

Homeowners Association, Inc. (hereinafter referred to as "Association"), a Wyoming nonprofit corporation, in accordance with the Articles of Incorporation of said Association as filed with the Secretary of State of the State of Wyoming, and as the same may be duly amended from time to time.

3.2 Association Easement. The Association shall have the right of access to each Lot from time to time during reasonable hours as may be necessary for the maintenance, repair or replacement of utility extensions, roads and fences, ditches and irrigation systems and to conduct ranching or farming activities within any Agricultural Easement Area, and at any time for the making of emergency repairs, and shall have a non-exclusive easement as may be appropriate to perform the duties and functions which it is permitted to perform pursuant to this Declaration. In addition to the foregoing, the Association shall also have the right to establish utility easements from time to time for the benefit of owners of Lots within the subdivision across any of the lands within the Subdivision or the Benefiting Parcel subject, however, to the prior approval of the location of said easements by the Architectural Committee (ARC) and the owner of the Benefiting Parcel, which approval shall not be unreasonably withheld; further provided however, that the owner of the Benefiting Parcel or the ARC may impose conditions on the use, installation, revegetation or rehabilitation required to restore any disturbed property to its prior condition after completion of the installation and any such utilities and may further require that all such utilities be installed underground.

3.3 Governing Instruments. The administration of the Association shall be governed by this Declaration and the Articles of Incorporation and Bylaws of the Association.

3.4 Duties and Voting of Board. The Board of Directors of the Association shall have the duties of management, operation, and maintenance of the Recreational Open Space and fences of the Subdivision, enforcement of the provisions of this Declaration, the Articles and Bylaws of the Association, and the rules and regulations adopted by the Board of Directors from time to time.

- (a) No member of the Board and no officer shall be liable for actions taken or omissions made in the performance of such member's duties except for wanton and willful acts or omissions.
- (b) The Board of Directors shall act by majority vote.

3.5 Election of the Board. The Board of Directors shall be composed of five (5) persons. Initially, the Declarant shall appoint all five Directors. However, not later than sixty (60) days after conveyance of thirty-three percent (33%) of the lots

that may be created to Owners other than the Declarant, at least one member of the Board of Directors must be elected by Lot Owners other than the Declarant. Not later than sixty (60) days after conveyance of sixty-six percent (66%) of the Lots that may be created to Owners other than the Declarant, no less than two of the members of the Board of Directors must be elected by Unit Owners other than the Declarant. Not later than either sixty (60) days after the earlier of the conveyance of eighty-two and one half percent (82.5%) of the Lots that may be created to Owners other than the Declarant, two years after the last conveyance of a Lot by the Declarant in the ordinary course of business, or two years after any right to add new lots was last exercised, the Owners of the Units shall elect the entire Board of Directors, at least a majority of whom must be Unit Owners other than the Declarant or designated representatives of Lot Owners other than the Declarant.

3.6 Removal of Directors. The members may remove a Director other than a Director appointed by the Declarant, with or without cause, by a two-thirds vote of the members at which a quorum is present.

3.7 Reservation. Declarant reserves the right to convey the recreational open space and private roads to Melody Ranch Improvement and Service District and to contract with the District for provision of any services for which the Association may collect assessments.

3.8 Delivery of Association Property. Within sixty (60) days after the Owners other than the Declarant elect a majority of the members of the Board, the Declarant shall deliver to the association all property of the Owners and of the Association not excluded under paragraph 3.7 above,, which is held by or controlled by the Declarant, including without limitation, the following items:

- (a) The original or a certified copy of the recorded Declaration as amended, the Association's Articles of Incorporation, Bylaws, minute books, other books and records, and any rules and regulations which may have been promulgated;
- (b) An accounting for Association funds and financial statements, for the date the Association received funds and ending on the date when the Owners other than the Declarant took control of the Association. The financial statements shall be audited by an independent certified public accountant and shall be accompanied by the accountant's letter, expressing either the opinion that the financial statements present fairly the financial position of the Association in conformity

with generally accepted accounting principles or a disclaimer of the accountant's ability to attest to the fairness of the presentation of the financial information in conformity with generally accepted accounting principles and the reasons therefor. The expense of the audit shall not be paid for or charged to the Association.

- (c) The Association funds or control thereof;
- (d) All of the Declarant's tangible personal property that has been represented by the Declarant to be the property of the Association, and inventories of such property;
- (e) A copy of any plans and specifications used in the construction of the improvements in the Subdivision which were completed within two years before the Declaration was recorded;
- (f) All insurance policies then in force, in which the Owners, the Association, or its directors and officers are named as insured persons;
- (g) Copies of any certificates of occupancy that may have been issued with respect to any improvements comprising the Subdivision;
- (h) Any other permits issued by governmental bodies applicable to the Subdivision and which are currently in force or which were issued within one year prior to the date on which Owners other than the Declarant took control of the Association;
- (i) Easements for use by the Association;
- (j) Written warranties of any contractor, subcontractors, suppliers, and manufacturers that are still effective;
- (k) A roster of Owners and holders of first mortgages or deeds of trust and their addresses and telephone numbers, if known, as shown on the Declarant's records;
- (l) Employment contracts in which the Association is a contracting party; and
- (m) Any service contract in which the Association is a contracting party or in which the Association or the Owners have any obligation to pay a fee to the persons performing the services.

3.8 Budget. The Association must prepare an annual budget. Within thirty (30) days after adoption of any proposed budget for the Association, the Board of Directors shall mail, by ordinary first-class mail, or otherwise deliver a summary of the budget to all the members and shall set a date for a meeting of the members to consider ratification of the budget not less than fourteen (14) nor more than sixty (60) days after mailing or other delivery of the summary. Unless at that meeting a majority of all members reject the budget, the budget is ratified, whether or not a quorum is present. In the event that the proposed budget is rejected, the periodic budget last ratified by the members must be continued until such time as the members ratify an subsequent budget proposed by the Board.

3.9 Assessments. All Owners shall be obligated to pay assessments imposed by the Association to meet the expenses of management, operation, and maintenance of the Subdivision. Assessment shall be made against each Lot in proportion that the Lot bears to the total number of Lots in the recorded Plats of Residential Unit No. 1 as may be amended from time to time. In addition, the Association may apportion the assessments against such Lots based on the benefits or burdens related to a particular Lot or class of Lots in its reasonable discretion. Lots or buildings which are deed restricted for affordable housing purposes, shall only pay assessments for assessable costs as defined hereinafter, as the same are directly attributable on a direct usage basis. Assessments may include the costs of additional maintenance and operation of Recreational Open Space, and fences, expenses of management, taxes and special assessments unless separately assessed, landscaping, irrigation and care of grounds for all lands within the Subdivision including the Recreational Open Space, additions, repairs and renovations, trash and garbage collection, wages, snow removal, irrigation system management fees, expenses and liabilities incurred by the Association under or by reason of this Declaration, payment of any deficit from a previous assessment, creation of a reasonable contingency, reserve or surplus fund, and other costs and expenses relating to the Subdivision. Assessments shall be a personal obligation of each owner and suit to recover money judgment shall be maintainable without waiving the lien securing the same.

3.10 Assessment Lien.

- (a) Assessments chargeable to any Lot shall constitute a lien on such Lot superior to all other liens and encumbrances except: (i) liens and encumbrances recorded before the recordation of the Declaration; (ii) a security interest on the Lot which has priority over all other security interests on the Lot and which was recorded before the date on which the assessment

sought to be enforced became delinquent; and (iii) liens for real estate taxes and other governmental assessments or charges against the Lot.

- (b) An assessment lien under this section 3.10, is superior to a security interest on the Lot which has priority over all other security interests on the Lot and which was recorded before the date on which the assessment sought to be enforced became delinquent to the extent thereof of:
 - (1) any attorney fees and costs being incurred in an action to enforce the lien, plus;
 - (2) an amount equal to the common expense assessments based on a periodic budget adopted by the Association which would have become due, in the absence of any acceleration, during the six months immediately preceding institution of an action to enforce the lien, but in no event shall such priority accorded to the assessment lien exceed one hundred fifty percent of the average monthly assessment during the immediately preceding fiscal year multiplied by six.
- (c) This section 3.10 does not affect the priority of mechanics' or materialmen's liens or the priority of liens for other assessments made by the Association.
- (d) If any assessment shall remain unpaid 25 days after the due date thereof, the Association may impose a surcharge of 1.75% of such assessment on the first day of each calendar month thereafter so long as such assessment shall be unpaid, provided however, that the maximum surcharge in one year shall be no greater than twenty-one percent (21%).
- (e) Recording of this Declaration constitutes record notice and perfection of the lien. No further recordation is required.
- (f) The Association's lien may be foreclosed in like manner as a mortgage on real estate containing a power of sale by advertisement and sale as allowed by the laws of the State of Wyoming.
- (g) Upon such foreclosure, the Association's claim shall include the amount of unpaid assessments, penalties thereon, the costs and expenses of such proceedings, the costs and expenses of filing the notice of lien, and reasonable attorney's fees, and any deficiency shall be a common expense assessed equally to all Lot

Owners. The Association may bid on the Lot at foreclosure sale and hold, lease, mortgage, or convey the same.

3.11 Statement of Assessments and Liability of Purchasers.

The Association shall furnish to an Owner or his designee or to a holder of a security interest or its designee upon written request, delivered personally or by certified mail, first-class postage prepaid, return receipt requested, to the Association's registered agent, a statement setting forth the amount of unpaid assessments currently levied against such owner's lot. The statement shall be furnished within fourteen (14) business days after receipt of the request and is binding on the Association, the Board of Directors, and every Owner. If no statement is furnished to the Owner or holder of a security interest or their designee, delivered personally or by certified mail, first-class postage prepaid, return receipt requested, to the inquiring party, then the Association shall have no right to assess a priority lien upon the Unit for unpaid assessments which were due as of the date of the request.

- (a) The grantee of a Lot shall be jointly and severally liable with the grantor for all unpaid assessments against the tract accrued prior to the conveyance, without prejudice to the grantee's right to recover from the grantor the amounts paid by the grantee therefor.

3.12 Incorporation into Future Filings. For purposes of administration, maintenance and the sharing of expenses provided for in Section 3.9 above, the Association may be incorporated into any association created in the future pursuant to the further subdivision of lands now or hereafter owned by Declarant, its successors and assigns, which are located within the Residential Unit No. 1 of the Melody Ranch. Without incorporation, the Association may contract with any other homeowners association which administers Melody Ranch property or with the Improvement and Service District to mutually undertake functions similar to those undertaken by Association's pursuant to this Declaration and the costs incurred pursuant to said contract shall be a common expense of the Association.

3.13 Declarant's and Owners Acknowledgment of Future Development Potential. Declarant acknowledges that pursuant to the Land Development Regulations of Teton County, through which the Subdivision was created, the lands within the Subdivision and the Benefiting Parcel are presently restricted as to the number of lots which may be created; However, each owner of a lot, by acquiring title thereto subject to this Declaration, acknowledges and agrees that, for a period of ten years following the recordation of the Declaration, subject to obtaining any

necessary approvals from the government of Teton County, Wyoming or any successor political subdivision having jurisdiction over the Subdivision and the Benefiting Parcel: (1) Declarant, its successors and assigns, may undertake additional development of the Benefiting Parcel of a residential character and may involve subdivision and/or rezoning; (2) no such owner shall have any claim against Declarant nor shall make any objection to any such future development based upon any claim of reliance or misrepresentation with respect thereto; and (3) that the maximum number of Lots is ascertainable as being the number set out in the Final Development Plan for Residential Unit No. 1 of the Melody Ranch, approved by the Teton County Commissioners on October 10, 1995.

ARTICLE 4 - ARCHITECTURAL REVIEW COMMITTEE

4.1 Architectural Review Committee. The Architectural Review Committee (ARC) shall mean the Board of Directors of the Association. The Architectural Committee shall have and exercise all of the powers, duties, and responsibilities set out in this instrument, and may, but shall not be required to, establish design guidelines and requirements for compliance with its authority, including the establishment of costs and fees reasonably related to the processing and evaluation of requests for Committee action. Such guidelines, requirements and fees may be amended, from time to time, by a majority vote of the ARC.

4.2 Approval by Architectural Review Committee. No improvements of any kind, including but not limited to dwelling houses, barns, stables, outbuildings, swimming pools, tennis courts, ponds, driveways and parking areas, fences, walls, garages, antennae, flagpoles, curbs, walks, landscaping, irrigation ditches or structures, and wells shall ever be constructed or altered (including any change in exterior color or materials), on any lands within the Subdivision, nor may any vegetation be altered or destroyed nor any landscaping performed on any lot, unless the complete architectural plans for such construction or alteration or landscaping are approved in writing by the ARC prior to the commencement of such work. No person shall have the right to rely on any verbal approval. In the event the ARC fails to take any action within 60 days after complete architectural plans for such work have been submitted to it, then all of such submitted architectural plans shall be deemed to be approved. In the event the ARC shall disapprove any architectural plans, the person or association submitting such architectural plans may appeal the matter to the next annual or special meeting of the Members of the Association, where a vote of at least sixty-seven percent (67%) of the votes entitled to be

cast at said meeting shall be required to change the decision of the ARC.

4.3 Variances. Where circumstances, such as topography, location of property lines, location of trees and brush, or other matters require, the Architectural Committee may, by a two-thirds vote, allow reasonable variances as to any of the covenants contained in this Declaration, on such terms and conditions as it shall require; provided that no such variance shall be finally allowed until 30 days after the Architectural Committee shall have mailed a notice of such variance to each Member of the Association. In the event thirty percent of the Members shall notify the Architectural Committee in writing of their objection to such variance within said 30-day period, the variance shall not be allowed until such time as it shall have been approved by a vote of at least sixty-seven (67%) of the votes entitled to be cast at an annual or special meeting of the Members of the Association.

4.4 General Requirements. The Architectural Committee shall exercise its best judgment to see that all improvements, construction, landscaping and alterations on the lands within the Subdivision conform to the Development Standards contained in the Melody Ranch Planned Unit Development Final Development Plan and harmonize with the natural surroundings and with the existing structures as to external design, materials, color, siting, height, topography, grade, landscaping and finished ground elevation. The Architectural Committee shall protect the seclusion of each home site from other home sites insofar as possible and may require landscaping and the planting of specimen trees.

4.5 Preliminary Approvals. Persons or associations who anticipate constructing improvements on lands within the Subdivision, whether they already own lands in the Subdivision or are contemplating the purchase of such lands, may submit preliminary sketches of such improvements to the Architectural Committee for informal and preliminary approval or disapproval, but the Architectural Committee shall never be finally committed or bound by a preliminary or informal approval or disapproval until such time as complete architectural plans are submitted and approved or disapproved.

4.6 Architectural Plans. The architectural Committee shall disapprove any architectural plans submitted to it which are not sufficient for it to exercise the judgment required of it by this Declaration.

4.7 Architectural Committee Not Liable. The Architectural Committee shall not be liable in damages to any person or association submitting any architectural plans for approval, or

to any owner or owners of lands within the Subdivision, by reason of any action, failure to act, approval, disapproval, or failure to approve or disapprove, with regard to such architectural plans. Any person or association acquiring the title to any property in the Subdivision, or any person or association submitting plans to the Architectural Committee for approval, by so doing, does agree and covenant that he or it will not bring any action or suit to recover damages against the Architectural Committee, its members as individuals, or its advisors, employees, or agents.

4.8 Written Records. The Architectural Committee shall keep and safeguard for at least five years complete permanent written records of all applications for approval submitted to it (including one set of all architectural plans so submitted) and of all actions of approval or disapproval and all other actions taken by it under the provisions of this instrument.

ARTICLE 5 - GENERAL RESTRICTIONS ON ALL LOTS

5.1 Zoning Regulations. No lands within the Subdivision shall ever be occupied or used by or for any structure or purpose or in any manner which is contrary to the Melody Ranch Final Development Plan as approved by the County Commissioners of Teton County, Wyoming, validly in force from time to time, except as the same may be allowed under said regulations as a non-conforming structure. Subject to the provisions of paragraph 3.13, no lands within the Subdivision (including any Lot within the Subdivision) shall be further subdivided subsequent to the recordation of the applicable Plat map. This Section 5.1 may not be amended without the written consent of the Board of County Commissioners of Teton County, Wyoming.

5.2 No Mining, Drilling, or Quarrying. No mining, quarrying, tunneling, excavating, or drilling for any substance within the earth, including but not limited to, oil, gas, minerals, gravel, sand, rock, geothermal and earth, except for activities conducted under prior mineral reservations, agricultural, utility, water and sewer purposes shall ever be permitted within the limits of the Subdivision.

5.3 No Business Uses. No lands within the Subdivision shall ever be occupied or used for any non-agricultural commercial or business purpose nor for any noxious activity and nothing shall be done or permitted to be done on any of said lands which is a nuisance or might become a nuisance to the owner or owners of any of said lands. No store, office, or other place of non-agricultural commercial or professional business of any kind; nor any hospital, sanitarium, or other place for the care

or treatment of the sick or disabled physically or mentally; nor any public theater, bar restaurant, or other public place of entertainment; nor any church; shall ever be constructed, altered, or permitted to remain within the Subdivision. Nothing herein shall be deemed to prohibit recreational facilities or activities including without limitation, equestrian, golf, etc., nor any home occupation, provided the same is permitted under the Teton County Land Development Regulations in effect and as amended from time to time and further provided such use does not constitute a nuisance or violate any other provision of this Declaration. The Declarant may maintain sales and/or construction offices within the subdivision at a location and of a design and layout as may be approved by the ARC. The sales and construction activities shall be solely related to the development and sales activities of Residential Unit No. 1 of the Melody Ranch.

5.4 Signs. With the exception of one "For Rent" or "For Sale" sign (which shall not be larger than 18 x 24 inches) no advertising signs, billboards, unsightly objects, or nuisances shall be erected, altered, or permitted to remain on any Lot in the Subdivision. The above-referenced "For Rent" or "For Sale" sign shall only be located, if permitted by the Architectural Committee, within the boundaries of a Lot.

Temporary sales and directional and informational signs may be erected by Declarant in conjunction with the sale of lots within the Subdivision.

5.5 Domestic animals or fowl. No domestic animals or fowl shall be maintained on any Lot other than not more than two generally recognized house or yard pets, provided, however, that such animals shall at all times be restrained or leashed, and subject to such limitations as may from time to time be set forth in the Bylaws of the Association, which may reduce the allowable number, restrict the type of pet, or require that such pets be confined indoors. Pets shall be fed indoors or, if fed outdoors, shall be fed in a manner as not to become a wildlife attractor. If any animals are caught or identified chasing or otherwise harassing livestock, wildlife, people, vehicles or bicycles, the Board shall have the authority to have such animal or animals impounded at any available location, and shall assess a penalty against the Owner of such animal or animals of Two Hundred fifty Dollars (\$250.00) plus all costs of impoundment. If any such animal or animals are caught or identified chasing or harassing wildlife, livestock, people, vehicles or bicycles on a second occasion, the board shall have the authority to have such animal or animals impounded or destroyed, the determination of disposition being the sole discretion of the Board. In the event that such animal or animals are not destroyed, the Board shall assess a penalty of Five Hundred Dollars (\$500.00) per animal,

plus costs of impoundment. On a third violation, in addition to the foregoing penalties, the offending animal or animals shall be removed from the subdivision. No owner of any animal or animals impounded or destroyed for chasing or harassing livestock, wildlife or people shall have the right of action against the Board or any member thereof, for the impoundment or destruction of any such animal or animals. In addition, violation of these restrictions on a third occasion may result in the termination of the right to keep pets on the property in the sole discretion of the Board.

5.6 Service Yards Equipment and Trash. All clothes lines, equipment, service yards, woodpiles, or storage piles on any lot in the Subdivision shall be kept screened by adequate planting or fencing so as to conceal them from the view of neighboring lots and streets and access roads. All campers, boats, trucks, and trailers shall be kept stored in the recreational equipment storage yard provided by the Melody Ranch. Snowmobiles, bikes, motorcycles and other possessions shall be kept stored within the residence, garage or storage shed, or at the recreational equipment storage yard. All rubbish and trash shall be removed from all Lots, and shall not be allowed to accumulate and shall not be burned thereon except in burners approved by the ARC as to location, design, materials, and construction, and except at such hours of the day as shall be established by the ARC.

5.7 No Discharge of Firearms. The discharge of firearms shall not be permitted on any of the lands in the Subdivision without approval of the ARC and only if reasonably related to bona fide ranching or farming necessities. Hunting activities may take place only with the prior written consent of the Architectural Control Committee, and notwithstanding any such consent, shall not be conducted in a manner that is disruptive of the peace and tranquillity of adjacent properties nor in a manner that could or is likely to create a threat to the safety of persons or property.

5.8 Noxious and offensive activities. No noxious or offensive activity shall be carried on upon any Lot, nor shall anything be done or placed thereon which may be or become a nuisance, or cause unreasonable embarrassment, disturbance or annoyance to other Owners in the enjoyment of their Lots, or in their enjoyment of common areas. All storage of toxic materials shall be limited and storage areas so constructed as to prevent any leakage or discharge of such materials into the Snake River or any of its tributaries, including underground aquifers. The use and disposal of hazardous materials must follow all federal and state requirements. Hazardous materials must not be disposed of on-site. In determining whether there has been a violation of this paragraph recognition must be given to the premise that Owners, by virtue of their interest and participation in the

Subdivision are entitled to the reasonable enjoyment of the natural benefits and surroundings of the Subdivision. Without limiting any of the foregoing, no exterior speakers, horns, whistles, bells or other sound devices, except security devices used exclusively to protect the security of the Lots and improvements located thereon, shall be placed or used upon any Lot.

5.9 Noxious Weeds. Lot Owners shall take all actions necessary to control noxious weeds as defined by the Teton County Weed and Pest Control Board and /or the Board. Because the timing for effective control of noxious weeds is very critical, if a Lot Owner fails to respond immediately to a written request for weed control from the site committee, the Board shall have the right to contract for such control services and the company so contracted shall have the right to enter upon any such Lot to treat noxious weeks without any liability for trespass. In the event that the Board provides for noxious weed treatment as described herein, the Owner of a Lot treated for noxious weed control shall pay all costs incurred by the Board. Noxious weed treatment shall be strictly limited to herbicides approved by the Teton County Weed and Pest Control Board. Under no circumstance, however, shall materials or methods be utilized to control noxious weeds which would endanger wildlife or sensitive wetlands habitat on the Property or adjacent lands.

5.10 Irrigation, Irrigation Ditches and Water Use. There are irrigation ditches which are located on the Property. The irrigation ditches are identified on the subdivision plat of the Property. It is essential to keep these ditches flowing freely, to avoid flooding problems caused by blockage. The Owner of any Lot upon which any irrigation ditch is located shall not take any action to plug or impede the flow of such ditch. If possible, the Owner of any such Lot shall clean out any debris which collects in the ditch located on such Lot. Any such Lot Owner shall promptly notify the Board of any animals such as beaver who are plugging a ditch so that the site committee can take necessary control actions. No pesticides or other noxious or dangerous chemicals shall be put into or allowed to enter irrigation ditches or waterways.

- (a) Irrigation. No lot owner shall utilize any of the domestic water system constructed for the subdivision for irrigation or yard and lawn watering and irrigation purposes during any period in which a separate irrigation system is provided for use of the lot owners. The separate irrigation and yard and lawn watering system shall utilize currently existing water rights appurtenant to the property and retained by the Declarant. The homeowners association shall appoint a water steward, which duties may be transferred to the

Melody Ranch Improvement and Service District for the purpose of controlling all irrigation water and Declarant hereby reserves to the Association or the Improvement and Service District, as the case may be, the right on behalf of all lot owners to grant necessary approvals and take any and all regulatory action necessary with regard to the control and use of irrigation water. All irrigation uses of the irrigation water reserved and retained for use upon the property shall be subject to the control, and all reasonable rules and regulations adopted for such control by, the Association, the water steward and/or the Improvement and Service District, as the case may be. All lot owners shall be required to install an underground irrigation system. All irrigation water used will be metered and landscape and irrigation water plans and specifications will be submitted for approval to the ARC prior to issuance of a building permit.

5.11 Wildlife Protection. It is recognized by the Declarant and the purchasers or Owner of any Lot within the Property, that many wildlife species live on or migrate through the Property during various times of the year. The following limitations on use and development are intended, in addition to all other requirements of these covenants, to protect, preserve and maintain the existing wildlife habitat on the Property and to minimize the adverse effects of development on wildlife habitat. Each Lot Owner, by acceptance of a deed, does hereby waive any and all depredation claim against the State of Wyoming or the Game and Fish Department resulting from violation of any of the following provisions:

- (a) No Owner of any Lot shall remove or alter or allow others to remove or alter any of the existing vegetation thereon, except as is absolutely necessary for the clearing and preparation of that portion of the building envelope necessary for the purposes of constructing authorized structures or roads thereon, and particular attention shall be given to the protection of trees identified by the Site Committee after consultation with the Wyoming Game & Fish Department as important to raptor species as perching and nesting sites.
- (b) Dogs and other domestic animals shall be controlled and restrained at all times, and shall not be allowed to run at large on any portion of any Lot, except within an enclosed improvement area.
- (c) No hunting or shooting of guns or discharge of explosives shall be allowed on any Lot without the prior written consent of the ARC.

- (d) While no raptor nests are currently known to exist on the Property, all Owners are requested to immediately report locations of active raptor nests to a member of the Site Committee who shall report the information to the Wyoming Game & Fish Department. No active raptor nests shall be approached during the nesting season.
- (e) The Owner of every Lot, as well as guests and invitees, shall comply with all State and Federal laws prohibiting the harassment, injury or killing of any wildlife species on the Property comprising the Subdivision to which these Covenants are applicable.
- (f) No elk or other big game animals shall be fed hay or any other food on the Property in order to prevent migrating animals from interrupting their migration to winter feeding grounds and to prevent such animals from becoming habituated to unnatural food sources. In addition, all new planting of shrubs and trees shall be limited to those species which are not unduly palatable to browsing animal species. The Site Committee will provide a list in consultation with the Wyoming Game & Fish Department of species of trees and shrubs which may be unduly palatable to browsing animals and, accordingly, may be prohibited.
- (g) Introduction into the wild of any non-native animal species which might compete with or harm native species and result in their decline is prohibited. This includes domestic waterfowl in common or private aquatic areas because they have been proven to be very aggressive towards native waterfowl species.
- (h) The purchaser of each Lot is hereby advised and notified that lawful hunting of birds and wild game may occur on lands surrounding the Subdivision and such owners acknowledge that neither the Association nor the Declarant controls or may control such hunting activities.

ARTICLE 6 - RESTRICTIONS ON LOTS

6.1 Number and Location of Buildings. Except for buildings or structures in place on the date of recording this Declaration, no buildings or structures shall be placed, erected, altered, or permitted to remain on any Lot other than:

- (a) One detached single-family dwelling house;

- (b) One guest or caretaker house (if permitted and approved under the Final Development Plan). If a caretaker house, it shall be attached to or within either the principal dwelling house or an approved outbuilding;
- (c) One attached or detached garage;
- (d) One or more accessory structures; and
- (e) Subject to the specific approval of the ARC, the County Commissioners and the provisions of the Final Development Plan, lots with attached dwelling units.

6.1.1 No dwelling house, building or other structure shall be placed, erected, altered, or permitted to remain on any Lot at any site or location other than within the Building Envelope indicated either on the recorded plats of the Subdivision or an exhibit attached to the sales contracts, provided that if existing on the date of recording of this Declaration, such structures may be permitted to be located outside of an established Building Envelope. Notwithstanding the foregoing, if specifically permitted in writing by the ARC, such structures may be permitted to be located outside of an established Building Envelope. Each residential dwelling shall be equipped with fire detectors and a fire alarm. Each Lot owner shall be responsible for the construction of the driveway which provides said Lot with access.

6.1.2 All improvements, construction, landscaping and alteration shall conform to the Development Standards contained in the Melody Ranch Planned Unit Development Final Development Plan.

6.1.3 The minimum floor area of any single family residence shall not be less than 1,200 square feet, exclusive of any garage, carport or unenclosed porches or decks. The ground floor area shall not be less than 700 square feet, exclusive of any garage, carport or unenclosed porch or deck.

6.1.4 In addition to the approval required to be obtained by the ARC, prior to issuance of residential building permits, individual home design and grading shall be reviewed and approved by a registered engineer or architect to insure that such construction and grading does not create any adverse impact on drainage throughout the Subdivision. In addition, prior to issuance of any such building permit for any Lot within the Subdivision, the Teton County Departments shall review and approve a final drainage plan which addresses control of irrigation water and drainage water as they relate to adjacent lots and open space areas. All construction activity within Lots

within the Subdivision shall be limited to the hours between 7:00 a.m. and 7:00 p.m.

6.2 Dwelling House to be Constructed First. No guest house, caretaker house, garage, or other building shall be constructed on any Lot until after commencement of construction of the dwelling house on the same Lot. All construction and alteration work shall be prosecuted diligently, and each building, structure, or improvement which is commenced on any Tract shall be entirely completed within 18 months after commencement of construction.

The provisions for temporary sanitary facilities, construction power, temporary fire service and all weather access as set out in the Final Development Plan shall be observed by all lots owners.

6.3 Towers and Antennae. No towers or radio or television antennae or satellite transmission receiving antennae shall be erected on any Lot without approval of the Architectural Committee and shall be fully screened from view from adjacent properties.

6.4 Trees and Landscaping. No trees or brush growing on any Lot shall be felled or trimmed nor shall any natural areas be cleared, graded or formal lawn areas constructed, or landscaping performed on any Lot without the prior written permission of the ARC. All landscaping shall, at a minimum, conform to the master landscaping plan and planting schedule incorporated into the final development plan for the Subdivision. Each owner of a Lot shall provide, prior to issuance of a building permit on said lot, financial assurances satisfactory to ARC, for the costs of landscaping necessary to comply with the Landscape Plan for said lot.

6.5 Tanks. No tanks of any kind shall be erected, placed, or permitted upon any Lot unless buried or if located above ground the location and screening shall be as determined by the ARC.

6.6 Used or Temporary Structures. No used or previously erected or temporary house, structure, house trailer, or non-permanent outbuilding shall ever be placed, erected, or allowed to remain on any Lot, except, to the extent permitted by all applicable County regulations, during construction periods, and no dwelling house shall be occupied in any manner prior to its completion.

6.7 Exterior Lighting. All exterior lights and light standards on Lots shall be approved by the ARC for harmonious development and the prevention of lighting nuisances to other

lands in the Subdivision and shall also fully comply with any applicable Teton County lighting regulations.

6.8 Off-Street Parking. No dwelling house shall be constructed on any Lot unless there is concurrently constructed on the same Lot adequate off-street parking areas for at least four automobiles. Two of the automobiles are to be housed in enclosed garages and two automobiles may be accommodated outside on the site. All trailers or vehicles used in the course of business and all recreational vehicles, boats, campers, snowmachines, camper-trailers, and similar recreational vehicles, trailers or equipment, shall be parked stored or kept in enclosed garages of suitable size at all times.

6.9 Road Damage. Each owner of a Lot is responsible for any damage caused to the roadways within the Subdivision during the construction of improvements upon such owner's property by any vehicle or equipment belonging either to said owner or to any person or entity using the roads within the Subdivision while engaged in any activity benefiting said owner. Metal treads or other "lugged" tread or tired vehicles are not permitted to drive across the roads within the Subdivision, however, such equipment may access lands within the Subdivision on a trailer or flatbed vehicle as may be appropriate provided any damage resulting therefrom is repaired and paid for as provided hereinabove. Each owner shall also be responsible for any damage caused by utility cuts in roads, washouts and run off damage caused by failure to install culverts properly and in a timely manner as may be necessary in connection with the construction of improvements upon or any other uses made by such owner to his Lot. The Board of Directors shall have the right to establish, implement and enforce an impact fee system to allocate costs for road damage and general wear and tear on the roads within the subdivision upon terms and conditions which said Board deems best in the interests of the members of the Association. Such impact fee system may include charges based upon "per vehicle", "per load", "per ton", or "per trip" calculations. Said system may also deny access to the Subdivision to any vehicle for which said impact fee has not been paid. The Board may also implement and force weight limits on the roads within the Subdivision.

6.10 Sanitary & Water Systems. No sewer disposal system, sanitary system, cesspool, septic tank or well shall be allowed to be constructed or allowed to remain or be used on any Lot. All lots shall be connected to and shall utilize the domestic and irrigation metered water and sewer distribution system provided by the Melody Ranch or the Improvement and Service District.

6.11 Roof Design. The design of all roofs shall be carried out in a manner to create visual interest and variety. Roofs

shall contain varied offsets, dormers, gables and hips to eliminate continuous and unvaried roof slopes.

**ARTICLE 7 - RESTRICTIONS ON RECREATIONAL
OPEN SPACE AREAS**

7.1 No Structures or Improvements. Unless permitted by local zoning ordinances or any other applicable County regulations, as adopted or amended from time to time, no buildings, structures, or improvements of any nature shall be placed, erected altered, or permitted to remain on any recreational open space area shown on the Plat or final development plan, except for fences, ponds, irrigation structures, temporary and private roads giving access to Lots in the Subdivision, public pathways and recreational improvements and facilities. Necessary utility installations shall be permitted along established or platted utility easements and other areas as determined by the ARC.

7.2 Trees and Landscaping. No trees or brush growing in these areas shall be felled or trimmed, no natural areas shall be cleared, nor shall any natural vegetation, rocks, or soil be damaged or removed, nor any landscaping performed, unless first approved in writing by the ARC.

7.3 Temporary Buildings. No temporary house, house trailer, camper, boat, horse trailer, tent, construction materials, or other temporary or movable structure shall be placed, erected, or allowed to remain on any recreational open space area, except as attendant to lawful development.

7.4 Exterior Lighting. No exterior lights, fixtures, or standards shall be erected, installed, or permitted to remain on any lot, except as attendant to lawful development.

7.5 Leasing of Recreational OSA. No Recreational Open Space Area may ever be leased to any person or association without the prior written permission of the ARC except as is necessary to carry out the intents and purposes expressed in Article 8, herein reserving such authority to Declarant, its successors and assigns. The Declarant hereby reserves the right to deed the recreational open space to the Melody Ranch Improvement and Service District.

ARTICLE 8 - EASEMENTS AND LANDS RESERVED

8.1 Utility Easements Reserved. Declarant hereby reserves to itself, its successors and assigns, perpetual easements five feet in width: (1) on each side of the boundary line along the entire perimeter of each Lot and all other easements described in the recorded Plat of the Subdivision, for the purpose of constructing, maintaining, operating, replacing, enlarging, and repairing electric, telephone, water, irrigation, sewer, gas and similar lines, pipes, wires, conduits, ditches, fences and landscaping.

8.2 Irrigation and Grazing Easements, and Agricultural Easement Area Reservation. Declarant hereby reserves to itself, its successors and assigns, perpetual easements across all of the lands in the Subdivision along the line of all domestic water and sewer lines, irrigation ditches and laterals presently in existence and across all other lands in the Subdivision, for the purpose of constructing, maintaining, relocating, replacing and operating domestic water supply systems, sewer systems, or irrigation ditches and laterals for the proper irrigation of all meadow lands in and adjoining the Subdivision or located on any lots therein. Declarant reserves to itself, its successors and assigns all lands within the benefiting parcel and the right to engage in any lawful development thereon, to conduct farming and ranching activities and to irrigate all meadow lands at all reasonable times, to build and to maintain fences and ditches and relocate the same from time to time and to go on all lots in the Subdivision for the purpose of carrying on such activities and irrigating such meadow lands so as to preserve and maintain their natural beauty.

Association reserves to itself, its successors and assigns all lands within the Recreational Open Space and the right to engage in any lawful development thereon, to build and to maintain fences and ditches and relocate the same from time to time and to go on all lots in the Subdivision for the purpose of carrying on such activities and irrigating such meadow lands so as to preserve and maintain their natural beauty.

Declarant reserves to itself, its successors and assigns a perpetual, non-exclusive easement across all lands within the Agricultural Easement Areas shown on the Plat and the exclusive right to conduct farming, ranching and any other agricultural activities of every nature whatsoever thereon; to irrigate any or all lands thereon without, however, the obligation to do so; and/or ranching activities of every nature whatsoever thereon; to irrigate any or all lands therein; to retain all crops and profits from such activities;

8.3 Easements for Private Roads and Equestrian Trails. In addition to the easements and reservations set forth on the Plat, Declarant hereby reserves to itself, its successor and assigns perpetual easements across all roads within the Subdivision giving access to the Lots, the benefiting parcel and recreational open space area in the Subdivision as shown on the Plat or as may hereafter be established by the Declarant, together with the right of the Declarant to permit the use of said easements by owners of the Benefiting Parcel for purposes of access, ingress, egress and placement of utilities.

ARTICLE 9 - ENFORCEMENT

9.1 Enforcement Action. The ARC shall have the right to prosecute any action to enforce the provisions of all of this Declaration by injunctive relief, on behalf of itself and all or part of the Owners. In addition, each Owner and the Benefiting Parcel and/or the Association, shall have the right to prosecute any action for injunctive relief and for damages by reason of any violation of any provisions of this Declaration. In addition, the Board of County Commissioners of Teton County shall have the right to enforce the provisions of this Declaration for which said Board of County Commissioners has the right to approve an amendment as set forth in Section 11.2 hereof.

9.2 Limitations on Actions. In the event any construction or alteration or landscaping work is commenced upon any of the lands in the Subdivision in violation of any provision of this Declaration and no action is commenced within 180 days thereafter to restrain such violation, then injunctive or equitable relief shall be denied, but an action for damages shall still be available to any party aggrieved. Said 180-day limitation shall not apply to injunctive or equitable relief against other violations of this Declaration. No bond shall be required to be posted by any party seeking to enforce the provisions of this Declaration. No bond shall be required to be available to any party aggrieved. Said 180-day limitation shall not apply to injunctive or equitable relief against other violations of this Declaration. No bond shall be required to be posted by any party seeking to enforce the provisions of this Declaration against the owner of a Tract and all of said owners of Tracts hereby waive the requirement of posting a bond in such action.

ARTICLE 10 - INSURANCE

10.1 Insurance. The Association may purchase property insurance policies covering the subdivision property, the Agricultural Easement Area, Recreational Open Space Area, roads, easements, equipment, and other property that the Association, in its discretion, deems advisable. In addition, the Association may purchase commercial general liability insurance against claims and liabilities arising in connection with the ownership, existence, use, management or other activities related to the land shown on the Plat. The Association may purchase any other insurance policies it deems advisable.

10.2 Fidelity Insurance. If any Owner or employee of an Association controls or disburses funds of the Association, the Association must obtain and maintain, to the extent reasonably available, fidelity insurance. Coverage shall not be less in aggregate than two months' current assessments plus reserves, as calculated from the current budget of the Association.

10.2.1 Any person employed as an independent contractor by the Association for the purposes of managing the Subdivision must obtain and maintain fidelity insurance in an amount not less than the amount specified in Section 10.2, unless the Association names such person as an insured employee in a contract of fidelity insurance, pursuant to Section 10.2.

10.2.2 The Association may carry fidelity insurance in amounts greater than required in Section 10.2 and may require any independent contractor employed for the purposes of managing the Project to carry more fidelity insurance coverage than required in Section 10.2.

10.3 Insurance Premiums are Common Expenses. Premiums for insurance that the Association acquires and other expenses connected with acquiring such insurance are common expenses.

ARTICLE 11 - GENERAL PROVISIONS

11.1 Covenants to Run. All of the covenants contained in this Declaration shall be a burden on the title to all of the lands in the Subdivision, and the benefits thereof shall inure to the owners of all of the lands in the Subdivision, and the owner (s) of the Fathering Parcel.

11.2 Termination and Amendment of Declaration. The covenants contained in this Declaration shall terminate unless extended by Amendment, on or before January 1, 2046, or at the

time of final and intentional corporate dissolution of the Association, whichever date shall first occur.

This Declaration and/or the Plat may be amended by the owners of sixty-seven percent (67%) of the votes in the Association. A properly certified copy of any resolution of amendment shall be placed of record in Teton County, Wyoming, not more than six months after the date of said amendment. If the Declaration ;is so amended, then it shall continue in effect, as amended, for so long thereafter as may be stated in said amendment. No amendment and no variance which is less restrictive than the provisions contained in Section 5.1 (Zoning Regulations, Section 5.5 (Animals and Fencing), Section 5.9 (Noxious Weeds), Section 5.10 (Irrigation), Section 5.11 (Wildlife Protection), Section 6.1 (Number and Location of Buildings), Section 6.7 (Exterior Lighting), Article 7 (Restrictions on Agricultural Easements and Recreational Open Space Areas) and Section 11.2 (Termination and Amendment) shall be effective unless consent thereto is obtained from the Board of County Commissioners of Teton County, Wyoming.

11.3 Severability. Should any part or parts of the Declaration be declared invalid or unenforceable by any court of competent jurisdiction, such decisions shall not affect the validity of the remaining covenants.

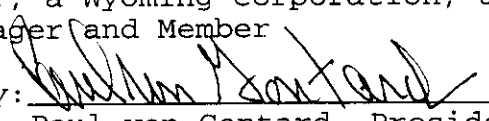
11.4 Repeal of the Act. In the event that the Act is repealed, the provisions of the Act immediately before its repeal shall control this Declaration. However, to the extent that the Bylaws of the Association differ from the Act as repealed, the provisions of the Bylaws shall control.

11.5 Paragraph Headings. The paragraph headings in this instrument are for convenience only and shall not be construed to be a part of the covenants contained herein.

DATED this 20 day Nov., 1995.

MELODY RANCH DEVELOPMENT I LLC, a Wyoming limited liability company

BY: Melody Ranch Development, Inc., a Wyoming Corporation, as Manager and Member

By: 
Paul von Gontard, President

BY: Cheney Homestead, Inc., a Wyoming Corporation, as Member

BY: Dean K. Bark
its President

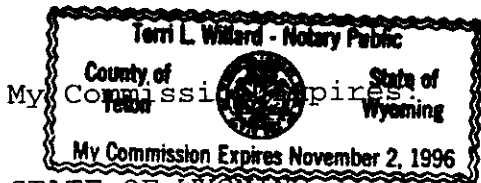
Paul von Gontard
Paul von Gontard, Member

STATE OF WYOMING)
) ss.
COUNTY OF TETON)

The foregoing instrument was acknowledged before me by Paul von Gontard, as President, of Melody Ranch Development, Inc., as Manager and Member of Melody Ranch Development I LLC, this 20 day of November, 1995.

Witness my hand and official seal.

Terri L. Willard
Notary Public



STATE OF WYOMING)
) ss.
COUNTY OF TETON)

The foregoing instrument was acknowledged before me by Dean K. Bark, as President, of Cheney Homestead, Inc., as Member of Melody Ranch Development I LLC, this 20 day of November, 1995.

Witness my hand and official seal.

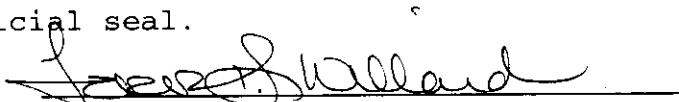
Terri L. Willard
Notary Public



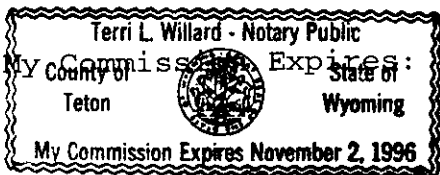
STATE OF WYOMING)
) ss.
COUNTY OF TETON)

The foregoing instrument was acknowledged before me by Paul von Gontard, as Member of Melody Ranch Development I LLC, this 20 day of November, 1995.

Witness my hand and official seal.

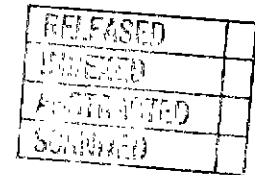


Notary Public



4

**ADOPTION OF DECLARATION OF PROTECTIVE
COVENANTS FOR MELODY RANCH
RESIDENTIAL UNIT ONE - SEVENTH FILING**



COMES NOW, MRDN Corp, a Wyoming corporation, as Declarant, pursuant to the Declaration of Protective Covenants for Melody Ranch Residential Unit One, and specifically Article 1, Section 1.4 thereof, and hereby states and declares that the subdivision and all the lots thereof known as Lots 161 through 185 of Melody Ranch Residential Unit One - Seventh Filing, in accordance with the plat thereof to be recorded in the Office of the Teton County Clerk, Teton County, Wyoming, concurrently with the recording of this document, shall be and the same are hereby subjected to that certain Amended and Restated Declaration of Protective Covenants for Melody Ranch Residential Unit One, First Filing, dated the 20th day of November, 1995, and recorded on the 20th day of November, 1995, in Book 312 of Photo, page 1148 to 1175, as Instrument No. 0407337, in the Office of the Teton County Clerk, Teton County, Wyoming, and adopted for Melody Ranch Residential Unit One, Second Filing, by instrument dated the 6th day of December, 1995, and recorded in the Office of the Teton County Clerk, Teton County, Wyoming, on the 6th day of December, 1995, in Book 313 of Photo, pages 768 to 770, as Instrument No. 0408347 and adopted for Melody Ranch Residential Unit One, Third Filing, by Instrument dated the 29th day of May, 1998, and recorded in the Office of the Teton County Clerk, Teton County, Wyoming, on the 2nd of June, 1998, in Book 355 of Photo, pages 840-841, as Instrument No. 0465451 and adopted for Melody Ranch Residential Unit One, Fourth Filing, by Instrument dated the 3rd day of November, 2000, and recorded in the Office of the Teton County Clerk, Teton County, Wyoming, on the 14th of November, 2000, in Book 409 of Photo, pages 403-404, as Instrument No. 529357 and adopted for Melody Ranch Residential Unit One - Fifth Filing by Instrument dated the 31st day of August, 2001, and recorded in the Office of the Teton County Clerk, Teton County, Wyoming, on the 25th day of September, 2001, in Book 435 of Photo, pages 468-469, as Instrument No. 0552344 and adopted for Melody Ranch Residential Unit One - Sixth Filing by Instrument dated the 16th day of August, 2002, and recorded in the Office of the Teton County Clerk, Teton County, Wyoming, on the 23rd day of August, 2002, in Book 466 of Photo, pages 981-982, as Instrument No. 0576001. By this Declaration, the lots of Melody Ranch Residential Unit One - Seventh Filing, and the owners thereof, are subject to these Covenants and the owners of such property shall become members of the Melody Ranch Homeowners Association.

IN WITNESS WHEREOF, we have hereunto set our hands to be effective this 16 day of September, 2003.

Grantor: MRDN CORP
Grantee: THE PUBLIC
Doc 0611832 bk 533 pg 726-727 Filed at 4:39 on 12/01/03
Sherry L Daigle, Teton County Clerk fees: 26.00
By MARY D ANTROBUS Deputy

