

BY-LAWS
OF
SQUIRES GROVE HOME OWNERS ASSOCIATION, INC.

ARTICLE I-GENERAL

These By-Laws shall be known as the "By-Laws of SQUIRES GROVE HOME OWNERS ASSOCIATION, INC."

ARTICLE II-MEMBERS

Section 1. Annual Meeting. The annual meeting of the members shall be held on the 15th day in the month of March in each year, beginning with the Year 1976, at the hour of 2:00 P.M., for the purpose of electing directors and for the transaction of such other business as may come before the meeting.

Section 2. Special Meetings. Special meetings of the members for any purpose or purposes, unless otherwise prescribed by Statute, may be called by the Board of Directors, at the request of the members of not less than one-tenth of the voting shares of the corporation entitled to vote at the meeting.

Section 3. Place of Meeting. Meetings of the corporation shall be held at a convenient place such as may be designated by the Board of Directors.

Section 4. Notice of Meeting. It shall be the duty of the Secretary to mail or serve personally a notice of each annual or special meeting, stating the purpose thereof, as well as the time and place where it is to be held, to each member of record, at least five, but not more than ten, days prior to said meeting. The mailing of the notice herein shall be considered sufficient. However, it shall be the duty of all members to keep the Secretary, at all times, advised of their current mailing addresses, and Secretary shall not be responsible for failure of the members to keep him so advised.

Section 5. Members, Voting, Proxies, Quorum, Lack of Quorum. A majority of the lot owners shall constitute a quorum and proxy votes shall be counted in determining whether or not a quorum is present. Votes may be cast in person or by proxy. Proxies must be filed with the Secretary at least four days before the appointed time of each meeting. If any meeting of owners cannot be organized because of lack of a quorum, the lot owners who are present, either in person or by proxy, may adjourn the meeting to a time not less than 48 hours from the time the original meeting was called.

ARTICLE III-BOARD OF DIRECTORS

Section 1. Number and Qualifications of Directors. The Board of Directors shall manage the affairs of the corporation. Such Board of Directors, except the initial Board of Directors, shall consist

of three directors who must be owners of lots in the subdivision.

Section 2. Powers of Directors. Board of Directors shall have the powers and duties necessary for the administration of the affairs of this corporation and may do all such acts and things as are not by law or by the Articles of Incorporation or by the By-Laws prohibited.

Section 3. Responsibilities of Directors. In addition to such other duties imposed by the Articles of Incorporation and by these By-Laws or by resolutions of the corporation, the Board of Directors shall be responsible for the following:

- a. the ownership, management, maintenance and improvement of Outs 4, 5 and 6 and the cul de sac at the North end of Terrace Drive, through the Management Association.
- b. the promulgation and enforcement of rules and regulations relative to such common lands and facilities, and
- c. the establishment of a yearly budget for the estimated cost of carrying out their responsibilities as set forth in "a" above,
- d. the fixing, levying and collecting of assessments as necessary for the aforesaid purposes and for their common obligation with the Condominium Association for Outlot 3. Within 30 days on or before the beginning of each fiscal year of the corporation, the Board of Directors shall ascertain from the Management Association the assessment to cover the services to be provided by the Management Association for the ensuing year. The Board of Directors shall also determine the necessary assessment to cover the estimated operating costs of Homes Association for the ensuing year, and on or before 15 days of the beginning of the ensuing fiscal year, the Directors shall notify each member in writing as to the combined assessment for the coming year with reasonable itemization thereof.
- e. at each annual meeting of the corporation, the Directors shall supply to all of the owners an accounting of the expenses paid during the preceding fiscal year along with a tabulation of amounts collected pursuant to the estimates provided and showing any shortage or overage of actual expenditures plus reserves. Any amount accumulated in excess of the amount required for actual expenses shall be credited to each owner in the proportion as provided in the Articles of Incorporation for the next fiscal year. Any net shortage shall be added to the assessment for the next fiscal year.
- f. The corporation and the Directors hereof shall keep full and correct books of account and the same shall be open for inspection by any owner or representative of any owner duly authorized in writing, at such reasonable

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time or times during normal business hours as may be requested by a member.

Section 4. Relationship to the Management Association. The directors shall serve as directors of the Squires Grove Management Association and shall represent the interests of the Squires Grove Home Owners Association thereon and act in concert with the other Board Members to carry out the responsibilities involved in the joint interest in the common lands and facilities of Outlot 3. The organizational structure, operational format, responsibilities and powers of the Squires Grove Management Association are more specifically defined in the By-Laws of the Management Association attached hereto.

The directors shall contract with the Management Association for such services as are required to carry out its responsibilities with regard to Outlots 4, 5 and 6 and the cul de sac at the North end of Terrace Drive, and may contract for such other services as may be desired.

Section 5. Election and Term of Office. At the first annual meeting of the unit owners, the term of office of one member of the Board of Directors shall be fixed at three years, the term of office of one member of the Board of Directors shall be fixed at two years and the term of office of one member of the Board of Directors shall be fixed at one year. At the expiration of the initial term of office of each respective member of the Board of Directors, his successor shall be elected to serve for a term of three years. The members of the Board of Directors shall hold office until their respective successors shall have been elected by the unit owners.

Section 6. Removal of Members of the Board of Directors. At any regular or special meeting of unit owners, any one or more of the members of the Board of Directors may be removed with or without cause by a majority of the unit owners and a successor may then and there or thereafter be elected to fill the vacancy thus created. Any member of the Board of Directors whose removal has been proposed by the unit owners shall be given an opportunity to be heard at the meeting. A Director may resign at any time by filing his written resignation with the Secretary of the corporation. Directors need not be residents of the State of Wisconsin.

Section 7. Vacancies on Board. Vacancies on the Board of Directors caused by any reason shall be filled by a vote of the majority of the remaining directors, even though they constitute less than a quorum; and each person so elected shall be a Director until a successor is elected at the next annual meeting of the corporation. Any Director who ceases to be an owner of a lot shall automatically cease to be a Director.

Section 8. Regular Meetings and Notice. Regular meetings of the Board of Directors may be held at such time and place as shall

ARTICLE IV-OFFICERS

Section 1. Principal Officers. The principal officers of the corporation shall be a President, a Secretary and a Treasurer, all of whom shall be elected by and from the Board of Directors. The offices of Secretary and Treasurer may, at the option of the Board of Directors, be combined as one office. The Directors may appoint such assistants and such other officers as in their judgment may be necessary.

Section 2. Election and Removal. The officers of the corporation shall be elected annually by the Board of Directors at the organization meeting of each new Board and shall hold office at the pleasure of the Board. Upon an affirmative vote of the majority of the members of the Board of Directors, any officer may be removed, either with or without cause; and his successor elected at any regular meeting of the Board of Directors or at any special meeting of the Board called for such purpose upon proper notice given.

Section 3. President. The President shall be the chief executive officer of the corporation, and he shall preside at all meetings of the corporation and of the Board of Directors. He shall have all the general powers and duties which are usually vested in the office of the President of a corporation, including but not limited to the power to appoint committees from among the owners from time to time as he may in his discretion decide is appropriate to assist in the conduct of the affairs of the corporation.

Section 4. Secretary. The Secretary shall keep the minutes of all meetings of the Board of Directors and the minutes of all meetings of the corporation; and he shall have charge of such books and papers as the Board of Directors may direct, and he shall, in general, perform all the duties incident to the office of Secretary.

Section 5. Treasurer. The Treasurer shall have responsibility for corporation funds and securities and shall be responsible for keeping full and accurate accounts of all receipts and disbursements and books belonging to the corporation. He shall be responsible for the deposit of all monies and all valuable effects in the name, and to the credit, of the corporation in such depositories as may from time to time be designated by the Board of Directors. The Treasurer shall also be responsible for the billing and collection of all assessments made by the Corporation.

ARTICLE V-DUTIES, OBLIGATIONS AND RIGHTS OF MEMBERS

Section 1. Obstruction in common Areas. No owner shall place or caused to be placed any obstructions or objects in any of the common areas, without the written permission of the Board of Directors.

Section 2. All owners shall have the right to use the open space and facilities of Outlots 3, 4, 5 and 6 and the cul de sac at the North end of Terrace Drive, subject to such rules and regulations as may be established for the government thereof.

Section 3. On or before the first day of the fiscal year each owner shall be obligated to pay to the corporation or as it may direct, 100 per cent of the assessment made pursuant to the requirements of the Declaration of Restrictions and Covenants for Squires Grove, Sections 7 and 10. If such payment is not made prior to the tenth day after the beginning of the fiscal year, the Board of Directors may prescribe a penalty for each day in which such assessment is not paid subsequent to the tenth day after the beginning of the fiscal year.

If a member is in default in the payment of the assessment for a period of more than 30 days, the Board of Directors in the name of the corporation may bring suit for and on behalf of the corporation, to enforce collection of such delinquencies or to foreclose the lien therefore as provided by law; and there shall be added to the amount due the costs of said suit, the legal interest, reasonable attorney's fees and such penalties as may have been prescribed by the Board of Directors.

The amount of any delinquent and unpaid charges, assessments, penalties, interest, costs and fees as herein provided shall be and become a lien against the real property lot or lots of the member involved when payable and may be foreclosed as a lien as provided by law. In addition to the liens provided for herein, all of the members shall also be personally liable for any charges or assessments made against the real property lot or lots owned by them.

No member may waive or otherwise escape liability for the assessments provided herein by non-user of the community lands and common facilities of the project.

ARTICLE VI-FISCAL YEAR

The fiscal year of the corporation shall begin on the 15th day of March and end on the 14th day of March in each year.

ARTICLE VII-AMENDMENTS

At any meeting called for such purpose, these By-Laws may be amended by an affirmative vote of at least two-thirds of all the voting members of the corporation subject to approval by Village of Elm Grove

ARTICLE VIII-ADDITIONAL POWERS

In addition to the powers and duties and limitations enumerated herein, the corporation and the Board of Directors shall have such other powers and duties and limitations as may be conferred and equired by the Articles of Incorporation.