lot Number: Lot A1 Plat Reference: Plat Book 188, Pages 109 a Sign Name: Laurie K. Noble Lot Number: Lot A1	nd 111, Durham County Registry		
Plat Reference: Plat Book 188, Pages 109 a	nd 111, Durham County Registry		
STATE OF NORTH CAROLINA COUNTY OF CO	appeared before me this day, acknowledging to me		
that he of she sighed the foregoing documen	(name of person in blank)		
Date: 425/2018	Print Name: BIANCA ZelayA		
[Official-Seal] 11-03-2018	My commission expires: 11/03/2018		
TE COLICIO COM	t ·		
STATE DE NORTH CAROLINA COUNTY OF			
I certify that the following person personally appeared before me this day, acknowledging to me that he or she signed the foregoing document:			
Date: 4/25/2018	Notary Public		
[Official Seal] Comm. Exp. 11-03-2018	Print Name: BIANCA ZelayA My commission expires: \\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\		

EXHIBIT A Legal Description of Property

Lying to the east of Stagville Road in Lebanon Township, Durham County, North Carolina, and BEING all of the following lots shown on the plat of the Cameron Ground subdivision recorded in Plat Book 190, Pages 43, 45, and 47, Durham County Registry:

Lot A1 containing 11.17 acres (also being shown on the plat recorded in Plat Book 188, Pages 109 and 111, Durham County Registry);

Lot A2 containing 12.33 acres;

Lot A5 containing 11.14 acres;

Lot A6 containing 11.72 acres;

Lot B1 containing 12.03 acres;

Lot B2 containing 10.49 acres;

Lot B3 containing 12.87 acres; and

Lot B4 containing 14.82 acres.

Lying to the east of Stagville Road in Lebanon Township, Durham County, North Carolina, and BEING all of the following lots shown on the plat of the Cameron Ground subdivision recorded in Plat Book 198, Pages 379, Durham County Registry:

New Lot A3-Rev containing 11.84 acres;

New Lot A4-Rev containing 10.73 acres;