

BYLAWS
OF
LAKE LUCINDA COMMUNITY CLUB

ARTICLE I. MEMBERSHIP

Section 1. Membership. There shall be one membership in this corporation for each residential lot in the Lake Lucinda development. Each membership shall be appurtenant to one such lot and the rights and obligations of each membership shall be vested in the owner of and transfer with the title of the lot to which the membership is appurtenant. No membership shall be severed from the lot to which it is appurtenant nor shall it be transferred or assigned voluntarily or by operation of law except in conjunction with the transfer of title to such lot. Each membership shall stand in the name of names of the owners of the lot to which it is appurtenant as shown by public records, except in the case of sale of a lot under a real estate contract. A purchaser of record of a lot shall be entitled to membership until the vendee's interest is terminated or forfeited of record, and in the case of an unrecorded real estate contract, the seller's notice to this corporation of the sale or of the forfeiture of the purchaser's interest shall be deemed record notice and the corporation shall be bound by such notice given by the owner of record.

Section 2. Rights. Each membership shall entitle the persons owning or residing on the lot to which the membership is appurtenant and their immediate families to all of the rights and privileges of membership unless suspended as herein provided. In the event that a corporation or partnership shall be the owner of a lot, then it shall have the right to name the persons, not to exceed one family for each lot it owns, who shall be entitled to the rights and privileges of membership.

Section 3. Suspension of Privileges. By unanimous vote of the Directors of the corporation present at a meeting called for the purpose of suspending rights and privileges of membership, any person or persons entitled to rights and privileges of membership may be suspended therefrom (a) for non-payment of dues, assessments or charges until such time as the same are fully paid of (b) for failure to comply with the rules and regulations of the corporation until such time as the Directors deem advisable, not to exceed one year. A suspension for failure to comply with rules and regulations may be appealed to the next meeting of membership which may overrule or modify the decision of the Directors by vote of 80% of the membership present. No such suspension shall relieve or discharge any obligation to pay dues, assessments or charges to the corporation. No person's rights and privileges shall be suspended without giving such person notice of such proposed action except in the case of non-payment of dues, assessments or charges.

Section 4. Voting. Each membership shall have one vote on all matters before a meeting of members except that if the persons entitled to the rights and privileges of a membership have been suspended therefrom, the membership shall have no right of vote until the suspension is terminated. A person, firm or corporation shall own one or more memberships depending upon the number of lots owned by the person, firm or corporation and shall have one vote for each such membership. The vote of the membership shall be exercised by the owners in a person designated by them in writing before the meeting. Votes may be cast in person or by proxy filed with the corporate secretary. Corporate owners shall exercise their votes by their officers present or by a person designated by the corporate president in writing prior to the meeting.

Section 5. Annual Meeting. An annual meeting of the membership shall be held no later than the last Saturday in the month of July, at a time to be determined by the Board, for the purpose of electing directors and for the transaction or such other business as may come before the meeting. If the election of directors shall not be held on the day designated herein for any annual meeting of the membership or at any adjournment thereof, the Board of Directors shall cause the election to be held at a special meeting of the membership as soon thereafter as conveniently may be.

Section 6. Special Meetings. Special meetings of the membership for any purpose or purposes unless otherwise prescribed by statute, may be called by the President or by the Board of Directors, and shall be called by the Secretary at the written request of any director or not less than 25 membership of the corporation entitled to vote at the meeting.

Section 7. Place of Meeting. The annual meeting and special meetings of the members shall be held at such place within the State of Washington convenient to the Lake Lucinda development as the Board of Directors may from time to time designate. If no designation is made for any annual or special meeting of the membership, the place of meeting shall be the registered office of the corporation.

Section 8. Notice of Meetings. Written or printed notice stating the place, day and hour of a meeting of the membership and, in case of a special meeting of the membership, the purpose of purposes for which the meeting is called shall be given to each membership at least ten days and not more than thirty-five days before the meeting, either personally or by mail, by the Secretary or by the person or persons authorized to call membership meetings. If written notice is placed in the United States mail, postage prepaid, addressed to the persons holding a membership at their address as it appears on the records of the corporation, notice shall be deemed to have been given that membership.

Section 9. Quorum. Ten percent of the memberships of the corporation, represented in person or by proxy, shall constitute a quorum at the meeting of the memberships. The memberships present at a duly organized meeting may continue to

transact business until adjournment notwithstanding the withdrawal of enough memberships to leave less than a quorum. If less than a quorum of the memberships attend a meeting, a majority of those present may adjourn the meeting to such time and place as they may determine, without further notice, except that any meeting at which Directors are to be elected shall be adjourned only from day to day until such Directors have been elected. At the adjourned meeting at which a quorum shall be present or represented, any business may be transacted which might have been transacted at the meeting as originally notified, and in the case of any adjourned meeting called for the election of Directors, those who attend the second of the adjourned meetings, although less than a quorum, shall nevertheless constitute a quorum for the purpose of electing Directors.

Section 10. Certificates. There shall be no shares of stock of this corporation. The Directors may adopt a form of certificate to evidence membership in this corporation. Although such membership is appurtenant to ownership of a lot, the corporation shall not be liable to ascertain lot ownerships until the Secretary has received written notice of a change in ownership. The Directors may establish a fee to reimburse the corporation for the expense of transferring memberships in the corporate records.

ARTICLE II. Dues and Charges

Section 1. Initiation Fee. There shall be no initiation fee for membership.

Section 2. Budget. The Directors shall prepare and submit to the annual meeting of membership each year, a proposed budget for the corporation for the fiscal year next commencing after the annual meeting. Such budget may be changed by vote of two-thirds of the membership present at the meeting. The Directors may not expend more than the total amount of expenditures shown on the budget but shall not be obligated to any allocation of funds provided in the budget; provided, however, if the Directors unanimously determine that a bona fide emergency exists, they may make additional expenditures as they deem necessary to meet such emergencies irrespective of the budget. The budget shall provide for the operational expenses of the corporation's facilities and maintenance and capital expenditures, with a reasonable contingency reserve. A copy of the prepared budget shall accompany the notice of the annual meeting.

Section . Charges and Assessments. The Directors may adopt such charges as they deem advisable for the use and enjoyment of the facilities and services provided by the corporation. Such charges shall be applicable on a uniform basis to all persons entitled to rights and privileges of membership. Each fiscal year the trustees shall establish an assessment against each membership in amount sufficient to cover budgeted expenditures less the amount anticipated to be received as charges for use and enjoyment of facilities and services. Each membership shall pay assessments within

60 days after the corporation renders a statement therefor; otherwise the membership shall be delinquent. Assessments shall be payable monthly, quarterly or annually as the Directors deem advisable. The Directors may contract that in lieu of payment of assessments, services and goods may be provided by persons otherwise liable for the assessments. Assessments shall be uniformly equal among the memberships.

Section 4. Limitations. No assessment against a membership may be made by the Directors in excess of \$50 in any fiscal year unless two-thirds of the membership present at a meeting of membership called for that purpose shall have affirmatively approved such excess assessment.

Section 5. Liability for Assessments. The owners of the membership shall be personally liable for the payment of assessments and charges, interest at the rate of 12% per annum in delinquent assessments and costs of collection including a reasonable attorney's fee of delinquent assessments. No person who owns a membership may abandon, relinquish, surrender his membership and thereby discharge any liability for assessments. Delinquent assessments and charges shall constitute a lien upon the lot to which the membership is appurtenant as provided for in the covenants to which the lot is subject.

ARTICLE III. Facilities and Services

Section 1. Use of Facilities and Services. Each person entitled to the rights and privileges of membership shall have the right to use the facilities and services provided by the corporation as long as the membership under which such persons derive their rights and privileges is not delinquent in payment of assessments, the charges due incident thereto have been paid and such rights and privileges have not been suspended as herein provided.

Section 2. Rules and Regulations. The Directors may adopt such rules and regulations for the use of the corporation facilities and services as the Directors deem advisable from time to time.

ARTICLE IV. Board of Directors

Section 1. General powers. The business and affairs of the corporation shall be managed by its Board of Directors.

Section 2. Number, Tenure and Qualifications. There shall be five Directors of this corporation. The election of Directors shall be held annually and those elected shall serve a two year term. No decrease in number shall have the effect of shortening the term of an incumbent Director. Directors need not be residents of the State of Washington or entitled to rights and privileges of membership.

Section 3. Regular Meetings. A regular meeting of the Board of Directors shall be held without other notice than this bylaw, immediately after and at the same place as the annual meeting of shareholders. The Board of Directors may provided by resolution the time and place, either within or without the State of Washington as the place for holding any special meeting called by them.

Section 4. Notice. Written notice of special meetings of the Board of Directors shall be given at least three days prior to the date set for such meeting by the person authorized to call such meeting or the Secretary of the corporation, either by personal delivery to each Director or by mail addressed to the business address of each Director or by telegram. If mailed, the notice shall be deemed to be given when deposited in the United States mail, postage prepaid, so addressed to the Director. If noticed is given by telegram, the notice shall be deemed given when the telegram is delivered to the telegraph company for transmission. If no place for such meeting is designated in the notice thereof, the meeting shall be held at the registered office of the corporation. Any Director may waive notice of any meeting at any time.

Section 5. Quorum. A majority of the number of Directors fixed by these shall constitute a quorum for the transaction of any business at any meeting of Directors. If less than such majority shall attend a meeting, a majority of the Directors present may adjourn the meeting from time to time without further notice, and a quorum present at such adjourned meeting may transact business.

Section 6. Manner of Acting. The act of the majority of the Directors present at a meeting or adjourned meeting at which a quorum is present shall be the act of the Board of Directors.

Section 7. Removal. At a special meeting of the membership called for that purpose, the entire Board of Directors may be removed from office, with or without cause, by a vote of the holders of two-thirds of the memberships entitled to vote at an election of Directors. If the Board of Directors or any one or more Directors is so removed, new Directors may be elected at this same meeting.

Section 8. Vacancies. Any vacancy occurring in the Board of Directors may be filled by the affirmative vote of a majority of the remaining Directors though less than a quorum of the Board of Directors. A Director elected to fill a vacancy shall be elected for the unexpired term of his predecessor in office. Any directorship to be filled by reason of an increase in the number of Directors shall be filled by the Board of Directors for a term of office continuing only until the next election of Directors by membership.

Section 9. Compensation. By resolution of the Board of Directors, and subject to membership approval, the Directors may be paid their expenses, if any, of attendance at each meeting of the Board of Directors, and may be paid a fixed sum for attendance at each meeting of the Board of Directors or a stated salary as Director. No such payment

shall preclude any Director from serving the corporation in any other capacity and receiving compensation therefor.

Section 10. Presumption of Assent. A Director of the corporation who is present at a meeting of the Board of Directors at which action on any corporate matter is taken shall be presumed to have assented to the action taken unless his dissent shall be entered in the minutes of the meeting or unless he shall file his written dissent to such action with the person acting as Secretary of the meeting before the adjournment thereof or shall forward such dissent by registered mail to the Secretary of the corporation immediately after the adjournment of the meeting. Such right to dissent shall not apply to a Director who voted in favor of such action.

ARTICLE V. Officers

Section 1. Number. The officers of the corporation shall be a President, a Vice-President, a Secretary and a Treasurer, each of whom shall be elected by the Board of Directors. Such officers and assistant officers, as may be deemed necessary or appropriate may be elected or appointed by the Board of Directors. Any two or more offices may be held by the same person except the offices of President and Secretary.

Section 2. Election and Term of Office. The officers of the corporation to be elected by the Board of Directors shall serve at the pleasure of the Board. Each officer shall hold office until his successor shall have been duly elected and qualified or until his death or until he shall resign or shall be removed in the manner hereinafter provided.

Section 3. Removal. Any officer or agent elected or appointed by the Board of Directors may be removed by the Board of Directors whenever in its judgment the best interests of the corporation would be served thereby, but such removal shall be without prejudice to the contract rights, if any, of the person so removed. Election or appointment of an officer or agent shall not of itself create contract rights.

Section 4. Vacancies. A vacancy in any office because of death, resignation, disqualification or otherwise, may be filled by the Board of Directors.

Section 5. President. The President shall be the principal executive officer of the corporation, and subject to the control of the Board of Directors, shall in general supervise and control all of the business and affairs of the corporation. When present he shall preside at all meetings of the membership and in the absence of the Chairman of the Board, or if there be none, at all meetings of the Board of Directors. With the Secretary or any other proper officer of the corporation thereunto authorized by the Board of Directors, he may sign membership certificates of the corporation, any deeds, mortgages, bonds, contracts, or other instruments which the Board of Directors has authorized to be executed, except in cases where the signing and execution thereof shall be expressly delegated by the Board of Directors or by these bylaws to some other officer or agent of the corporation or shall be required by law to be otherwise signed or

executed. In general, he shall perform all duties incident to the office of President and such other duties as may be prescribed by resolution of the Board of Directors from time to time.

Section 6. The Vice Presidents. In the absence of the President or in the event of his death, inability or refusal to act, the Vice President, or in the event there shall be more than one Vice President, the Vice Presidents in the order designated at the time of their election, or in the absence of any designation then in the order of their election, if any, shall perform the duties of the President. When so acting the Vice President shall have all the powers of and be subject to all the restrictions upon the President and shall perform such other duties as from time to time may be assigned to him by resolution of the Board of Directors.

Section 7. The Secretary. The Secretary shall keep the minutes of meetings of membership and Directors in one or more books provided for that purpose, see that all notices are duly given in accordance with the provisions of these Bylaws or as required by law, be custodian of the corporate records and of the seal of the corporation and see that the seal of the corporation is affixed to all documents, the execution of which on behalf of the corporation under its seal is duly authorized, keep a register of the post office address of each person entitled to membership, and the lot to which each membership is appurtenant, sign with the President, or a Vice President, membership certificates of the corporation, the issuance of which shall have been authorized by resolution of the Board of Directors, have general charge of the membership's records of the corporation, and in general perform all duties as from time to time may be assigned to him by resolution of the Board of Directors.

Section 8. The Treasurer. If required by the Board of Directors, the Treasurer shall give a bond for the faithful discharge of his duties, in such sum and with sure surety or sureties as the Board of Directors shall determine. He shall have charge and custody of and be responsible for all funds and securities of the corporation, receive and give receipts for moneys due and payable to the corporation from any source whatsoever, deposit all such moneys in the name of the corporation in the banks, trust companies or other depositories as shall be selected in accordance with the provisions of these Bylaws, and in general perform all of the duties as from time to time may be assigned to him by resolution of the Board of Directors.

Section 9. Salaries. The salaries, if any, of the officers shall be fixed from time to time by the Board of Directors. No officer shall be prevented from receiving a salary by reason of the fact that he is also a Director of the corporation.

ARTICLE VI. Contracts, Loans, Checks, Deposits

Section 1. Contracts. The Board of Directors may authorize any officer or officers, agent or agents, to enter into any contract or execute and deliver any

instrument in the name of and on behalf of the corporation, and that authority may be general or confined to specific instances. A Director or officer of the corporation shall not be disqualified by his office from dealing or contracting with the corporation either as a vendor, purchaser, creditor, debtor, or otherwise. The fact that any Director or officer, or any firm of which any Director of the corporation is entitled to membership rights or is an officer or Director, is in any way interested in any transaction or contract shall not make the transaction or contract void or voidable, or require the Director or officer of the corporation to account to the corporation for any profits therefrom, if the transaction or contract is or shall be authorized, ratified or approved by (a) vote of a majority of a quorum of the Board of Directors excluding the interested Director or (b) a general resolution approving the acts of the Directors and officers adopted at a membership meeting by vote of a majority of the membership present at the meeting.

Section 2. Loans. No loans shall be contracted on behalf of the corporation and no evidences of indebtedness shall be issued in its name unless authorized by a resolution of the Board of Directors. That authority may be general or confined to specific instances. No loans shall be made by the corporation to its officers or Directors.

Section 3. Checks, Drafts, Etc. All checks, drafts, or other orders for the payment of money, notes or other evidences of indebtedness issued in the name of the corporation shall be signed by the officer or officers, agent or agents of the corporation and in the manner as shall from time to time be determined by resolution of the Board of Directors.

Section 4. Deposits. All funds of the corporation not otherwise employed shall be deposited from time to time to the credit of the corporation in the banks, trust companies or other depositories as the Board of Directors may select.

ARTICLE VII. Seal

The Board of Directors may provide a corporate seal which shall be circular in form and shall have inscribed thereon the name of the corporation and the State of incorporation and the words "Corporate Seal."

ARTICLE VIII. Waiver of Notice

Whenever any notice is required to be given to any shareholder or Director of the corporation under the provisions of these Bylaws, the Articles of Incorporation or law, a waiver thereof in writing, signed by the person or persons entitled to notice, whether before or after the time stated therein, shall be deemed equivalent to the giving of notice.

ARTICLE IX. Amendments

These Bylaws may be altered, amended, or repealed and new Bylaws may be adopted by the affirmative vote of two-thirds of the membership present at any meeting called for the purpose of amending the Bylaws. No amendment, change or new Bylaw shall be considered by a membership meeting until the Directors have considered the proposed amendment, change or new Bylaw and have prepared a recommendation with respect to such amendment, change or new Bylaw and a copy of thereof and the recommendation of the Directors has been mailed to each membership entitled to vote.

Adoption of Bylaws

The Board of Directors of the Lake Lucinda Community Club adopts these Bylaws as approved by the general membership on July 28, 2012.



Ron Baldwin, President and Board Member



Carrie Johnson, Vice-President and Board Member



Suzanne Coit, Treasurer and Board Member



Renee Martens, Secretary



Steve Johnson, Board Member



Arlene Williams, Board Member