

BYLAWS

OF

DESERT OFFICE GARDEN SUITES UNIT OWNERS' ASSOCIATION, a Texas non-profit corporation

ARTICLE 1 **INTRODUCTION**

1.1 **Purpose of Bylaws.** These Bylaws provide for the governance of the condominium known as The DESERT OFFICE GARDEN SUITES, located in El Paso County, Texas, subject to and more fully described in the Declaration, recorded on June 7, 2005, in Document No. 20050050004, Real Property Records of El Paso County, Texas (the "Declaration").

1.2 **Parties to Bylaws.** All present or future unit owners and all other persons who use or occupy the DESERT OFFICE GARDEN SUITES (the "Condominium") in any manner are subject to these Bylaws and the other governing documents as defined below. The mere acquisition or occupancy of a Unit will signify that these Bylaws are accepted, ratified, and will be strictly followed.

1.3 **Definitions.** Capitalized terms defined in the Declaration shall have the same meanings when used in these Bylaws. Unless defined otherwise in the Declaration or in these Bylaws, words and phrases defined in Section 82.003 of the Texas Uniform Condominium Act ("TUCA") shall have the same meaning when used in these Bylaws. The following words and phrases shall have specified meanings when used in these Bylaws:

(a) "Director" means a director of the Association.

(b) "Governing Documents" means, collectively, the Declaration, these Bylaws, the Articles of Incorporation of the Association (the "Articles"), and the Rules and Regulations of the Association (the "Rules"), as any of these may be amended from time to time.

(c) "Majority" means more than fifty percent (50%) in votes not in number with respect to the Members and more than fifty percent (50%) with respect to the Directors.

(d) "Member" means a member of the Association, each member being a Unit Owner, unless the context indicates that Member means a member of the board of directors (the "Board") or a member of a committee of the Association. If more than one (1) person owns a Unit, all such persons shall be deemed to be a single Member for purposes of voting under these Bylaws and a unanimous decision by all such common Owners of a Unit shall be required to constitute a vote of such "Member." Multiple Owners shall be deemed to be in unanimous consent if one of such multiple Owners casts the vote allocated to such Unit, and none of the other Owners makes prompt protest to the person presiding over such meeting, prior to the adjournment of such meeting.

(e) "Officer" means an officer of the Association. "President," "Secretary," "Treasurer," and "Vice-President" mean, respectively, the President, Secretary, and treasurer of the Association.

(f) "Occupant" means the occupant of a Unit, whether or not such occupant is a Unit Owner.

1.4 **Non-Profit Purpose.** The Association is not organized for profit.

1.5 **Compensation.** No Director, Officer, Member, or Occupant shall be entitled to receive any pecuniary profit from the operation of the Association, and no funds or assets of the Association may be paid as a salary or as compensation to, or be distributed to, or inure to the benefit of a Director, Officer, Member, or Occupant; provided, however:

(a) that reasonable compensation may be paid to a Director, Officer, Member, or Occupant for services rendered to the Association;

(b) that a Director, Officer, Member, or Occupancy may, from time to time, be reimbursed for his actual and reasonable expenses incurred on behalf of the Association in connection with the administration of the affairs of the Association, provided such expense has been requested to be reimbursed and has been approved by the Board prior to the time when such expenses are incurred; and

(c) that this provision does not apply to distributions to Unit Owners permitted or required by the Declaration or TUCA.

1.6 **General Powers And Duties.** The Association, acting through the Board, shall have the powers and duties necessary for the administration of the affairs of the Association and for the operation and maintenance of the Condominium as may be required or permitted by the Governing Documents and State law. The Association may do any and all things that are lawful and which are necessary, proper, or desirable in operating for the best interests of its Members as its Members shall so direct the Board and membership to do by voting as herein provided, subject only to the limitations upon the exercise of such powers as are expressly set forth in the Governing Documents.

ARTICLE 2

BOARD OF DIRECTORS

2.1 **Number and Term of Office.** The Board shall consist of three (3) persons. Upon election, each Director shall serve a term of three (3) years, subject to the terms set forth below. A Director takes office upon the adjournment of the meeting or balloting at which he is elected or appointed and, absent death, ineligibility, resignation, or removal, will hold office until his successor is elected or appointed. **The number of Directors may be changed by amendment of these Bylaws, but shall not be less than three (3), the number of Directors must be an odd number, and no such reduction may reduce the term of office of any existing Director.**

(a) **Classes of Directors.** The Directors named in the Articles shall hold office until the first annual meeting of the Members and until their respective successors are elected and qualified. At the first annual meeting of the Members, three (3) Directors shall be elected, who will be divided into three (3) classes consisting of one (1) Director each. The Director in the first class shall hold office until the first annual meeting of Members after such Director's election, and until such Director's successor shall have been elected and qualified. The Director in the second class shall hold office until the second annual meeting of the Members after such Director's election, and until such Director's successor shall have been elected and qualified. The Director in the third class shall hold office until the third annual

meeting of the Members after such Director's election, and until such Director's successor shall have been elected and qualified. At each annual meeting of the Members thereafter, Directors shall be elected for the class whose term of office expires at that meeting, and such Directors shall hold office until the third annual meeting after such Director's election and until such Director's successor shall have been elected and qualified.

2.2 **Qualification.** No person shall be eligible for election or appointment to the Board unless such person is a Member or an Occupant. A Majority of the Directors must be Members

QUALIFICATION PROVISIONS:

(a) **Entity Member.** If a Unit is owned by a legal entity, such as a partnership or corporation, any officer, partner, or employee of that entity Member shall be eligible to serve as a Director and shall be deemed to be a Member for the purposes of this section. If the relationship between the entity Member and the Director representing it terminates, that directorship shall be deemed vacant.

(b) **Co-Owners.** Co-owners of a single Unit may not serve on the Board at the same time. Co-owners of more than one (1) Unit may serve on the Board at the same time, provided the number of co-owners serving at one (1) time does not exceed the number of Units they co-own.

(c) **Delinquency.** No Member may be elected or appointed as a Director if any assessment against the Member or his Unit is delinquent at the time of election or appointment. No Member may continue to serve as a Director if any assessment against the Member or his Unit is more than ninety (90) days delinquent.

(d) **Non-Owner Occupants.** Any Director, who is not a Member, but who is in possession of a Unit pursuant to a valid lease with the respective Owner of such Unit shall not be eligible to serve on the Board upon termination of such lease and/or the right to possession, and such directorship shall be deemed vacant.

2.3 **Election.** After the expiration of the Declarant Control Period, Directors shall be elected by the Members. The election of Directors shall be conducted at the annual meeting of the Association, at any special meeting called for that purpose, or by mail, facsimile transmission, or a combination of mail and facsimile transmission.

2.4 **Vacancies.** Vacancies on the Board caused by any reason, except the removal of a Director by a vote of the Association, shall be filled by a vote of the Majority of the remaining Directors, even though less than a quorum, at any meeting of the Board. Each Director so elected shall serve out the remaining term of his predecessor.

2.5 **Removal of Directors.** At any annual meeting or special meeting of the Association, any one (1) or more of the Directors may be removed with or without cause by Members representing at least two-thirds (2/3) of the total votes of all Members or by proxy eligible to vote at such meeting, and a successor shall then and there be elected to fill the vacancy thus created. Any Director whose removal has been proposed by the Members shall be given an opportunity to be heard at the meeting. In addition, a Director may be removed by a vote of all of the remaining Directors in the event: (i) such Director is ninety (90) days or more delinquent in paying any assessment against such Director's Unit, whether such Director is a Member or an Occupant; (ii) suit is filed by such Director against the Association or suit is

filed by the Association against such Director; or (iii) such Director misses two (2) or more scheduled meetings of Directors.

2.6 Meetings of the Board.

(a) Organizational Meeting of the Board. Within ten (10) days after the annual meeting, the Directors shall convene an organizational meeting for the purpose of electing officers. The time and place of such meeting shall be fixed by the Board and announced to the Directors. This meeting may take place at the annual meeting.

(b) Regular Meeting of the Board. Regular meetings of the Board may be held at such time and place as shall be determined, from time to time, by the Board, but at least one (1) such meeting shall be held each calendar quarter. Notice of regular meetings of the Board shall be given to each Director, personally or by telephone or written communication, at least three (3) days prior to the date of such meeting.

(c) Special Meetings of the Board. Special meetings of the Board may be called by the President or, if he is absent or refuses to act, the Secretary, or by any Director. At least three (3) days notice shall be given to each Director, personally or by telephone or written communication, which notice shall state the place, time and purpose of such meeting. Special meetings require a Majority of the Board to take an official action.

(d) Conduct of Meetings. The President shall preside over all meetings of the Board and the Secretary shall keep, or cause to be kept, a record of all resolutions adopted by the Board and a record of all transactions and proceedings occurring at such meetings. When not in conflict with law or the Governing Documents, the then current edition of Robert's Rules of Order shall govern the conduct of the meetings of the Board.

(e) Quorum. At all meetings of the Board, a Majority of Directors shall constitute a quorum for the transaction of business, and the acts of the Majority of the Directors present at a meeting at which a quorum is present shall be the acts of the Board. If less than a quorum is present at any meeting of the Board, the Majority of those present may adjourn the meeting from time to time. At any such reconvened meeting at which a quorum is present, any business which might have been transacted at the meeting as originally called may be transacted without further notice.

(d) Open Meetings. Regular and special meetings of the Board shall be open to Members of the Association; provided that Members who are not Directors may not participate in any deliberations or discussions unless the Board expressly so authorizes at the meeting. The Board may adjourn any meeting and reconvene in executive session to discuss and vote upon personnel matters, litigation in which the Association is or may become involved, and orders of business of a similar or sensitive nature. The nature of any and all business to be considered in executive session shall first be announced in open session.

(e) Telephone Meetings. Members of the Board or any committee of the Association may participate in and hold meetings of the Board or committee by means of conference telephone or similar communications equipment by means of which all persons participating in the meeting can hear each other. Participation in such meeting shall constitute presence in person at the

meeting, except where a person participates in the meeting for the express purpose of objecting to the transaction of any business on the ground that the meeting is not lawfully called or convened.

2.7 **Liabilities and Standard of Care.** In performing their duties, the Directors are required to exercise certain standards of care and are subject to certain liabilities, including but not limited to the following provisions of State law: Section 82.103(a) and (f) of TUCA, and Articles 1396-2.20.D., -2.25, -2.26, -2.28, -2.29, and -2.30 of the Texas Non-Profit Corporation Act.

2.8 **Powers and Duties.** The Board shall have all the powers and duties necessary for the administration of the Association and for the operation and maintenance of the Condominium. The Board may do all such acts and things except those which, by law or the Governing Documents are reserved to the Members and may not be delegated to the Board. Without prejudice to the general and specific powers and duties set forth in laws or the Governing Documents, or such powers and duties as may hereafter be imposed on the Board by resolution of the Association, the powers and duties of the Board shall include, but shall not be limited to, the following:

(a) **Appointment of Committees.** The Board, by resolution, may from time to time designate standing or ad hoc committees to advise or assist the Board with its responsibilities. The resolution shall establish the purposes and powers of each committee created, provide for the appointment of its members, as well as a chairman, and shall provide for reports, termination, and other administrative matters deemed appropriate by the Board. Members of committees shall be appointed from among the Owners and Occupants.

(b) **Manager.** The Board may employ a manager or managing agent for the Association, at a compensation established by the Board, to perform duties and services authorized by the Board.

(c) **Fines.** The Board may levy fines for each day or occurrence that a violation of the Governing Documents persists after notice and hearing, provided the amount of the fine does not exceed the amount necessary to ensure compliance with the Governing Documents.

(d) **Delinquent Accounts.** The Board may establish, levy and collect reasonable late charges for Members' delinquent accounts. The Board may also establish a rate of interest to be charged on Members' delinquent accounts, provided the rate of interest does not exceed the lesser of: (i) eighteen percent (18%); or (ii) the maximum rate permitted by State law.

(e) **Fidelity Bonds.** The Board shall require that all Officers, agents, and employees of the Association handling or responsible for Association funds shall furnish adequate fidelity bonds. The premiums on such bonds shall be assessed be a common expense of the Association.

(f) **Ex-Officio Directors.** The Board may, from time to time, designate one (1) or more persons as ex-officio members of the Board, pursuant to Article 1396-2.14.F. of the Corporation Act.

(g) **Enforcement.** The Board may enforce all terms of the Declaration and the Rules.

ARTICLE 3

OFFICERS

3.1 **Designation.** The principal Officers of the Association shall be the President, the Secretary, and the Treasurer. The Board may appoint one (1) or more vice-Presidents and such other officers and assistant officers as it deems necessary. **The President and Secretary shall be Directors. Other Officers may, but need not, be Members or Directors.** Any two (2) offices may be held by the same person, except the offices of President and Secretary. If an Officer is absent or unable to act, the Board may appoint a Director to perform the duties of that Officer and to act in place of that Officer, on an interim basis.

3.2 **Election of Officers.** The Officers shall be elected no less than annually by the Directors at the organizational meeting of the Board and shall hold office at the pleasure of the Board. Except for resignation or removal, Officers shall hold office until their respective successors have been designated by the Board.

3.3 **Removal and Resignation of Officers.** A Majority of Directors may remove any Officer, with or without cause, at any regular meeting of the Board or at any special meeting of the Board called for that purpose. A successor may be elected at any regular or special meeting of the Board called for that purpose. An Officer may resign at any time by giving written notice to the Board. Unless the notice of resignation states otherwise, it is effective when received by the Board and does not require acceptance by the Board. The resignation or removal of an Officer who is also a Director does not constitute resignation or removal from the Board.

3.4 **Standard of Care.** In performing their duties, the officers are required to exercise the standards of care provided by Section 82.103(a) and (f) of TUCA and by Article 1396-2.20.D. of the Corporation Act.

3.5 **Description of Principal Offices.**

(a) **President.** As the chief executive officer of the Association, the President shall: (i) **preside at all meetings** of the Association and of the Board; (ii) **have all the general powers and duties** which are usually vested in the office of President of a corporation organized under the laws of the State of Texas; (iii) **have general supervision, direction, and control of the business of the Association**, subject to the control of the Board; and (iv) see that all orders and resolutions of the Board are carried into effect.

(b) **Secretary.** The Secretary shall: (i) keep the minutes of all meetings of the Board and of the Association; (ii) have charge of such books, papers, and records as the Board may direct; (iii) maintain a record of the names and addresses of the Members for the mailing of notices; and (iv) in general, perform all duties incident to the office of Secretary.

(c) **Treasurer.** The treasurer shall: (i) be responsible for Association funds; (ii) keep full and accurate financial records and books of account showing all receipts and disbursements; (iii) prepare all required financial data and tax returns; (iv) deposit all monies or other valuable effects in the name of the Association in such depositories as may from time to time be designated by the Board; (v) prepare the annual and supplemental budgets of the Association; (vi) review the accounts of the managing agent on a monthly basis in the event such managing agent is responsible for collecting and disbursing Association funds; and (vii) perform all the duties incident to the office of treasurer.

3.6 **Authorized Agents.** Except when the Governing Documents require execution of certain instruments by certain individuals, the Board may authorize any person to execute instruments on behalf of the Association. In the absence of Board designation, the President and the Secretary shall be the only persons authorized to execute instruments on behalf of the Association.

ARTICLE 4 **MEETINGS OF THE ASSOCIATION**

4.1 **Annual Meeting.** An annual meeting of the Association shall be held during the month of May of each year. At annual meetings the Members shall elect Directors in accordance with these Bylaws. The Members may also transact such other business of the Association as may properly come before them.

4.2 **Special Meetings.** It shall be the duty of the President to call a special meeting of the Association if directed to do so by a Majority of the Board or by a petition signed by Members representing at least twenty percent (20%) of the votes in the Association. Such meeting shall be held within thirty (30) days after the Board resolution or receipt of petition. The notice of any special meeting shall state the time, place, and purpose of such meeting. No business, except the purpose stated in the notice of the meeting, shall be transacted at a special meeting.

4.3 **Place of Meetings.** Meetings of the Association shall be held at the Condominium or at a suitable place convenient to the Members, as determined by the Board.

4.4 **Notice of Meetings.** At the direction of the Board, written notice of meetings of the Association shall be given to an Owner of each Unit at least ten (10) days but not more than sixty (60) days prior to such meeting. Notices of meetings shall state the date, time and place such meeting is to be held. Notices shall identify the type of meeting as annual or special, shall state the particular purpose of a special meeting, shall state whether such Member is eligible to vote, and if such Member is ineligible to vote, the process for curing such ineligibility. Notices may also set forth any other items of information deemed appropriate by the Board.

4.5 **Ineligibility.** The Board may determine that no Member may: (i) vote at meetings of the Association or (ii) be elected to serve as a Director if the Member's financial account with the Association is more than ninety (90) days in arrears on the record dates provided below, provided each ineligible Member shall be given notice of the arrearage and an opportunity to become eligible prior to, or at the time of the meeting at which such Member shall cast his vote. The Board may specify the manner, place, and time for payment for purposes of restoring eligibility.

4.6 **Record Dates.**

(a) **Determining Notice Entitlement.** The Board shall fix a date as the record date for determining the Members entitled to vote at a meeting of the Association, whether or not such Member shall be eligible to vote at such meeting, according to the terms of these Bylaws. The record date may not be more than sixty (60) days before the date of a meeting of the Association at which Members will vote.

(b) **Determining Voting Eligibility.** The Board shall fix a date as the record date for determining the Members eligible to vote at a meeting of the Association. The record date may not be more than sixty (60) days before the date of a meeting of the Association at which members will vote.

(c) **Determining Rights Eligibility.** The Board shall fix a date as the record date for determining the Members entitled to exercise any rights other than those described in the preceding two paragraphs. The record date may not be more than sixty (60) days before the date of the action for which eligibility is required, such as nomination to the Board.

(d) **Adjournments.** A determination of Members entitled to notice of or to vote at a meeting of the Association is effective for any adjournment of the meeting unless the Board fixes a new date for determining the right to notice or the right to vote. The Board must fix a new date for determining the right to notice or the right to vote if the meeting is adjourned to a date more than ninety (90) days after the record date for determining Members entitled to notice of the original meeting.

4.7 **Voting Members List.** The Board shall prepare and make available a list of the Association's voting Members in accordance with Art. 1396-2.11B of the Texas Non-Profit Corporation Act.

4.8 **Quorum.** At any meeting of the Association, the presence in person or by proxy of Members entitled to cast at least seventy-five percent (75%) of the votes that may be cast for election of the Board shall constitute a quorum. Members present at a meeting at which a quorum is present may continue to transact business until adjournment, notwithstanding the withdrawal, during the course of the meeting, of Members constituting a quorum.

4.9 **Votes.** Each Unit shall have appurtenant thereto one (1) vote. The vote of Members representing at least a Majority of the votes cast at any meeting at which a quorum is present shall be binding upon all Members for all purposes, except when a higher percentage is required by these Bylaws, the Declaration, or by law. There shall be no cumulative voting.

(a) **Co-Owned Units.** If a Unit is owned by more than one (1) Member, the vote appurtenant to that Unit shall be cast in accordance with Section 82.110(a) of TUCA.

(b) **Corporation-Owned Units.** If a Unit is owned by a corporation, or any other entity, the vote appurtenant to that Unit may be cast by any officer of such entity in the absence of express notice of the designation of a specific person by the board of directors, managers or members, as applicable, or by law of the owning entity. The vote of a partnership may be cast by any general partner of the owning partnership in the absence of express notice of the designation of a specific person by the owning partnership. The person presiding over a meeting or vote may require reasonable evidence that a person voting on behalf of a corporation or partnership is qualified to vote.

(c) **Association-Owned Units.** Votes allocated to a Unit owned by the Association shall be cast by the President of the Association.

(d) **Multiple Units.** If the same Member owns more than one Unit, that Member shall have one (1) vote for each Unit owned.

4.10 **Proxies.** Votes may be cast in person or by written proxy. To be valid, each proxy shall (i) be signed and dated by a Member or his attorney-in-fact; (ii) identify the Unit to which the vote is appurtenant; (iii) name the person in favor of whom the proxy is granted, such person having agreed to exercise the proxy; (iv) identify the purpose or meeting for which the proxy is given; (v) not purport to be revocable without notice; and (vi) be delivered to the Secretary or to the person presiding over the Association meeting for which the proxy is designated. Unless the proxy specifies a shorter or longer time, it shall terminate one (1) year after its date. To revoke a proxy, the granting Member must give actual notice of revocation to the person presiding over the Association meeting for which the proxy is designated. Unless revoked, any proxy designated for a meeting which is adjourned, recessed, or rescheduled shall be valid when such meeting reconvenes.

4.11 **Conduct of Meetings.** The President, or any person designated by the Board, shall preside over meetings of the Association. The Secretary shall keep, or cause to be kept, the minutes of the meeting which shall record all resolutions adopted and all transactions occurring at the meeting, as well as a record of any votes taken at the meeting. The person presiding over the meeting may appoint a parliamentarian. The then current edition of Robert's Rules of Order shall govern the conduct of all meetings of the Association when not in conflict with the Governing Documents. Votes shall be tallied by tellers appointed by the person presiding over the meeting.

4.12 **Order of Business.** Unless the notice of meeting states otherwise, the order of business at meetings of the Association shall be as follows:

- Determine votes present by roll call or check-in procedure
- Announcement of quorum
- Proof of notice of meeting
- Reading and approval of minutes of preceding meeting
- Reports
- Election of Directors (when required)
- Unfinished or old business
- New business

4.13 **Adjournment of Meeting.** At any meeting of the Association, a Majority of the Members present at that meeting, either in person or by proxy, may adjourn the meeting to another time.

4.14 **Action Without Meeting.** Subject to Board approval, any action which may be taken by a vote of the Members at a meeting of the Association may also be taken without a meeting by written consents. The Board may permit Members to vote by ballots delivered by hand, mail, facsimile transmission, or any combination of these. Written consents by members representing at least a Majority of votes in the Association, or such higher percentage as may be required by the Governing Documents, shall constitute approval by written consent. This Paragraph may not be used to avoid the requirement of an annual meeting.

4.15 **Telephone Meetings.** Members of the Association may participate in and hold meetings of the Association by means of conference telephone or similar communications equipment by means of which all persons participating in the meeting can hear each other. Participation in such meeting shall constitute presence in person at the meeting, except where a person participates in the meeting for the express purpose of objecting to the transaction of any business on the ground that the meeting is not lawfully called or convened.

ARTICLE 5

RULES

5.1 **Rules.** The Board shall have the right to establish and amend, from time to time, reasonable rules and regulations for: (i) the administration of the Association and the Governing Documents; (ii) the maintenance, management, operation, use, conservation and beautification of the Condominium; and (iii) the health, comfort and general welfare of the Occupants; provided, however, that such rules may not be in conflict with applicable law or the Governing Documents. The Board shall, at all times, maintain the then current and complete rules in a written form which can be copied and distributed to the Members. Rules need not be recorded in the county's real property records.

5.2 **Adoption and Amendment.** Any rule may be adopted, amended, or terminated by the Board, provided that the rule and the requisite Board approval are properly recorded as a resolution in the minutes of the meeting of the Board.

5.3 **Notice and Comment.** The Board shall give written notice to an Owner of each Unit of any amendment, termination, or adoption of a rule, or shall publish same in a newsletter or similar publication which is circulated to the Members, at least ten (10) days before the rule's effective date. It shall be the responsibility of each Owner to distribute such notice to the Occupants of such Owner's Unit(s). The Board may, but shall not be required, to give similar notice to Occupants of the Condominium, who are not Members. Any Member or Occupant so notified shall have the right to comment orally or in writing to the Board on the proposed action.

5.4 **Distribution.** Upon request from any Member or Occupant, the Board shall provide a current and complete copy of Rules. Additionally, the Board shall, from time to time, distribute copies of the current and complete rules to an Owner of each Unit and, if the Board so chooses, to non-Member Occupants.

ARTICLE 6

ENFORCEMENT

6.1 **Violation.** The violation of any provision of the Governing Documents shall give the Board the right, after notice and hearing, except in case of an emergency, in addition to any other rights set forth in the Governing Documents:

(a) To enter the Unit or Limited Common Element in which, or as to which, the violation or breach exists and to summarily abate and remove, at the expense of the defaulting Owner, any structure, thing, or condition (except for additions or alterations of a permanent nature that may exist in that Unit) that is existing and creating a danger to the Common Elements contrary to the intent and meaning of the provisions of the Governing Documents. Neither the Board, nor any of its employees, agents, or contractors shall be deemed liable for any manner of trespass by this action; or

(b) To enjoin, abate, or remedy by appropriate legal proceedings, either at law or in equity, the continuance of any breach.

ARTICLE 7
OBLIGATIONS OF THE OWNERS

7.1 **Notice of Sale.** Any Owner intending to sell his Unit or any interest therein shall give written notice to the Board of such intention, together with (i) the address or legal description of the Unit being conveyed, (ii) the name and address of the intended purchaser, (iii) the name, address, and phone number of the title company or attorney designated to close such transaction, (iv) names and phone numbers of real estate agents, if any, representing seller or purchaser, and (v) scheduled date of closing. An Owner shall furnish this information to the Board not fewer than ten (10) working days before the date of conveyance of the Unit or any interest therein.

7.2 **Proof of Ownership.** Except for those Owners who initially purchase a Unit from Declarant, any person, on becoming a Unit Owner, shall furnish to the Board evidence of ownership in such Unit(s), which copy shall remain in the files of the Association. A Member shall not be deemed to be in good standing nor be entitled to vote at any annual or special meeting of the Association unless this requirement is first met. This requirement may be satisfied by receipt of a Board-approved form that is completed and acknowledged by a title company or attorney at time of conveyance of the Unit or any interest therein.

7.3 **Owners' Addresses.** The Owner or the several co-Owners of a unit shall register and maintain one (1) mailing address to be used by the Association for mailing of monthly statements, notices, demands, and all other communications. The Owner shall keep the Association informed of the member's current mailing address. If an Owner fails to maintain a current mailing address with the Association, the address of that Owner's Unit shall be deemed to be his mailing address, and notices mailed to such Owner's Unit shall be deemed given to such Owner.

7.4 **Registration of Mortgagees.** An Owner who mortgages his Unit shall furnish the Board with the name and mailing address of his mortgagee.

7.5 **Assessments.** All Owners shall be obligated to pay assessments imposed by the Association to meet the Common Expenses as defined in the Declaration. A Member shall be deemed to be in good standing and eligible to vote at any meeting of the Association if he is current in the assessments made or levied against him and his Unit(s), and otherwise in compliance with the Governing Documents and applicable law as the same applies to such Owner's Unit.

7.6 **Compliance With Documents.** Each Owner shall comply with the provisions and terms of the Governing Documents, and any amendments thereto. Further, each Owner shall always endeavor to observe and promote the cooperative purposes for which the Condominium was established.

ARTICLE 8
ASSOCIATION RECORDS

8.1 **Records.** The Association shall use its best efforts to keep the records required by Section 82.114 of TUCA.

8.2 **Inspection of Books and Records.** Books and records of the Association shall be made available for inspection and copying pursuant to Section 82.114(b) of TUCA and Article 1396-2.23.B. of the Texas Non-Profit Corporation Act.

8.3 **Resale Certificates.** Any Officer may prepare or cause to be prepared, certify, and execute resale certificates in accordance with Section 82.157 of TUCA. The Association may charge a reasonable fee for preparing resale certificates. The Association may refuse to furnish resale certificates until the fee is paid. Any unpaid fees may be assessed against the Unit for which the certificate is furnished.

ARTICLE 9

NOTICES

9.1 **Co-Owners.** If a Unit is owned by more than one (1) person, notice to one (1) co-Owner shall be deemed notice to all co-Owners.

9.2 **Delivery of Notices.** Any written notice required or permitted by these Bylaws may be given personally, by mail, or by facsimile transmission. If mailed, the notice is deemed delivered when deposited in the U.S. mail addressed to the Member at the address shown on the Association's records, or to such Member's Unit. If transmitted by facsimile, the notice is deemed delivered on successful transmission of the facsimile.

9.3 **Waiver of Notice.** Whenever any notice is required to be given to an Owner, Member, or Director, a written waiver of the notice, signed by the person entitled to such notice, whether before or after the time stated in the notice, shall be equivalent to the giving of such notice. Attendance by a Member or Director at any meeting of the Association or Board, respectively, shall constitute a waiver of notice by such Member or Director of the time, place, and purpose of such meeting. If all Members or Directors are present at any meeting of the Association or Board, respectively, no notice shall be required and any business may be transacted at such meeting.

ARTICLE 10

AMENDMENTS TO BYLAWS

10.1 **Proposals.** These Bylaws may be amended by the Members according to the terms of this Article. The Association shall provide an Owner of each Unit with a detailed description, if not exact wording, of any proposed amendment. Such description shall be included in the notice of any annual or special meeting of the Association if such proposed amendment is to be considered at said meeting.

10.2 **Consents.** An amendment shall be adopted by the vote, in person or by proxy, or written consents of Members representing at least a majority of the votes cast or present at a meeting for which a quorum is obtained.

10.3 **Effective.** To be effective, each amendment must be in writing, reference the names of the Condominium and the Association, be signed by at least two Officers acknowledging the requisite approval of Members, and be delivered to an Owner of each Unit at least ten (10) days before the amendment's effective date. Further, if these Bylaws are publicly recorded, the amendment must recite the recording data for the Bylaws, be in a form suitable for recording as a real property record, and be delivered to the county clerk for recordation.

10.4 **Declarant Protection.** As long as the Declarant owns a Unit in the Condominium, no amendment of these Bylaws may affect the Declarant's rights herein without the Declarant's written and

acknowledged consent. Specifically, this section and Article 9 may not be amended without prior written approval of the Declarant. The Declarant's written consent shall be part of the amendment instrument.

ARTICLE 11

GENERAL PROVISIONS

11.1 **Conflicting Provisions.** If any provision of these Bylaws conflicts with any provision of the laws of the State of Texas, such conflicting Bylaws provision shall be null and void, but all other provisions of these Bylaws shall remain in full force and effect. In the case of any conflict between the Articles of Incorporation of the Association and these Bylaws, the Articles shall control. In the case of any conflict between the Declaration and these Bylaws, the Declaration shall control.

11.2 **Severability.** Invalidity of any provision of these Bylaws, by judgment or court order, shall in no wise affect any other provision which shall remain in full force and effect. The effect of a general statement shall not be limited by the enumerations of specific matters similar to the general.

11.3 **Fiscal Year.** The fiscal year of the Association shall be set by resolution of the Board, and is subject to change from time to time as the board shall determine. In the absence of a resolution by the Board, the fiscal year shall be the calendar year.

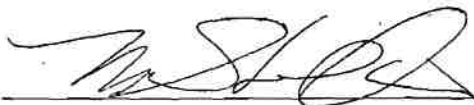
11.4 **Waiver.** No restriction, condition, obligation, or covenant contained in these Bylaws shall be deemed to have been abrogated or waived by reason of failure to enforce the same, irrespective of the number of violations or breaches thereof.

CERTIFICATE

I HEREBY CERTIFY that the foregoing is a true, complete, and correct copy of the Bylaws of DESERT OFFICE GARDEN SUITES UNIT OWNERS' ASSOCIATION, as adopted by the initial Board of Directors at its organization meeting on the 14th day of June, 2005.

IN WITNESS WHEREOF, I hereunto set my hand this the 14th day of June, 2005.

**DESERT OFFICE GARDEN SUITES UNIT
OWNERS' ASSOCIATION, a Texas non-profit
corporation**

By: 

Its: Secretary

THE STATE OF TEXAS)
)
COUNTY OF EL PASO)

Before me, the undersigned authority, on this 14 day of June, 2005, personally appeared M. Stanley Okies, Secretary of DESERT OFFICE GARDEN SUITES UNIT OWNERS' ASSOCIATION, known to me to be the person whose name is subscribed to the foregoing instrument, and acknowledged to me that he executed the same on behalf of the Association.





NOTARY PUBLIC IN AND FOR
THE STATE OF TEXAS