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DECLARATIONS OF COVENANTS,
CONDITIONS AND RESTRICTIONS
FOR
THE ENCLAVE AT CANYON LAKE
A PLANNED UNIT DEVELOPMENT
AND
THE ENCLAVE AT CANYON LAKE COMMUNITY ASSOCIATION, INC.

THIS IS A COMPREHENSIVE LEGAL DOCUMENT WHICH PROVIDES FOR THE IMPOSITION OF MANDATORY HOMEOWNER ASSESSMENTS, THIS DECLARATION IS BINDING UPON ALL FUTURE OWNERS IN THIS SUBDIVISION.

#### Doc# 200606014121

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### ARTICLE 1 RECITALS

1. Declarant desires to create a residential community with designated "Lots" and "Common Facilities" (as those terms are defined herein) for the benefit of the present and future owners of said Lots on the following described real property owned by Declarant, (said property being sometimes hereafter referred to as "the Land") to wit:

THE ENCLAVE AT CANYON LAKE, a PLANNED UNIT DEVELOPMENT (P.U.D.), in Comal County, Texas, as shown on plat thereof recorded in Document # 200606014077 of the Comal County, Texas Map and Plat Records and on the grading plan as reflected in the "Drainage Area Map" attached hereto as Exhibit A.

- 2. Declarant has subdivided the above-described real property as shown by the map and plat of such subdivision, which map and plat has heretofore been filed as the true and correct survey, map, and plat thereof, and which subdivision shall be effectively known as THE ENCLAVE AT CANYON LAKE, A P.U.D.
- 3. Declarant has deemed it desirable for the efficient preservation of the values and amenities in said community, and in the subdivision known as THE ENCLAVE AT CANYON LAKE, A P.U.D., to create an agency to which should be delegated and assigned the powers of maintaining and administering the Common Facilities and administering and enforcing the covenants and restrictions and collecting and disbursing the assessments and charges hereinafter created, and
- 4. Declarant desires to ensure the preservation of the values and amenities in said community and for the maintenance of said Common Facilities, and to this end desires to further subject the above-described real property, together with such additions as may hereafter be made thereto as herein provided, to the covenants, restrictions, easements, charges, and liens hereinafter set forth, each and all of which is and are for the benefit of said property and each of the owners thereof, and
- 5. THE ENCLAVE AT CANYON LAKE COMMUNITY ASSOCIATION, INC. has been incorporated under the laws of the State of Texas as a non-profit corporation for the purpose of exercising the functions aforesaid as to THE ENCLAVE AT CANYON LAKE, A P.U.D., a residential subdivision in Comal County, Texas, as shown on plat recorded in Document # 200606014077 of the Comal County, Texas Map and Plat Records and such other real property as may be annexed thereto and become subject to the jurisdiction of said Association; and Declarant desires to conform the restrictions on use of the herein described real property as necessary for the purpose of subjecting said property and the Owners thereof to the jurisdictions of said THE ENCLAVE AT CANYON LAKE COMMUNITY ASSOCIATION, INC.
- 6. Declarant declares that the property above described as constituting THE ENCLAVE AT CANYON LAKE, A P.U.D. shall be hereafter held, transferred, sold, conveyed,

occupied, and enjoyed subject to the following covenants, conditions, restrictions, easements, charges, and liens hereinafter set forth, and shall hereafter be subject to the jurisdiction and assessments of The Enclave at Canyon Lake Community Association, Inc.

- 7. Planned Unit Development ("P.U.D.") The Subdivision has been designated as a Planned Unit Development. The Subdivision Plat creates for use as such, subject to the limitations set forth herein, certain private streets and easements shown thereon, and such Subdivision Plat further establishes certain dedications, limitations, reservations and restrictions applicable to the property. All dedications, limitations, restrictions and reservations shown on the Subdivision Plat are incorporated herein and made a part hereof as if fully set forth herein, and shall be construed as being adopted in each and every contract, deed or conveyance executed or to be executed by or on behalf of Declarant, conveying said property or any part thereof.
- 8. The Enclave at Canyon Lake is being established as a live-in, fly-in community and Canyon Lake Airport is an integral part of the community, however, "Canyon Lake Airport" and the "Canyon Lake Airport Council of Co-Owners, Inc." are separate entities from "The Enclave at Canyon Lake" and "The Enclave at Canyon Lake Community Association, Inc." and the Airport will be subject to a separate set of rules, regulations and assessments from The Enclave at Canyon Lake subdivision. The Enclave at Canyon Lake subdivision is a unique development catering to individuals who enjoy the hobby and sport of aviation, and all home sites are adjacent to, or in close proximity to the runway and are within a close proximity to where there will be various flying and flying oriented activities connected with all facets of aviation.

Every property owner, grantee, lessee or owner of any interest in any property now and hereinafter subject to this Declaration, by acceptance of a deed, lease or other conveyance thereof, thereby agrees that, so long as any individual with any interest in any property within this community desires to pursue the sport and hobby of aviation and notifies the Association in writing of such intent, the runway shall remain and be maintained as such, in accordance to the rules and regulations established by Canyon Lake Airport and the Canyon Lake Airport Council of Co-Owners, Inc.

### ARTICLE 2 DEFINITIONS

The following words when used in this Declaration or any Supplemental Declaration (unless the context shall prohibit) shall have the following meanings:

- (a) "ARC", "Committee" or "Architectural Review Committee" shall mean the "Architectural Review Committee" established pursuant to this Declaration.
- (b) "Architectural Guidelines" or the "Guidelines" refer to the Enclave at Canyon Lake Architectural Guidelines specifying requirements for design, construction, and landscaping of the homes and Lots.

- (c) "Articles" shall mean the Articles of Incorporation of THE ENCLAVE AT CANYON LAKE COMMUNITY ASSOCIATION, INC., as they may, from time to time, be amended.
- (d) "Association" shall mean and refer to THE ENCLAVE AT CANYON LAKE COMMUNITY ASSOCIATION, INC., a Texas non-profit corporation, its successors and assigns as provided for herein.
- (e) "Board of Directors" shall mean and refer to the governing body of the Association, the election and procedures of which shall be as set forth in the Articles of Incorporation and By-Laws of the Association.
- (f) "Builder Member" shall mean such builders approved by ARC for construction within the subdivision and who own one or more Lots for construction of a residence for resale to others.
- (g) "Bylaws" shall mean the Bylaws of THE ENCLAVE AT CANYON LAKE COMMUNITY ASSOCIATION, INC., as they may, from time to time, be amended.
- (h) "Canyon Lake" is an approximately 8,230 surface acre reservoir located on the Guadalupe River in Comal County, Texas. It is operated by the US Army Corps of Engineers, Ft. Worth District. The primary purposes of the reservoir were flood control and water conservation; however, recreation and natural resources management are important dividends. The conservation pool of the reservoir is operated by the Guadalupe-Blanco River Authority in Seguin, Texas.
- (i) "Canyon Lake Airport" is a private airport, owned by The Enclave Airport at Canyon Lake, LLC, an affiliate company of The Enclave at Canyon Lake, Ltd. the developer of the subdivision. Property owners of the development have access to use the airport, according to the rules established by the Canyon Lake Airport Council of Co-Owners, Inc. and the most recent "Condominium Declaration for Canyon Lake Airport, Phase 1".
- (j) "Canyon Lake Airport Council of Co-Owners, Inc." is organized as a non-profit corporation under the laws of the State of Texas and shall constitute the governing and administrative body for all unit owners of hangars (apartments) in Canyon Lake Airport, Phase 1, a condominium project in Comal County, Texas and all future phases of Canyon Lake Airport; to provide for the protection, preservation, upkeep, maintenance, repair, restoration, operation and replacement of the common elements of the said condominium projects, and the government, operation and administration of the condominium regime in accordance with its by-laws.
- (k) "Common Facilities" shall mean and refer to all property leased, owned, or maintained by the Association for the use and benefit of the Members of the Association. By way of illustration, Common Facilities may include, but not necessarily be limited to, the following: private streets, boulevards, entries, parkways, medians, islands, common entry house and gates, controlled access facilities, security equipment, light standards, tree illumination, signs, fountains,

statuary, walkways, landscaped parks, nature trails, ponds, landscaping, irrigation systems, tennis courts, walls, bridges, safety lanes, drainage easements, and other similar or appurtenant improvements.

- (l) "Declarant" shall mean and refer to THE ENCLAVE AT CANYON LAKE, LTD., its successors or assigns, including any bulk transferee of Lots unless such rights as successor Declarant are negated in writing in the recorded instrument of conveyance.
- (m) "Flowage Easement" shall mean a flowage or flood easement, which was purchased from the landowners adjoining Canyon Lake to allow the U.S. Army Corps of Engineers to periodically flood the property when necessary. This type of easement is to restrict the building of structures on that easement which could be damaged during flood impoundments. Even though the land itself is in private ownership, these restrictions are necessary to protect the taxpayers and the U.S. Government against flood damage claims. At Canyon Lake, the upper guide contour defining the top of this flood easement is set at the elevation of 948' above mean sea level.
- (n) "Hangars" or "Airplane Hangars" shall mean buildings constructed on Lots 14-27, Phase 1, which adjoin the property line of Canyon Lake Airport. All requirements of the "Canyon Lake Airport Council of Co-Owners, Inc.", the "Architectural Review Committee" and "The Corps of Engineers" must be met prior to construction of a hangar.
- (o) "Living Unit" or "Dwelling" shall mean and refer to a single-family and its attached or detached garage situated upon a Lot.
- (p) "Lot" shall mean and refer to any of the plots of land in THE ENCLAVE AT CANYON LAKE a P.U.D. as shown on plat recorded in Document # 200606014077 of the Comal County, Texas Map and Plat Records.
- (q) "Member" shall mean and refer to all those Owners who are members of the Association as provided herein.
- (r) "Owner" or "Lot Owner" shall mean and refer to the record owner, whether one or more persons or entities, of the fee simple title to any Lot or portion of a Lot within the Existing Property, including contract sellers but excluding those having interest merely as security for the performance of an obligation.
- (s) "Primary Contractor" or "Builder" shall mean the general contractor or builder engaged by an Owner to construct a Dwelling on such Owner's Lot.
- (t) "Property" shall mean and refer to the above-described properties known as THE ENCLAVE AT CANYON LAKE, A P.U.D.
- (u) "Additional Property" shall mean and refer to property, which is added to the Property pursuant to Article 8 of this Declaration or any Amended or Supplemental Declaration.

(v) "Subdivision Plat" shall mean and refer to the map or plat of THE ENCLAVE AT CANYON LAKE, A P.U.D., filed for record in Document # 200606014077 of the Comal County, Texas Map and Plat Records, and any amendment thereof upon filing of same for record in the Map and Plat Records of Comal County, Texas.

# ARTICLE 3 COMMUNITY ASSOCIATION AND ASSESSMENTS

- 1. MEMBERSHIP IN THE ASSOCIATION. Every person or entity who is a record Owner of a fee or undivided interest in any Lot which is subject to the jurisdiction of and to assessment by the Association shall be a member of the Association, provided, however, that any person or entity holding an interest in any such Lot or Lots merely as security for the performance of an obligation, shall not be a member.
  - 2. VOTING RIGHTS. The association shall have two classes of voting membership:
- Class A. Class A Members shall be all those Owners as defined in Article 2(r) above with the exception of Declarant. Class A Members shall be entitled to one vote for each Lot in which they hold the interest required for membership by Article 2(r). When more than one person holds such interest or interests in any Lot, all such persons shall be members, and the vote for such Lot shall be exercised as they among themselves determine, but in no event shall more than one vote be cast with respect to any such Lot.
- Class B. The Class B Member shall be Declarant. The Class B Member shall be entitled to seven votes for each Lot in which it holds an ownership interest provided that the Class B membership shall cease and become converted to Class A membership on the happening of the following events, whichever occurs earlier:
- (a) When the total votes outstanding in the Class A membership equal the total votes outstanding in the Class B membership; or
  - (b) On January 1, 2025.

From and after the happening of these events, whichever occurs earlier, the Class B member shall be deemed to be a Class A member entitled to one vote for each Lot in which it holds the interest required for membership.

3. CREATION OF A LIEN AND PERSONAL OBLIGATION OF ASSESSMENTS. Declarant, for each Lot owned by it within the Properties, hereby covenants, and each Owner of any Lot, by acceptance of a deed therefor, whether or not it shall be so expressed in any such deed or other conveyance, shall be deemed to covenant and agree to pay to the Association: (1) annual assessments or charges; and (2) special assessments for capital improvements, such assessments to be fixed, established, and collected from time to time as hereinafter provided. The annual and special assessments, together with such interest thereon and costs of collection thereof as are hereinafter provided, shall be a charge on the land and shall be a continuing lien upon the property

against which each such assessment is made. Each such assessment, together with such interest thereon and cost of collection thereof as hereinafter provided, shall also be the personal obligation of the person who was the Owner of such property at the time the obligation accrued.

- 4. PURPOSE OF ASSESSMENTS. The assessments levied by the Association shall be used for the purpose of promoting the recreation, health, safety and welfare of the Members, and in particular, for the improvement, maintenance and operation of the properties, services and facilities devoted to this purpose and related to the use and enjoyment of the Property by the Members.
- 5. BASIS AND MAXIMUM OF ANNUAL ASSESSMENTS. The annual assessment for both improved and unimproved Lots shall be determined by the Board of Directors in the manner provided for herein, after determination of current maintenance costs and anticipated needs of the Association during the year for which the assessment is being made. The initial annual assessment for an improved Lot shall be prorated for the remainder of the calendar year in which construction of improvements began, if they began on a date other than January 1. The annual assessment for unimproved Lots shall be one-third (1/3) of the annual assessment for improved Lots. The maximum annual assessment for improved Lots and annual assessments for unimproved Lots may be increased by vote of the Members as provided herein. A Lot shall be deemed to be an "improved Lot" when construction of a Living Unit thereon is commenced. As provided in Article 5.18, the Board of Directors shall have the power to adjust assessments on consolidated Lots.
- 6. SPECIAL ASSESSMENTS FOR CAPITAL IMPROVEMENTS. In addition to the annual assessments provided for above, the Association may levy, in any assessment year, a Special Assessment on improved Lots only, applicable to that year only, for the purpose of defraying, in whole or in part, the cost of any construction, reconstruction, repair or replacement of a capital improvement on or which is a part of the Common Facilities, provided that any such assessment shall have the assent of two thirds (2/3) of the votes of the improved Lot Owners who are voting in person or by proxy at a meeting duly called for this purpose, written notice of which shall be sent to all improved Lot Owners at least thirty (30) days in advance which shall set forth the purpose of the meeting.
- 7. CHANGE IN BASIS AND MAXIMUM OF ANNUAL ASSESSMENTS. Subject to the limitations stated above, the annual assessment may be adjusted by majority vote of the Board of Directors but shall not be increased by more than ten percent (10%) above that of the previous year without a vote of the membership. Any increase in the annual assessment of more than ten percent (10%) above that of a previous year shall require approval of two-thirds (2/3) vote of each class of Members voting at a meeting duly called for that purpose.
- 8. QUORUM FOR ANY ACTION AUTHORIZED UNDER ARTICLES 3.6 AND 3.7. The quorum required for any action authorized hereinabove shall be as follows: At the first meeting called as provided above, the presence at the meeting of Members or proxies entitled to cast sixty percent (60%) of all the votes of each class of membership shall constitute a quorum. If the required quorum is not forthcoming at any meeting, another meeting may be called, subject to the notice requirements set forth above, and the required quorum at any such subsequent meeting

shall be one-half (1/2) of the required quorum at the preceding meeting, provided that such reduced quorum requirement shall not be applicable to any such subsequent meeting held more than sixty (60) days following the preceding meeting.

- 9. DATE OF COMMENCEMENT OF ANNUAL ASSESSMENTS; DUE DATE. The annual assessments provided for herein shall commence as to all Lots on such date as may be determined by the Board of Directors of the Association. The assessments for each calendar year shall become due and payable and shall be collected as the Board of Directors of the Association shall determine. The amount of the annual assessment shall be an amount which bears the same relationship to the annual assessment established by the Board of Directors as the remaining number of months in that year bear to twelve. When a Lot becomes an improved Lot, there shall be payable as of the first day of the month following the month when it becomes an improved Lot a sum equal to the difference between the annual assessment for unimproved Lots and the annual assessment for improved Lots, prorated over the balance of the year then remaining. The due date of any special assessment under the provisions hereof shall be fixed in the resolution authorizing such assessment. All Common Facilities shall be exempt from the Assessments and liens created herein. Notwithstanding any other provision contained in this Declaration to the contrary, in no event shall Declarant be obligated to pay any Assessments attributable to any Lots owned by Declarant unless and until a completed Dwelling is situated thereupon.
- 10. DUTIES OF THE BOARD OF DIRECTORS. In December of each year, the Board of Directors of the Association shall fix the amount of the annual assessment against each Lot for the following year and shall at that time prepare a roster of the Lots and assessments applicable thereto which shall be kept in the office of the Association and shall be open to inspection by any Owner on reasonable notice. Written notice of the assessment shall thereupon be sent to every Owner subject thereto. The Association shall upon demand at any time, furnish to any Owner liable for said assessment, a certificate in writing, signed by an officer of the Association, setting forth whether said assessment has been paid. Such certificate shall be conclusive evidence of payment of any assessment therein stated to have been paid.
- 11. EFFECT OF NON-PAYMENT OF ASSESSMENTS: LIEN AND; REMEDIES OF THE ASSOCIATION. All past due and unpaid assessments shall bear interest at the rate of eighteen percent (18%) per annum or the maximum interest allowed by law from the date due until the date paid, whichever is less. The Association shall be entitled to record a Notice of Lien or notice of unpaid assessment in the real property records for any assessment remaining unpaid more than thirty (30) days after the due date thereof and to foreclose such lien against the property. The Association shall be entitled to collect from each Owner the costs to the Association for the collection of any past due assessments or charges, including a reasonable fee for the preparation, recordation or release of any notice. If the Association retains an attorney to assist in the collection of an unpaid assessment, then that member's inspection of the attorney's books and records shall not be a "proper purpose" pursuant to the Texas Business Organization Code.
- 12. SUBORDINATION OF THE LIEN TO MORTGAGES. The lien of the assessments provided for herein and the superior title herein reserved shall be deemed subordinate to a first lien or other liens of any bank, insurance company, savings and loan association,

university, pension and profit sharing trusts or plans, or other bona fide, third party lender which may have heretofore or may hereafter lend money in good faith for the purchase or improvement of any Lot and any renewal, extension, rearrangement or refinancing thereof. Each such mortgagee of a mortgage encumbering a Lot who obtains title to such Lot pursuant to the remedies provided in the mortgage or by judicial or non-judicial foreclosure, shall take title to the Lot free and clear of any claims for unpaid assessments or charges against such Lot which accrued prior to the time such holder acquired title to such Lot. No such sale or transfer shall relieve such holder acquiring title to a Lot from liability for any assessments thereafter becoming due or from the lien thereof. Any other sale or transfer of a Lot shall not affect the Association's lien for assessments. The Association shall use its best efforts to give each such mortgagee sixty (60) days' advance written notice of the Association's proposed foreclosure of the lien described herein, which notice shall be sent to the nearest office of such mortgagee by prepaid United States registered or certified mail, return receipt requested, and shall contain a statement of delinquent assessment upon which the proposed action is based; provided, however, that the Association's failure to give such notice shall not impair or invalidate any foreclosure conducted by the Association pursuant to the provisions of Article 3.11. hereof.

- 13. TITLE TO COMMON FACILITIES. The Declarant may retain the legal right to the Common Facilities until such time as it has completed improvements thereon and until such time as, in the opinion of the Declarant, the Association is able to maintain the same, but notwithstanding any provision herein, the Declarant hereby covenants, for itself, its successors and assigns, that it will convey the Common Facilities to the Association, not later than three years after the filing of record of this Declaration. Any such transfer of title shall be by Special Warranty Deed and the Association agrees to accept such Common Facilities "as is," "where is," and "with all faults."
- 14. ENTRY HOUSES AND GATES. So long as Class B membership exists (and provided that it has not previously transferred its rights in this section to the Association), Declarant reserves the legal title and control over all entry houses and gates which it may construct on or about the Subdivision, as well as the authority, in its sole discretion, to determine the hours, staffing and manner of operation. Nothing in this Declaration, or any other statement or communication by Declarant or the Association, shall constitute any representation or warranty by Declarant or the Association concerning the hours, staffing or manner of operation of the entry houses and gates, nor concerning any security or safety protection, which the entry houses or gates may offer.
- 15. MEMBERS' EASEMENTS OF ENJOYMENT. Subject to the provisions of Articles 3.16 and 3.17, every Member shall have a common right and easement of enjoyment in and to the Common Facilities and such right and easement shall be appurtenant to and shall pass with the title to every Lot.
- 16. EXTENT OF MEMBERS' EASEMENTS. The rights and easements of enjoyment created hereby shall be subject to the following:
- (a) the rights and easements existing or hereafter created in favor of others as provided for in the Subdivision Plat or as authorized herein.

- (b) the rights of the Association, once it has obtained legal right to the Common Facilities, as provided in Article 3.13 above, to do the following:
- (i) to borrow money for the purpose of constructing or improving the Common Facilities and, in aid thereof, to mortgage said properties and facilities, in accordance with the Articles of Incorporation and Bylaws of the Association;
- (ii) to take such steps as are reasonably necessary to protect the above-described properties and facilities against foreclosures;
- (iii) to enter into one or more contracts or agreements for the maintenance or improvement of the Common Facilities;
- (iv) to suspend the enjoyment rights of any Member for any period during which any assessment remains unpaid, and for any period not to exceed thirty (30) days for any infraction of the published rules and regulations of the Association or of this Declaration;
- (v) to assess and collect the assessments provided for herein or elsewhere and to charge reasonable admission and other fees for the use of the Common Facilities;
- (vi) to dedicate or transfer all or any part of the Common Facilities to any public agency, authority, or utility for such purposes and subject to such conditions as may be approved by a two-thirds (2/3) vote of the Members not voting by class;
- (vii) to enforce a maximum speed limit of fifteen (15) miles per hour and to post and/or install such other traffic signs and controls, as it deems necessary; and
- (viii) to enforce posted traffic regulations, including, without limitation the right to restrict vehicular access to the Common Facilities by persons who have violated posted traffic regulations or been cited for speeding or reckless driving on more than two occasions in a twelvemonth (12) period.
- 17. USE RESTRICTIONS AFFECTING COMMON FACILITIES AND ADJUNCT PROPERTIES. The right of use of the Common Facilities shall be strictly subject to the following:
- (a) No motorcycles, motorbikes or other motorized vehicles (except those used for maintenance, repairs and upkeep of the Common Facilities) shall be permitted on any part of the drainage easements, sidewalks or other Common Facilities owned by the Association or Declarant. The drainage easements shall be utilized only for walking, jogging, bicycle riding and such other uses as may be approved by the Board of Directors of the Association and the Association may prohibit or limit the uses of any portion of the Common Facilities. No parking of any vehicles shall be permitted in the right-of-way or on the paved streets. Each Owner must provide sufficient parking space on their property. This includes parking during the construction of improvements on the Lot.

- (b) No planting or gardening by Owners shall be permitted within the Common Facilities and no fences, hedges or walls or other obstructions shall be erected or maintained upon or over the Common Facilities, except such as are installed by Declarant in connection with the construction of the initial improvements thereon, or such as are subsequently approved by the Board of Directors of the Association.
- (c) No building or other structure of any type, including recreational structures, shall be built, placed or maintained on the Common Facilities except those constructed or placed, or permitted to be constructed or placed, by Declarant or the Board of Directors of the Association.
- (d) The Board of Directors is empowered to establish additional use regulations relating to the Common Facilities as it may from time-to-time deem necessary to ensure the preservation and appearance of the Subdivision as a first class residential neighborhood and such rules and regulations shall, when promulgated, be in all respects binding on and enforceable against all Lot Owners, provided, however, no such additional rules or regulations shall in any manner revoke or relax any of the restrictions of use set forth in this section.

## ARTICLE 4 ARCHITECTURAL REVIEW COMMITTEE

- 1. COMPOSITION. There is hereby created an Architectural Review Committee, of not less than three persons nor more than five persons, none of whom are required to be Members of The Enclave at Canyon Lake Community Association. Such ARC shall be selected and appointed by the Declarant, so long as Declarant holds title to one or more lots within the Property, and thereafter by the Board of Directors of the Association. A majority of the Committee may act for the Committee and no notice of any of its meetings shall be required. Subject to the terms hereinafter set forth, Declarant shall have the right to add members to the Committee and fill vacancies in the Committee membership and Declarant may assign such rights to the Association. In the event that all members of the ARC shall resign, and Declarant shall fail to appoint successors for a period of 30 days after the last to resign, then in such event the Board of Directors of the Association may appoint the members of the ARC.
- 2. POWER AND AUTHORITY. The Committee shall have the express authority to perform fact-finding functions hereunder and shall have the power to construe and interpret any covenant, condition or restriction herein. Members of said Committee and their representatives shall not be liable to any person subject to or possessing or claiming the benefits of these restrictive covenants for any claim or loss or damage whatsoever, including, without limitation, any claims for damage or injury to property or for damage or loss arising out of their acts hereunder. In the event of non-compliance with this Declaration, the Architectural Review Committee shall have the power to halt such work through legal means, the first step of which shall be written notice to the non-complying Owner of the property, and to require the resolution of such non-compliance prior to continuation of construction. The Architectural Review Committee shall not be entitled to any compensation for services rendered pursuant to this covenant but shall be entitled to be fully reimbursed for all costs reasonably expended in the performance of their responsibilities. The

Architectural Review Committee shall have the power to employ professional consultants to assist it in discharging its duties at the expense of the Association. If the Architectural Review Committee shall determine that the complexity of a request for architectural approval so warrants, the Architectural Review Committee may retain an architect and/or engineer for assistance and advice; in this event, the reasonable costs of such architect and/or engineer shall be paid by the party requesting architectural approval. The Architectural Review Committee is empowered to promulgate Architectural Guidelines for the Subdivision and to modify, from time to time, the Architectural Guidelines containing additional standards, restrictions, limitations and guidelines governing the design and construction of improvements and landscaping, and the terms, conditions and provisions of such Architectural Guidelines shall be binding upon each Owner with the same force and effect as if set forth verbatim herein. The Architectural Guidelines shall be available to each Owner at the offices of the Architectural Review Committee.

PROCEDURE. No building, fence or other structure or improvement shall be erected, placed or altered on any Lot in the subdivision until the plans and specifications, including exterior elevations, structural detail, exterior colors and all exterior materials for such building, landscaping detail, fence or other structure and site plan showing the location of such building, fence or other structure, shall have been approved in writing by the Architectural Review Committee as to the quality of workmanship and materials and conformity and harmony of exterior design with existing structures in the subdivision and as to the location with respect to topography, existing trees and finished elevation. Within thirty (30) days after the Owner has submitted to the Committee all plans that the Committee may require ("Submitted Plans"), the Committee shall notify the Owner in writing whether the Submitted Plans are approved or disapproved. Any disapproval shall set forth the specific reason or reasons for such disapproval. The Committee may disapprove the construction or design of a structure on purely aesthetic grounds where, in its judgment, such disapproval is required to protect the continuity of design or values of The Enclave at Canyon Lake community and of other Owners or to preserve the serenity and natural beauty of the surroundings. In the event the Submitted Plans have not been approved or disapproved within thirty (30) days after submission, the Submitted Plans will be deemed to have been approved but such deemed approval shall not permit a violation of any of the terms of these covenants or the "Architectural Guidelines." Construction, once approved (whether in writing or by "deemed" approval), must be completed within three hundred sixty five (365) days of approval. If the construction is not completed timely, the approval granted will be void. APPROVAL BY THE COMMITTEE DOES NOT REPLACE OR SUBSTITUTE FOR ANY APPROVAL OR PERMIT REQUIRED BY A MUNICIPALITY OR OTHER GOVERNMENTAL AGENCY. APPROVAL BY A MUNICIPALITY OR OTHER GOVERNMENT AGENCY DOES NOT REPLACE OR SUBSTITUTE FOR ANY APPROVAL REQUIRED BY THE COMMITTEE.

The address of the Committee as of the date hereof is:

The Enclave at Canyon Lake Architectural Review Committee c/o Mr. Johnnie R. Long 24165 IH-10 West, Suite 217-305 San Antonio, Texas 78257

- 4. DISCRETION. It is the express intention of Declarant that the Architectural Review Committee shall have broad discretion to permit, consent to, or approve a variance from the specific requirements or effect of a particular covenant. The discretion afforded the Architectural Review Committee in this instrument shall be subject to, but not incompatible with the purpose of this Declaration as set forth in Article 1 above.
- 5. SEPARATE ACTIONS. Each action of the Committee pursuant to this Article shall be separate and apart from any other action, and the grant of a variance or waiver to any one Owner shall not constitute a waiver of the Committee's right to strictly enforce the restrictions created by this Declaration. All decisions of the Committee shall be final, conclusive and binding, and there shall be no review of any actions of the Committee.
- 6. LIMITATION OF LIABILITY. There shall be no review of any action of the Architectural Review Committee except by procedures for injunctive relief when such action is patently arbitrary and capricious; and under no circumstances shall such Committee, or any of its members, be subject to suit by anyone for damages.
- 7. APPROVED ARCHITECTS, PRIMARY CONTRACTORS AND BUILDERS. No engagement of an Architect to plan or design any improvement to be situated on a Lot shall be made by an Owner until the Architect to perform such planning and design shall have been approved in writing by the Architectural Review Committee, it being the intent hereof to assure quality designs by reputable and experienced architects as determined by the Committee in its sole discretion. In the event that the Committee fails to approve or disapprove a written request for the approval of an Architect to perform such design within thirty (30) days after such written request is submitted to it, such request shall be deemed approved.

No construction of any building, fence, wall, recreational facilities, landscaping or other structure or improvements shall be commenced within the Property until the Primary Contractor (the "Contractor") or Builder to perform such construction shall have been approved in writing by the Architectural Review Committee, it being the intent hereof to assure quality construction by reputable and/or experienced contractors as determined by the Committee in its sole discretion. In the event the Committee fails to approve or disapprove a written request for the approval of a Contractor within ninety (90) days after such request is submitted to it, such approval will be deemed to have been given. The Committee will make every effort to address requests in a timely manner. The Committee reserves the right to prohibit the use by any Primary Contractor or Builder of a subcontractor who is not sensitive to environmental issues relating to its construction activities, and/or who repeatedly engages in conduct in violation of the letter and spirit of this Declaration.

8. CONSTRUCTION. Construction of any structure approved by the Committee shall commence within three (3) months of such approval; and the completion of such construction must be accomplished within twelve (12) months of the commencement of such construction. Certain fee's and deposits, as required by The Enclave at Canyon Lake Community Association, Inc. and the Architectural Review Committee, as described in the Architectural Guidelines, must be paid by the Owner prior to commencement of construction.

- 9. CONSTRUCTION REGULATIONS. In order to assure that the natural landscape of The Enclave at Canyon Lake is not unduly damaged during construction, the Architectural Guidelines for The Enclave at Canyon Lake shall be made a part of the construction contract documents for each residence or other improvements constructed on a Lot. All Contractors and Owners shall be bound by these Guidelines and any violation, regardless if by a Contractor or subcontractor shall be deemed to be a violation by the Owner of the Lot.
- 10. MONITORING DURING CONSTRUCTION. Building sites shall be monitored during the construction of any improvements to the Lot by the Architectural Review Committee and/or the Directors of the Association. Violations of the Architectural Guidelines will be reported to the Board of Directors of the Association but the ARC may enforce the Guidelines and assess penalties, by sending a letter to the Contractor and/or Owner involved. A copy of the letter will be sent to the Board of Directors.
- 11. DURATION. The Architectural Review Committee shall be duly constituted for the entire period of duration of this Declaration.

# ARTICLE 5 LAND USE REGULATIONS

- RESIDENTIAL PURPOSES ONLY. All land included within the Property shall be 1. used for "residential purposes" only, either for the construction of private single-family residences, or as part of the Common Facilities; serving the Owners and residents thereof, as outlined in the Architectural Guidelines and approved by the Architectural Review Committee. Only one private single-family residence may be constructed or otherwise placed upon any one Lot. A private single-family residence may be comprised of several buildings, including, but not limited to, a garage, a pool, house, a gazebo, a guest house and/or any other out-buildings ancillary to the main house, subject to the approval of the Architectural Review Committee; provided, however, that the main house must be constructed prior to any ancillary buildings. No above ground swimming pools will be allowed unless approved by the Architectural Review Committee. The terms "residential purposes" as used herein shall be held and construed to exclude any business, commercial or industrial use, apartment house, and hospital or clinic uses, and such excluded uses are hereby expressly prohibited. This restriction shall not, however, prevent the inclusion of permanent living quarters for domestic servants or to allow domestic servants to be domiciled with an owner or resident.
- 2. ARCHITECTURE. The architectural restrictions and Architectural Guidelines for The Enclave at Canyon Lake utilize the very best of the Old-World Texas style. This architectural style achieves a perfect balance of modern luxury combined with the simplicity of the Texas Hill Country and the old-world charm of Tuscany. The custom homes are to be crafted from native Texas materials in combination with modern technology and superior craftsmanship to further enhance the natural beauty of The Enclave at Canyon Lake. Roofs shall be barrel tile, flat tile, slate or earth-tone color standing seam metal. Architectural designs should make every effort to be traditional in nature, utilizing stone and stucco that blend with the natural environment.

- 3. EDWARDS AQUIFER CONTRIBUTING ZONE PLAN (CZP). Each lot is subject to a WATER POLLUTION ABATEMENT PLAN, which was required under the EDWARDS AQUIFER RULES of the TEXAS COMMISSION FOR ENVIRONMENTAL QUALITY. The Water Pollution Abatement Plan for The Enclave at Canyon Lake was approved on February 13<sup>th</sup> 2006.
- 4. STORM WATER POLLUTION PREVENTION PLAN. Prior to beginning any phase of construction on any lot in The Enclave at Canyon Lake a P.U.D., the builder or Lot Owner shall comply with the provisions of the Storm Water Pollution Prevention Plan mandated by the Environmental Protection Agency.
- 5. STORAGE OF BUILDING MATERIALS. No Building materials may be placed or stored on Lots prior to commencement of improvements. During the construction phase all building materials must be kept in a neat, clean and orderly condition. No materials may be placed on the street or between the curb and the property line.
- 6. CONSTRUCTION AND SALES PERIOD. During the construction and sales period of the Living Units, Builder Members may erect and maintain such structures as are customary in connection with such construction and sale of such property, including, but not limited to a business office, storage areas, sign, model units, and sales office. All temporary construction and sales structures shall be aesthetically compatible with the subdivision development as determined by the Committee, and may only be located within the Property for a period not exceeding two (2) years, unless written approval of the ARC is obtained, which approval will not unreasonably be withheld.
- BUILDING MATERIALS. Architectural Guidelines have been established to create a harmonious residential community. The Guidelines have been established for items including but not limited to, exterior construction, finishes, roofing materials, roof pitch, driveways, windows, porches, paving materials and building massing. All construction must be in accordance with the Architectural Guidelines, unless otherwise approved in writing by the Committee. The exterior walls of all residential buildings shall be constructed with rock, stucco or architecturally acceptable masonry veneer for 100% of the total exterior wall area. Brick may be used for accent purposes only. Chimneys shall be rock or stucco. Window and door openings shall be included as masonry. Detached garages shall be 100% masonry. Notwithstanding the foregoing, the Architectural Review Committee is empowered to waive this restriction, if, in its sole discretion, such waiver is advisable in order to accommodate a unique or advanced building concept, design, or material, and the resulting structure will not detract from the general appearance of the neighborhood. Wall materials used on all Lots shall be restricted to those types and colors approved by the Architectural Review Committee. Airplane Hangars built on any Lot, which adjoins Canvon Lake Airport, must have 75% masonry and only the side facing the airport where the door is installed may be built out of other material approved by the Architectural Review Committee.
  - 8. ROOFING MATERIALS. Roofing shall be clay tile, slate, or earth-tone colored

standing seam roof (24 gauge minimum). No asphalt shingles will be permitted. The Architectural Review Committee shall have the discretion to approve other roof treatments and materials if the form utilized will, in its sole discretion, are harmonious with the surrounding homes and Subdivision as a whole.

- 9. FENCES. Fences may be constructed along and adjacent to the property line with the exception that no fence shall be constructed within the limits of the Lot's front setback line. All fences shall be constructed of stone, concrete, wood, wrought iron or a combination of the foregoing, however, no fences described as cyclone, chain link or metal cloth fencing shall be permitted in the Subdivision. Any wood fences shall be constructed with finish side out. The design and material of construction for any fencing must be submitted to and approved by the Architectural Review Committee prior to start of construction. All perimeter lots shall have fences constructed at rear of property line prior to completion of construction.
- (a) The Architectural Review Committee is empowered to waive the aforesaid composition requirements for fences and the aforesaid height or setback limitation in connection with retaining walls and decorative walls if, in its sole discretion, such waiver is advisable in order to accommodate a unique, attractive or advanced building concept, design or material, and the resulting fence, decorative wall and/or retaining wall (whichever is applicable) will not detract from the general appearance of the neighborhood.
- (b) No fence, wall, or hedge or shrub planting which obstructs sight lines shall be placed or permitted to remain on any corner Lot within the triangular areas formed by the extension of curb lines and a line connecting them at points twenty-five feet (25') from the intersection of the extended curb lines into the street. No structures or landscape material over three and one-half feet (3 ½') tall shall be allowed in this inscribed triangle.
  - (c) All fences must be installed by a professional fence contractor.
- (d). No "deer-proof" fencing or any fencing above the height of 56 inches shall be permitted.
- (e). Privacy fencing is allowed in a particular situations such as screening for swimming pools, but it shall not encroach upon the back or side set-back lines.
- 10. DRIVEWAYS, SIDEWALKS, DECKS AND PATIO'S. Driveways and entry walks on each residential Lot must be constructed of concrete, stone, flagstone, concrete or brick pavers and designed to follow the existing contours of the site, with minimal excavation. Any other finish must be approved by the ARC. The driveway turnout shall be constructed to specifications of the ARC and in such manner as to provide an attractive transition from the curb into the driveway entrance and shall prevent escape of drainage water from the street onto any Lot. Driveways and entry walks must be shown on the site plan submitted for approval of the Architectural Review Committee. Asphalt driveways and entry walks are specifically prohibited. All entry walks, crossways, and driveway approaches shall comply with ARC specifications, including handicapped access. Any concrete spilled, poured or washed on a street must be

immediately removed leaving the street clean and unstained. The Owner or Owners of each Lot shall also be the Owner or Owners of the portion of a sidewalk which traverses their Lot, and shall, by acceptance of a deed to the Lot or Lots, covenant to keep such portion in good repair. Each Owner shall execute any and all instruments necessary to grant an easement to the public for the use of the sidewalks. No access to any lot will be allowed from any street or property, which adjoins the development. Access to each Lot in The Enclave at Canyon Lake must be from the private roads within the development.

- 11. TEMPORARY STRUCTURES. No structure of a temporary character (sales structure, trailer, travel trailer, tent, shack, garage, barn, airplane hangar or other outbuildings) shall be used on any Lot at any time as a residence, either temporarily or permanently. No trailer, camper, recreational vehicles, or similar vehicles shall at any time be parked in view from other properties or connected to utilities situated within a Lot. No dwelling previously constructed elsewhere may be moved onto any Lot in the subdivision controlled by these covenants. This covenant specifically includes mobile homes or the use of a mobile home in which the axle and wheels have been removed and placed upon a concrete slab, which said mobile home is hereby specifically prohibited as a residence, either temporarily or permanently, and further, specifically includes a mobile home upon which wheels have been left attached. Sales offices and construction offices used by the Declarant or Builder Members are permitted but are subject to ARC approval as to number, type, location and ultimate use.
- 12. NECESSARY TEMPORARY FACILITIES. Notwithstanding the other provisions of this Article 5, Declarant reserves unto itself the exclusive right to erect, place, and maintain such temporary facilities and signage in or upon any portions of the Properties as it, in its sole discretion, may determine to be necessary or convenient while selling Lots, selling or constructing residences and constructing other improvements upon the Properties. In addition, temporary facilities as may be necessary or convenient for construction of a residence must be approved by the ARC. Any temporary facilities used for purposes of storage of building materials or construction debris shall be placed or located in such manner that they are not visible from the Common Facilities or any part thereof and shall be allowed only during the period of residential construction. All residential construction debris shall be placed in a dumpster during construction and removed at completion of the residential construction.
- 13. RESTRICTIONS ON LOTS. All Lots in the subdivision shall be used for residential purposes or as part of the Common Area. No residential building shall remain incomplete for more than twelve (12) months after commencement of construction. Temporary use may be made of a house for a Builder Member's sales office, which shall be permitted until such house is sold, not to exceed twenty-four (24) months in total from time of completion, provided such use is approved in writing by the ARC.
- 14. GARAGES. A garage able to accommodate at least two (2) full-sized automobiles must be constructed and maintained for each Living Unit and shall be side loading to the main structure. Garages on corner Lots must be set back at least thirty feet (30°) from the side Lot line and all garages must be set back at least fifty feet (50°) from the front Lot line. No garage may be forward of the front wall of the main residence and each driveway must accommodate two vehicles

for off-street parking requirements. Rear detached garages shall be permitted provided they are constructed in compliance with the requirements of these covenants and the Architectural Guidelines. No garage shall be permanently enclosed for conversion to any other use. Open carports are not permitted, unless special design circumstances warrant their use, in which case permission must be obtained in writing from the Architectural Review Committee.

- 15. MAXIMUM HEIGHT. No building or structure erected, altered or placed on, with or in the Properties shall exceed thirty feet (30') in height (measured from the top of the native soil, adjacent to the foundation to the topmost part of the roof) nor be more than two and one-half (2 1/2) stories in height, provided however, that all applicable ordinances, regulations, and statutes with respect to the maximum height of buildings and structures shall, at all times, be complied with.
- 16. MINIMUM AREA. The living area of each residence constructed on a Lot shall contain the minimum, contiguous square feet of living space set forth below, such square feet being exclusive of open or screened porches, terraces, patios, driveways, carports, garages and living quarters for domestic servants separated or detached from the primary living area, to wit:
- (a) If single story 2,800 square feet of living area, except Lots 28-32 shall have a minimum of 3,200 square feet of living area.
- (b) If two story 3,400 square feet of living area, with 2,400 square feet living area on the ground floor; except Lots 28-32 shall have a minimum of 3,800 Square feet of living area, with a minimum of 2,800 square feet living area on the ground floor.
- 17. BUILDING SETBACKS. All improvements shall be constructed only in accordance with the greater of the building set back lines indicated on the Subdivision Plat for The Enclave at Canyon Lake, a P.U.D. or this Article 5.17 and 5.14, however, in no case shall any improvement other than landscaping plant materials, walkways and irrigation systems be constructed within 50 feet of any street on which a Lot fronts, 30 feet on any street on which a Lot Sides, or within 20 feet of a side line and 50 feet of a rear lot line. The 50' rear setback line does not apply to Lots 14-27 in Phase 1 for airplane hangars placed upon the rear portion of the lot, adjoining Canyon Lake Airport. The exact location of any airplane hanger on any of the aforementioned lots must be approved by the Architectural Review Committee, The Canyon Lake Airport Council of Co-Owners, and the Corps of Engineers (if any portion of the hangar is below the 948' elevation).

No structures of any type, including, but not limited to, patios, decks, gazebos, or swimming pools shall be constructed within the building setback line indicated on the Subdivision Plat of The Enclave at Canyon Lake a P.U.D. or in these Restrictive Covenants, whichever is greater. These set-back lines may be adjusted by the ARC, if, in its sole discretion, the prescribed distances are not feasible and the set-back lines may be reduced without adversely affecting the neighbors or the integrity of The Enclave at Canyon Lake a P.U.D. Likewiss, they may be increased by the Committee for the protection of environmental features because of geographical or topographical features.

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The Architectural Review Committee may grant a variance to the foregoing setback restrictions in cases where necessary to permit a unique architectural design or to attempt to conserve native trees.

- 18. LOT CONSOLIDATION. Any Owner owning two or more adjoining Lots or portions of two or more such Lots may, with the prior approval of the Architectural Review Committee, consolidate such Lots or portions thereof into a single building site for the purpose of constructing one residence and such other improvements as are permitted herein. Any consolidated Lot shall comply with all lawful requirements of any applicable statues, ordinance or regulation. On application by any Owner, the Board of Directors may adjust the assessments on a consolidated Lot to an amount not less than the full assessment rate for a single Lot. Absent such adjustment, a consolidated Lot shall bear the full assessment rate theretofore applicable to all Lots, which are not consolidated.
- 19. LOT SUBDIVISION. No Lot may be subdivided or conveyed or encumbered in a size less than the full dimensions shown on the originally recorded Subdivision Plat for the unit in which the Lot is located. In the event two or more Lots are consolidated into one home site, such consolidated home site may not be subdivided or conveyed or encumbered in sizes less than the dimensions reflected on its component Lots on the Subdivision Plat.
- 20. OUTBUILDING REQUIREMENTS. Every outbuilding, inclusive of such structures as a storage building, airplane hangar, gazebo, spa, greenhouse or children's playhouse, shall be compatible with the dwelling to which it is appurtenant in terms of its design and material composition. All such outbuildings shall be subject to approval of the Architectural Review Committee. The construction of airplane hangars shall only be permitted on Lots 14-27 in Phase 1 and shall be subject to approval of the Architectural Review Committee, the Canyon Lake Airport Council of Co-Owners and shall conform to the requirements of the Corps of Engineers. No metal hanger buildings will be permitted. Hangars must be constructed in similar materials to those used in the construction of the Residence.
- 21. SIGNS. No signs, banners, or pennants of any king shall be displayed to the public view on any single-family residential Lot without the prior written approval of the Architectural Review Committee, which shall have control over the wording, design, appearance, size, quantity, and location of all signs. Signs used by the developer or builders to advertise Lots or homes within the Properties during the construction and sales period shall be permitted, however, only one sign will be permitted and it shall be a standard Enclave sign face, produced and installed by a sign company approved by the ARC. Signs advertising subcontractors or suppliers are specifically prohibited. This provision shall not be deemed to prohibit the posting of any signage required or recommended by the Texas Commission on Environment Quality, any such signage to be subject to the approval of the Architectural Review Committee as to size, appearance, design and location. Nor shall this provision be deemed to prohibit the posting of any safety, advisory or warning signage or traffic control signage recommended by the Declarance, the Association; however, any such signage shall be subject to the approval of the Architectural Review Committee as to size, appearance, design and location.

- LOT MAINTENANCE. Grass, weeds, and vegetation on each Lot shall be kept 22. mowed at regular intervals. Trees, shrubs, vines and plants, which die shall be promptly removed from the property. Lawns must be properly maintained and fences must be repaired and maintained and no objectionable or unsightly usage of Lots will be permitted which is visible to the public Building materials shall not be stored on any Lot except when being employed in construction upon such Lot, and any excess materials not needed for construction and any building refuse shall promptly be removed from such Lot. In the event of default on the part of the Owner or occupant of any Lot in observing the above requirements or any of them, such default continuing after ten (10) days written notice thereof, Declarant, or its assigns, or the Association, may without being obligated to do so and without liability to Owner or any occupants, in trespass or otherwise, enter upon said Lot, cut or cause to be cut, such weeds and grass and remove or cause to be removed, such garbage, trash and rubbish or do any other thing necessary to secure compliance with this Declaration, so as to place said Lot in a neat, attractive, healthful and sanitary condition, and may charge the Owner or occupant of such Lot for the cost of such work, plus a reasonable administrative charge and for reasonable attorney's fees. The Owner or occupant, as the case may be, agrees by the purchase or occupancy of the Lot to pay such statement immediately upon receipt thereof. The sum due shall be a charge on the Lot and shall be a continuing lien upon the Lot against which such sums are due, and may be enforced as fully as if it were an unpaid annual or special assessment.
- 23. LANDSCAPING. All yard areas must be included in a landscape plan that must be approved by the ARC prior to construction. The distinct character of the natural landscape of the properties and use of native landscaping materials and Xeriscape is encouraged. All yards must be maintained with grass or landscaping in a neat and well-mown condition, free of unsightly weeds and overgrowth. No trees larger than three inches (3') in diameter may be removed without written ARC approval. EACH OWNER IS ADVISED THAT THERE ARE NO EXPRESS OR IMPLIED WARRANTIES AS TO THE LIFE EXPECTANCY, VITALITY OR FITNESS FOR INTENDED PURPOSE OF ANY TREES OR SHRUBS LOCATED ON THE PROPERTIES. Standards for preservation of the natural environment at The Enclave at Canyon Lake will apply not only to trees and brush, but also to ground cover. Native wild grasses and wild flowers shall be preserved as the predominant ground cover. Only South Texas and Central Texas native plants will be allowed as described in subparagraph (b) below.
- (a) <u>Landscaping</u>. Landscaping is required along the front elevation of the residence at time of completion. This work shall include the restoration of all disturbed areas in front of the residence. Landscape plans shall include an irrigation system where needed and must be submitted for approval.
- (b) <u>Approved Plants</u>. The approved plants for the Lot shall be the "Recommended Species for South Texas" and the "Recommended Species for Central Texas," both as published by the National Wildflower Research Center of Austin, Texas.
- (c) Protecting and Preserving Plants. Care should be taken to protect all plants within the Properties; therefore, all improvements should be sited to avoid existing trees if at all possible.

- (d) <u>Site Work.</u> Each Owner is encouraged to be creative in the design process and to plan to alter the site as little as possible from its original native condition, protecting existing watershed and drainage ways where practical. Structures should be limited to the area on the site where drainage, soil and geological conditions will provide a safe foundation.
- (e) <u>Equipment</u>. Track-mounted equipment may not be used within the Lot, as the natural appearance of the Lot would be severely damaged.
- (f) <u>Damaged Vegetation</u>. Damaged vegetation (which includes the ground surface) shall be immediately replaced and/or repaired at the expense of the Owner. Damaged vegetation that is not replaced in a timely manner may be installed by the directive and action of the Architectural Review Committee at the expense of the Owner.
- (g) <u>Harmonious View</u>. All landscaping, foundations, statuary, mailboxes, house numbers, sidewalks, driveways, lighting or other improvements on any Lot which are not concealed from view from every other Lot and from the streets and other Common Facilities, must be harmonious and in keeping with the overall character and aesthetics of the Properties.
- (h) <u>Approvals</u>. All landscape plans and plans submitted to the Architectural Review Committee for its approval, or disapproval, prior to the construction, alteration and/or placement of such items.

The Architectural Review Committee is empowered to establish additional landscaping guidelines, consistent with these Restrictions as authorized by Article 4.2.

- 24. WATER. No individual water supply system shall be permitted on any Lot, including, but not limited to, water wells.
- 25. SEWAGE. No outside toilets shall be used, constructed or permitted except during the construction of a single-family residence, during which time there must be a portable toilet on site. No installation of any kind for disposal of sewage shall be constructed or maintained which would result in untreated sewage or septic tank drainage being drained onto or into the surface of any part of the Property, or onto or into any body of water located on the Property. No means of sewage disposal may be installed, used or maintained except a septic tank, an improved gray water system or a similar or improved means of sanitary sewage disposal which meets the requirements of and is approved by all governmental authorities having jurisdiction thereof. No structure placed upon a Lot shall be used until sanitary sewage disposal facilities complying with this paragraph have been completely finished. The Committee shall have the right, but not the obligation, to specify the location, orientation and drainage field of any such means of sanitary sewage disposal, subject to the approval of all governmental authorities having jurisdiction thereof. This Article 5.25 is not meant to prohibit any "gray water" systems, which are approved by the Architectural Review Committee and all applicable governmental authorities.

- 26. HUNTING and FIREARMS. No hunting, including, but not limited to, bow hunting, shall take place within the Property. No rifles, shotguns, pistols or other firearms may be discharged thereon at any time.
- 27. VEHICLES. No trailer, motor home, boat, recreational vehicle, travel trailer, or any truck larger than a three-quarter (3/4) ton pick-up or wrecked, junked or wholly inoperable vehicle shall be kept, parked, stored or maintained on any portion of the Lot unless they are in an enclosed structure. No exterior storage of recreational vehicles or boats will be permitted on any lot. No dismantling or assembling of an auto, trailer, motor home, tent, boat, recreational vehicle, travel trailer, any truck or other machinery or equipment shall be permitted in any driveway, street or yard adjacent to a street. No commercial vehicle bearing commercial insignia or names shall be parked on any Lot except within an enclosed structure or a screened area which prevents such view thereof from adjacent Lots and streets, unless such vehicle is temporarily parked for the purpose serving such Lot. No parking of any vehicles shall be permitted in the right-of-way or on the paved streets.
- 28. GARBAGE AND REFUSE DISPOSAL. No Lot shall be used or maintained as a dumping ground for rubbish. Trash, garbage and other waste shall be kept in sanitary containers. No trash, ashes or other refuse may be thrown or dumped on any vacant Lot, park, street, right-of-way, or drainage area in the Properties. No cans, bags, containers or receptacles for the storing or disposal of trash, garbage, refuse, rubble, or debris shall be stored, kept, placed or maintained on any Lot where visible from any street except solely on a day designated for removal of garbage and rubbish and on which days only such cans, bags, containers, and receptacle may be placed in front of a residence and beside a street for removal but shall be removed from view before the following day. No burning of trash or brush shall be permitted within the P.U.D., except by the Declarant.
- 29. ANIMALS. No sheep, goats, horses, cattle, swine, poultry, snakes, livestock, or other animals of any kind shall ever be raised, kept, bred, or harbored on any portion of the Property, except that dogs, cats, or other common household pets (not to exceed a total of three (3) adult animals) may be kept, provided that they are not kept, bred, or maintained for any commercial purposes and provided further that such common household pets shall at all times, except when they are confined within the boundaries of a private single-family residence or Lot upon which same is located, be restrained or controlled by a leash, rope, or similar restraint or a basket, cage, or other container. All pets must be restricted to the Lots of their respective owners by fences or other enclosures, or by restraints, and not allowed to run at large. Pets may not be kept if they become offensive or a nuisance by virtue of their numbers, sight, odor or noise. It is specifically understood and agreed that the owners of any pets kept on any Lot shall be strictly liable for any damages done to the property or person of any third party by such livestock or pets which may occur outside the Lot's property lines.
- 30. OIL AND MINING OPERATIONS. No oil drilling, oil development operations, oil refining, quarrying or mining operations of any kind shall be permitted upon or in any Lot, nor shall oil wells, tanks, tunnels, mineral excavations, or shafts be permitted upon any Lot. No derrick or other structure designed for use in boring for oil or natural gas shall be erected, maintained or permitted upon any Lot. No tank for the storage of oil or fluids may be maintained on any Lots above the surface of the ground.

- 31. COMMUNICATIONS ANTENNAE. No radio, citizen band or otherwise, or television aerial wires or antennae shall be maintained on any portion of any Lot, except those which are fully enclosed within the structure of the Living Unit. No microwave or other satellite dishes, antennas, receivers, or transmitters shall be placed on any Lot without the prior written approval of the Architectural Review Committee which shall have the authority to establish guidelines for the placement of satellite dishes and solar collectors. Solar apparatus, if used, must be installed in a location not visible from the street, any Rights-of-Way or other Lots or portions thereof, and must be approved by the Architectural Review Committee before erection.
- 32. NUISANCES. No noxious or offensive activity shall be carried on upon any Lot, nor shall anything be done thereon which may be or may become an annoyance or nuisance to the neighborhood.
- 33. ADVERSE CONDITIONS. No Owner or occupant shall perform any work that will impair the structural soundness or integrity of another Living Unit or impair any easement or hereditament, nor do any act nor allow any condition to exist, which will adversely affect the other Living Units or their Owners or residents.
- 34. EXTERIOR LIGHTING. No exterior lighting of any sort shall be installed or maintained on a Lot where the light source is offensive or a nuisance to neighboring property. Exterior site lighting should be included in the landscaping plan and submitted for review and approval by the ARC prior to installation.
- 35. EXTERIOR NOISE. No exterior speakers, horns, whistles, bells or other sound devices (except security devices such as entry door and patio intercoms used exclusively to protect the Lot and improvements situated thereon) shall be placed or used upon any Lot without the approval of the Architectural Review Committee. Excess noise, noxious, offensive or undesirable activity shall not be permitted, which may be or become a nuisance or annoyance to the Owners of adjacent Lots or to the PUD as a whole
- 36. ATHLETIC FACILITIES. Tennis court lighting and fencing shall be allowed only with the approval of the Architectural Review Committee. Basketball goals, or backboards, or any other similar sporting equipment of either a permanent or temporary nature shall not be placed on any Lot in the subdivision or where same would be visible from an adjoining street or Lot, without the prior written consent of the Architectural Review Committee. The Architectural Review Committee shall have the authority to establish guidelines for the placement and design of basketball goals and no basketball goal shall be kept or maintained within sight of any street except in accordance with any such guidelines established.
- 37. OUTSIDE PARKING AND STORAGE. The following rules shall apply to all vehicles, watercraft and towable equipment:
- (a) No boat, trailer, camping unit, recreational vehicle or self propelled or towable equipment or machinery of any sort shall be parked for storage on any Lot except in a closed

garage or in an area adequately screened by planting or fencing, so that such item cannot be viewed from any other Lot or Common Facility, nor shall any truck, camper, recreational vehicle, boat, trailer, equipment, or machinery be parked in front of any residence for a period in excess of twenty four (24) consecutive hours. Both the Architectural Review Committee and the Board of Directors are empowered to establish such additional rules and regulations relating to the parking and storage of vehicles, equipment, and other property, both on Lots and the Common Facilities, as either may from time to time deem necessary to ensure the preservation and appearance of the Property; and such rules and regulations shall be in all respects binding on and enforceable against Lot Owners, provided, however, no such additional rules or regulations shall in any manner revoke or relax any of the restrictions in use set forth in this Article 5.37.

- (b) During the construction of improvements on a Lot, necessary construction vehicles may be parked thereon for and during the time of such necessity, subject to and in accordance with the terms of this Declaration and the Architectural Guidelines.
- 38. BURGLAR AND FIRE ALARMS. Each residence constructed on a Lot within the Subdivision shall include, as part of the initial construction, a perimeter burglar alarm system covering all exterior doors, entries and windows and such type, number, and location of smoke detectors as stipulated by the ordinances and/or building codes then in effect.
- 39. HOME AUTOMATION. Each residence constructed on a Lot within the Subdivision shall include, as part of the initial construction, pre-wiring for a home automation system to take full advantage of the technology provided by GVTC Fiber-to-the-Home, with conduits placed from a central control panel (Distribution Box) in a "technology closet" to component locations, allowing for future technological enhancements. All pre-wiring shall be completed according to "Structured Wiring Standards for New Homes" for Fiber to the Home published by Guadalupe Valley Telecommunications Cooperative.
- 39. HOUSE NUMBERING. House numbers identifying the address of each house must be placed as close as possible to the front entry and shall be illuminated so that the numbers can be easily read from the street at night. Size, color and material of the numbers must be compatible with the design and color of the house. The Enclave stone address monuments are acceptable and in compliance with this requirement.
- 40. AIRPORT LOTS. Lots 14-27 are eligible for the construction of Airplane Hangars. Hangars built on the above mentioned lots will be used only for storage of a private aircraft belonging to the property owner. No Rental hangars will be allowed for third party rentals. All plans for construction must be approved by the ARC, the Canyon Lake Airport Council of Co-Owners, Inc. and the Corps of Engineers (if any portion of the hangar is below the 948' elevation). Starting construction of a hangar on any lot shall automatically provide the owner membership in the "Council of Co-Owners" and ownership in an "Undivided Interest in the Common Elements and Non-Exclusive Right and Easement to use and enjoy the Common Elements". Membership in the "Council of Co-Owners" shall automatically follow the ownership of said property thereafter, and upon transfer of ownership, however caused or brought about; the new owner shall automatically be and become a member of the "Council". Membership and the Sharing of

Common Expenses are mandatory once construction of a Hanger is commenced on any lot, according to the "Condominium Declaration for Canyon Lake Airport, Phase 1," as amended. The annual "Assessment" will be prorated to the start date of construction of the Hangar. All requirements of the "Canyon Lake Airport Council of Co-Owners, Inc.", the "Architectural Review Committee" and "The Corps of Engineers" (if any portion of the hangar is below the 948' elevation) must be met. Rental Hangars are available at the airport, on a first-come first served basis, for property owners of lots within The Enclave at Canyon Lake and additional hangars may be constructed for lease or purchased as condominiums from the developer, however, the construction of any additional units will be based upon demand and is not guaranteed. Use of a rental hangar, will not obligate an Owner to join the Canyon Lake Airport Council of Co-Owners. Airplane Hangars will not be allowed on any other Lot in the development. Hangars may only be built on Lots 14-27, Phase 1 in The Enclave at Canyon Lake.

The use of Canyon Lake Airport is restricted for use by licensed pilots who are Property Owners of The Enclave at Canyon Lake and Members of Canyon Lake Airport Council of Co-Owners, Inc. or licensed pilots who are tenants of Canyon Lake Airport Hangars. Use of the airport is restricted to Small Airplane Category with a maximum takeoff weight of 12,500 pounds. All aircraft and pilots must comply with the rules and regulations established by Canyon Lake Airport and the Canyon Lake Airport Council of Co-Owners, Inc.

- 41. LAKEFRONT LOTS. Encroachments into the Flowage Easement are strictly prohibited. Specifically, the following structures may not be constructed in the Flowage Easement: Houses, trailer homes, or any other structure used for human habitation or Septic tanks or septic lateral drainage fields or systems. The following structures may be constructed within the Flowage Easement if an Easement Construction Permit is secured in advance from the U.S. Corp of Army Engineers: Decks/gazebos, Driveways, Utilities, Ditches/channels, Tennis courts, Swimming pools, Fences, Outbuildings, and Animal housing/barns. Any Owner of a lakefront lot may, contact the Canyon Lake Project Office at (830) 964-3341 or in writing at Canyon Lake Office, U.S. Army Corps of Engineers, 601 C.O.E. Road, Canyon Lake, TX 78133-4129 to schedule a field visit appointment with a Corps ranger to assist in locating the boundary of the Flowage Easement, or in answering any other questions concerning encroachments and the permit program.
- 42. ADDITIONAL LAND USE REGULATIONS. The Association is empowered to establish additional land use regulations relating to the Property, both on Lots and the Common Facilities (including subdivision streets) as it may from time-to-time deem necessary to ensure the preservation and appearance of the Subdivision as a first class residential neighborhood and such rules and regulations shall, when promulgated, be in all respects binding on and enforceable against all Lot Owners, provided, however, no such additional rules or regulations shall in any manner revoke or relax any of the restrictions of use set forth in this Article.

## ARTICLE 6 EASEMENTS

- 1. EASEMENTS. Easements for installation and maintenance of utilities and drainage facilities are reserved as shown on the recorded plat. Within these easements, if any, no structure, planting or other material shall be placed or permitted to remain which may damage or interfere with the installation and maintenance of utilities or, in the case of drainage easements, which may change the direction of flow of water through drainage channels in such easements. The easement area of each Lot, if any, and all improvements in such area shall be maintained continuously by the Owner of the Lot, except for those improvements for which a public authority or utility company is responsible. All drainage on Lots must comply with the area grading plans attached as Exhibit "A" and any subsequent grading plans approved by Comal County and the ARC.
- 2. SUBDIVISION WALLS AND MONUMENTS. An easement for construction, reconstruction, repair, and maintenance of any subdivision entry walls, monument, or sign, now or hereafter erected on a Lot, is hereby reserved to Declarant and the Association upon and across each such Lot. No Owner of a Lot on which a subdivision entry wall, monument, or sign is placed shall do or permit any act which damages, defaces, or alters such wall, monument or sign or obscures the same from view of any adjoining street. Any vegetation growing outside of a subdivision entry wall which borders the rear of any Lot in The Enclave at Canyon Lake a P.U.D., shall be maintained by the Association and the Association may landscape the strip of land outside the wall as it deems appropriate. Vegetation growing between the subdivision entry wall and the adjoining street along the side of any corner Lot shall be maintained by the Lot Owner in a neat, orderly and trimmed condition, failing which, Declarant and/or the Association may enter on the Lot for such purposes and at the expense of the Owner.
- 3. MAINTENANCE AND ACCESS EASEMENTS. There is hereby created in favor of all easement owners, Declarant, the Association, and their assignees, a right of ingress or egress across, over, and under the Properties for the purpose of installing, replacing, repairing, and maintaining all facilities for utilities, including, but not limited to, water, telephone, electricity, gas, and appurtenances thereto, and to repair, correct, replace, or maintain any wall, fixture, light, or other structure or item constituting part of the Common Facilities or required or permitted to be maintained under the terms hereof or to correct or remove any condition prohibited under the terms hereof.
- 4. WAIVER OF LIABILITY. Neither the Declarant nor the Architectural Review Committee nor any member of the Committee shall be liable for any damage done by any utility company or their assigns, agents, employees or servants, using any easements now or hereafter in existence, whether located on, in, under, or through the Properties, to fences, shrubbery, trees or flowers or other property now or hereinafter situated on, in, under, or through the Properties. No provision hereof related to placement or nature of structures or conditions on a Lot, nor the approval thereof, express or implied, by the Declarant or the Committee shall affect the rights of easement owners nor enlarge the rights of Lot Owners with regard to the construction or maintenance of improvements or conditions within an easement area.

- 5. DRAINAGE EASEMENTS. Easements for diare reserved as shown on the Subdivision Plat, such easements easements." No Owner of any Lot in the subdivision may perfor which would alter or change the course of such drainage easements shown on Exhibit "A" in a manner that would divert, increase flow of water over and across such easements. More specifically or resident of a Living Unit may:
- (a) alter, change or modify the existing neasements in a manner that changes the character of the original
- (b) alter, change or modify the existing co or fill, excavate or terrace such easements, or remove trees the prior written approval of the Architectural Review Commit Engineer;
- (c) construct, erect or install a fence or within or upon such drainage easements;
- (d) permit storage, either temporary or pe such drainage easements; or
- (e) place, store or permit to accumulate debris within or upon the drainage easements, either on a tem.
- 6. COMPLIANCE BY OWNER. The failure provisions of this Article shall in no event be deemed or consumer on the Architectural Review Committee and/or Declarant, and shall not be charged with any affirmative duty to police, control drainage easements provided for in this Article shall in no way in the subdivision.

ge throughout the subdivision depicted thereon as "drainage cause to be performed any act and original grading of Lots as celerate or impede the natural d without limitation, no Owner

al vegetation of the drainage onment of such easements;

on of the drainage easements, regetation therefrom without d the Comal County Drainage

cture of any type or nature

of any type upon or within

age, leaves, limbs or other permanent basis.

Owner to comply with the impose liability of any nature h Committee and/or Declarant enforce such provisions. The tany other recorded easement

## ARTICLE 7 ON SITE INSPECTION AND DISCLOSURE

1. CAVES AND SINKHOLES. Natural caves and sinkholes may occur on some of the Lots in the Property. Prior to Closing the purchase of the Lot, each prospective Lot Owner should personally inspect the Lot in which he is interested and/or obtain the services and advice of a professional inspector to assure himself of the location of any such caves and/or sinkholes. If he completes the purchase of a Lot, such Lot Owner agrees that such purchase shall evidence the fact that he or a professional inspector acting on his behalf has made an inspection to determine the location of any such caves and/or sinkholes.

#### 2. SITE IMPROVEMENTS.

- (a) Each prospective Lot Owner is hereby notified that the streets in the Property are not public streets, but are private streets within a Planned Unit Development. After they have been completed and approved by Comal County the streets shall be conveyed to the Association. The Association shall have the responsibility for maintaining the streets. Although there is a fifty foot (50') street right-of- way indicated on the Subdivision Plat, the paved area is of variable width and generally is limited to twenty four feet (24') and the shoulders or concrete curbs generally are one and one half foot (1-1/2') in width. In order to maintain the aesthetics of a rural subdivision and the ambience of country lanes, the Declarant has made a concerted effort to preserve native trees along the streets wherever possible. These are sometimes located within the unpaved portion of the street right-of-way. Each prospective Lot Owner should carefully note the width of the paved portion of the streets and the proximity of trees to pavement. In completing the purchase of a Lot, the Owner specifically agrees that such purchase shall evidence the following:
  - (i) his acknowledgement of the nature of the streets within the P.U.D.;
  - (ii) his acknowledgement of the proximity of the trees to the pavement;
- (iii) his assumption of the risk for himself, his family, guests and all other invitees for whom he may legally do so of driving on streets among trees, without, however, subjecting himself to the claims of invitees as third-party beneficiaries of such agreement;
- (iv) his agreement to drive on such streets in a safe manner, given the particular weather conditions that may exist from time to time, in accordance with all traffic laws, rules and regulations of the State of Texas (the same as if they pertained to private streets), in accordance with all posted traffic signs and warnings and rules and regulations of the Association, and in accordance with the terms of the Declaration, as it may be amended from time to time; and
- (v) his release, to the fullest extent permitted by law, of Declarant, Declarant's officers, directors, contractors, employees and agents from any liability any of them might

otherwise incur to the Owner and/or-the Owner's family, guests and other invitees arising out of or in connection with the streets of the P.U.D. or the location of trees within the unpaved portion of the street rights-of-way.

- (b). Each prospective Lot Owner also is notified that drainage ditches, culverts and other drainage facilities within the street rights-of-way in the Property. are not publicly owned, but are privately owned. Once they have been completed, the drainage facilities located within the road rights-of-way shall be conveyed to the Association, which shall have the responsibility for maintaining them. Each prospective Lot Owner should carefully note the location of the drainage facilities and of any creek beds and 100-year flood plain areas. In completing the purchase of a Lot, the Owner specifically agrees that such purchase shall evidence the following:
- (i) his acknowledgement that the bridges, drainage ditches, culverts and other drainage features located within the street rights-of-way of the P.U.D. are not owned by a public entity, but shall be owned and maintained by the Association;
- (ii) his acknowledgment that he has carefully checked the Plat of the Lot to determine if any of the Lot is affected by a creek bed or a 100-year flood plain area or is within the Flowage Easement of the Corps of Engineers for Canyon Lake;
- (iii) his agreement to hire a professional engineer to evaluate the siting of improvements and to design adequate surface water drainage improvements to prevent flooding;
- (iv) his assumption of the risk for himself, his family, guests and all other invitees for whom he may legally do so of owning property subject to such airport, bridges, drainage facilities, creek beds, 100-year flood plain areas and Flowage Easements and knowing the location thereof, without, however, subjecting himself to the claims of invitees as third-party beneficiaries of such agreement;
- (v) his agreement to refrain from unsafe conduct in the proximity of such airport, bridges, drainage facilities, creek beds and 100-year flood plain areas and to carefully supervise the conduct of any children for whom he is responsible who may be in or near such bridges, drainage facilities, creek beds, 100-year flood plain areas and Flowage Easements; and
- (vi) his release, to the fullest extent permitted by law, of Declarant, Declarant's officers, directors, contractors, employees and agents from any liability any of them might otherwise incur to the Owner and/or the Owner's family, guests and other invitees to the Lot arising out of or in connection with his or their unsafe conduct in the proximity of such airport, bridges, drainage facilities, creek beds, 100-year flood plain areas or Flowage Easements.
- 3. "AS IS, WHERE IS". Each prospective Lot Owner acknowledges that, other than those warranties expressly stated herein, Declarant, its officers, employees, brokers, agents and salesmen, make no warranties, express or implied, as to the condition of any Lot, the Common Facilities, nor the Property itself. Each prospective Lot Owner is responsible for thoroughly

inspecting and examining the Lot in which he is interested and for conducting such investigations, either personally or through professional inspectors, of the Lot and the Property as he deems necessary for him to evaluate his purchase. By completing the purchase of a Lot, each Lot Owner is acknowledging that he is purchasing the Lot on an "AS IS," "WHERE IS," and "WITH ALL FAULTS" basis and is further acknowledging the following:

- (a) Each Lot Owner is responsible for extending a water line into his Lot from the water service line located next to his Lot and for paying the Canyon Lake Water required fees (or the fees of any other water purveyor providing water to the Lot) at the time of installation;
- (b) Each Lot Owner is responsible for installing and maintaining his own septic tank system pursuant to all applicable land use regulations, including, but not limited to, those promulgated by Comal County and the Texas Commission on Environmental Quality. Declarant has no obligation with respect to sewage disposal facilities;
- (c) Each Lot Owner is responsible for extending electricity into his Lot from a transformer or a pull-box located at or near the property line of his Lot;
- (d) GVTC shall provide a Fiber Optic Network to the community and all services for telephone, cable TV, internet service, etc. shall be provided by GVTC; and
- (e) The Association will have full responsibility for maintaining those portions of the private streets within the Property, which have been completed; such responsibility to include landscaping and to commence one year after each portion of a street has been completed. The Association also shall maintain commercial general liability insurance with coverage sufficient to adequately protect the Association, its officers, directors, employees and any Members acting on its behalf, as well as the Declarant, the members of its Board of Directors and its officers, agents, and employees from liability arising out of the construction, maintenance and/or ownership of the Common Facilities.
- 4. AGREEMENT. If he completes the purchase of a Lot, the Owner specifically agrees that such purchase also shall evidence the following:
- (a) his acknowledgement of the existence in the Property of trees in close proximity to streets, airport, creek beds, 100-year flood plain areas, Flowage Easements, bridges, culverts, drainage facilities, caves and/or sinkholes;
- (b) his agreement to accept the risk of such features for himself and his family, guests and other invitees, only to the extent, however, that the law makes such acceptance binding on his invitees without subjecting himself to the claims of invitees as third-party beneficiaries of such agreement;
- (c) his agreement to waive any claim that he may have, now or in the future, whether known or unknown, against Declarant, Declarant's officers, directors, contractors, employees and agents arising out of the existence within the Property of trees within the unpaved

portion of street rights-of-way, airport, creek beds, 100-year flood plain areas, Flowage Easements, bridges, drainage facilities, caves and/or sinkholes; and

(d) his agreement to indemnify and hold harmless Declarant, Declarant's officers, directors, contractors, employees, brokers, agents and salesmen from and against any claim that such Lot Owner or any heir or assign of such Lot Owner might bring against any of them in contravention of his agreements contained in this Article 7.4.

## ARTICLE 8 ANNEXATION AND AMENDMENTS

- 1. ADDITION TO PROPERTY. Additional lands may become subject to this Declaration in the following manners:
- Additions by Declarant. The Declarant, its successors and assigns, shall have the right to bring within the scheme of this Declaration, and without the consent of Members, additional properties in future stages of the development, and within ten (10) years from the date of this instrument; provided that such additions lie within the area outlined on Exhibit "B" attached hereto and incorporated herein by reference. Declarant, its successors and assigns, shall not be bound to make any additions to the Property. Any additions authorized under this and the succeeding subsections shall be made by filing of record a Declaration of Covenants, Conditions and Restrictions or similar instrument with respect to the additional property which shall extend the general scheme of the covenants and restrictions of this Declaration to such property, and the execution thereof by the Declarant shall constitute all requisite evidence of the required approval thereof. Such document may contain such complimentary additions and/or modifications of the covenants and restrictions contained in this Declaration as may be applicable to the additional lands and are consistent with the overall development. The document may contain different classes of membership and/or land uses. In no event, however, shall any such instrument be construed so as to revoke, modify or add to the covenants established by this Declaration as they are applicable to the Property. In the event Declarant annexes additional property into the Association, any property shown as a detention pond, common area, easement or similar designation on the recorded plat, which is subsequently conveyed to the Association, shall be accepted and maintained by the Association
- (b) Other Additions. The owner of any property, who desires to add the scheme of this Declaration and to subject it to the jurisdiction of the Association, may make written submission therefor to the Association together with the following:
- (i) The proposed property shall be described by size, location, proposed land use, and general nature of proposed private improvements;

- (ii) The proponent shall describe the nature and extent of common facilities to be located on the proposed property and fully describe any mortgage debt related to the common facilities or other debt, which he seeks the Association to assume;
- (iii) The proponent shall state that the proposed additions, if made, will be subject to the general scheme of this Declaration and all Association assessments.

Upon such submission and subject to the Association's later review and approval of a proposed form of Declaration of Covenants, Conditions and Restrictions for the proposed property, the Association shall vote by class on the proposal. Two-thirds (23) approval of the total votes of each class of membership shall be required for approval. If the proposed property shall be approved for addition to the jurisdiction of the Association, such addition shall be complete upon the proponent's filing of record a Declaration of Covenants, Conditions and Restrictions or similar instrument in form approved by the Board of Directors of the Association and executed by said Board of Directors or one or more authorized officers of the Association.

- 2. DURATION. This Declaration shall remain in a corce and effect until January 1, 2025, at which time, and on each tenth anniversary the automatically renewed for a period of ten (10) years unless the way of seventy-five percent (75%) of the Lots shall file a written agreement to abandon same
- 3. AMENDMENT BY DECLARANT. Declar discretion to amend, alter, delete, or remove these restrictions out the consent of Owners so long as Class B membership exists, where such amendment, alter the Owners, as determined by Declarant in its discretion. The sole restriction on Declarant's ability to amend the Declaration in this fashion at the amendment must not be illegal or against public policy.
- 4. AMENDMENT BY OWNERS. This Declaration may be amended by written instrument executed by the Owners of seventy-five percent (7) for more of the Lots, provided that no amendment prior to January 1, 2025, shall be effective ntil approved and executed by Declarant and filed of record in the Official Public Records of the Lots, provided that no amendment prior to January 1, 2025, shall be effective ntil approved and executed by Declarant and filed of record in the Official Public Records of the Lots, provided that no amendment prior to January 1, 2025, shall be effective ntil approved and executed by Declarant and filed of record in the Official Public Records of the Lots, provided that no amendment prior to January 1, 2025, shall be effective ntil approved and executed by Declarant and filed of record in the Official Public Records of the Lots, provided that no amendment prior to January 1, 2025, shall be effective ntil approved and executed by Declarant and filed of record in the Official Public Records of the Lots, provided that no amendment prior to January 1, 2025, shall be effective ntil approved and executed by Declarant and filed of record in the Official Public Records of the Lots of the Lots

### ARTICLE 9 ENFORCEMENT

1. BREACH BY OWNER. The failure of any Owner or tenant to comply with any restriction or covenant will result in irreparable damage to Declarant and other Owners of Lots in the Subdivision; thus the breach of any provision of this Declarant on may not only give rise to an action for damages at law, but also may be made the subject of an ection for injunctive relief and/or

specific performance in equity in any court of competent jurisdation. In the event enforcement actions are instituted and the enforcing party prevails, then in a stion to the remedies specified above, court costs and reasonable attorney's fees shall be assessed against the violator.

- 2. REMEDIES. In addition to the remedies for enforcement provided for elsewhere in this Declaration, the violation or attempted violation of the providence ons of this Declaration, or any amendment thereto, or Rules and Regulations promulgated by the board of Directors, by an Owner, his family, guests, lessees or licensees shall authorize the Board (in the case of all of the following remedies) or any Owner (in the case of the remedies provided in (d) below), to avail itself of any one or more of the following remedies:
- (a) The imposition of a special charge not to exceed Five Hundred Dollars (\$500.00) per violation, or
- (b) The suspension of Owner's rights to use any Association property for a period not to exceed thirty (30) days per violation, plus attorney's fees incurred by the Association with respect to the exercise of such remedy, or
- (c) The right to cure or abate such violation, including the right to enter any Lot upon which such violation exists without liability for trespass, and to charge the expense thereof, if any, to such Owner, plus attorney's fees incurred by the Association with respect to the exercise of such remedy, or
- (d) The right to seek injunctive or any other relief provided or allowed by law against such violation and to recover from such Owner all its expenses and costs in connection therewith, including but not limited to attorney's fees and court costs.
- 3. WRITTEN NOTICE. Before the Board invokes the remedies provided in subparagraphs (a), (b), (c) and (d) above, it shall give written notice of such alleged violation to Owner, and shall provide the Owner the opportunity to respond. If, after the response, a violation is found to exist, the Board's right to proceed with the listed remedies shall become absolute. Each day a violation continues shall be deemed a separate violation. Failure of the Association, the Declarant, or of any Owner to take any action upon any breach or default with respect to any of the foregoing violations shall not be deemed a waiver of their right to take enforcement action thereafter or upon a subsequent breach or default.
- 4. LIEN AGAINST OWNER. All charges assessed against an Owner pursuant to this Article shall constitute a continuing lien upon the Lot of such Owner as fully as if such charge were an unpaid annual or special assessment.
- 5. LIMITATIONS OF LIABILITY. Neither the Declarant, nor the Architectural Review Committee, nor any member of such Committee, shall be liable in damages, or otherwise, to anyone submitting plans, specifications, and/or plot plans for approval or to any Owner of a Lot in the P.U.D. by reason of mistake of judgment, negligence or nonfeasance arising out of or in connection with the approval or disapproval or failure to approve or to

disapprove any plans, specifications, plot plans or other matters submitted to it or arising out of any other action taken or not taken by them, jointly or severally, pursuant to the provisions of this Declaration.

## ARTICLE 10 MISCELLANEOUS

- 1. TITLES. The titles, headings and captions which have been used throughout this Declaration are for convenience only and are not to be used in construing this Declaration or any part thereof.
- 2. GOVERNING LAW. THIS AGREEMENT SHALL BE GOVERNED BY AND CONSTRUED AND INTERPRETED IN ACCORDANCE WITH THE LAWS OF THE STATE OF TEXAS. ALL ACTS REQUIRED OR PERMITTED TO BE PERFORMED HEREUNDER ARE PERFORMABLE IN COMAL COUNTY, TEXAS, AND IT IS AGREED THAT ANY ACTION BROUGHT TO ENFORCE OR CONSTRUE THE TERMS OR PROVISIONS HEREOF OR TO ENJOIN OR REQUIRE THE PERFORMANCE OF ANY ACT IN CONNECTION HEREWITH SHALL BE BROUGHT IN A COURT OF COMPETENT JURISDICTION SITTING IN COMAL COUNTY, TEXAS.
- 3. INTERPRETATION. If this Declaration or any word, clause, sentence, paragraph or other part thereof shall be susceptible to more than one or conflicting interpretations, then the interpretation which is more nearly in accordance with the general purposes and objectives of this Declaration shall govern.
- 4. OMISSIONS. If any punctuation, word, clause, sentence, or provisions necessary to give meaning, validity, or effect to any other word, clause, sentence, or provision appearing in this Declaration shall be omitted herefrom, then it is hereby declared that such omission was unintentional and that the omitted punctuation, word, clause, sentence or provision shall be supplied by inference.
- 5. GENDER AND GRAMMAR. The singular, whenever used herein, shall be construed to mean the plural, when applicable, and the necessary grammatical changes required to make the provisions here apply either to corporations or individuals, males or females, shall in all cases be assumed as though in each case fully expressed.
- 6. DURATION. These covenants, conditions, easements and restrictions shall run with the land and shall be binding upon and against the P.U.D. until January 1, 2025, after which time said covenants shall be automatically extended for successive periods of ten (10) years unless an instrument signed by the then owners of not less than seventy-five percent (75%) of the Lots has been recorded agreeing to change said covenants in whole or in part.

7. ADDITIONAL INFORMATION. Architectural Guidelines for the subdivision, Rules and Regulations of the Association, and the other documents and information which may affect an Owner or prospective Owner may be implemented by the ARC, the Association or the Declarant. Each Owner and prospective Owner is advised to carefully examine each of such documents in addition to this Declaration to determine his rights and obligations as an Owner.

EXECUTED effective the H day of April , 2006.

THE ENCLAVE AT CANYON LAKE LTD., a Texas limited partnership

By: J. B. LONG INVESTMENTS, LLC a Texas-limited liability company

General Partner

By: Sohmie R. Long,

Chairman of Managers

STATE OF TEXAS

§ §

COUNTY OF COMAL

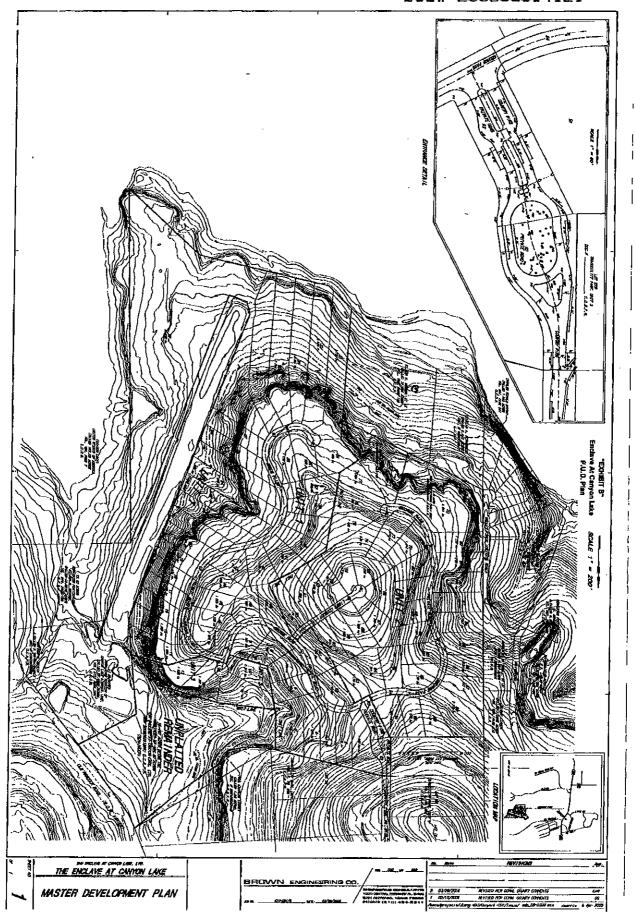
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This instrument was acknowledged before me on the \_\_\_\_\_day of April, 2006, by Johnnie R. Long, Chairman of J.B. LONG INVESTMENTS, LLC, a Texas limited liability company, General Partner of THE ENCLAVE AT CANYON LAKE, LTD., a Texas limited partnership, on behalf of said partnership.

AFTER RECORDING, RETURN TO:

JOHNSON, CHRISTOPHER, JAVORE & COCHRAN, INC. 5802 N.W. Expressway San Antonio, Texas 78201-2851

BENNIE J. BROWNLEE JR. Notary Public State of Texas My Commission Expires November 10, 2009





This page has been added to comply with the statutory requirement that the clerk shall stamp the recording information at the bottom of the last page.

This page becomes part of the document identified by the file clerk number affixed on preceding pages.

Doc# 200606014121

Official Records of COMAL COUNTY JOY STREATER COUNTY CLERK

Jay Streater