

MERIDIAN HOMEOWNERS' ASSOCIATION**SCHEDULE OF FINES**

WHEREAS, the Board of Directors (the "Board") of **MERIDIAN HOMEOWNERS' ASSOCIATION** (the "Association") has previously adopted a Covenant Enforcement and Fining Policy (the "Policy") for the Association with regard to covenant violations found to exist within the Meridian community (the "Property"), which Policy has been recorded in the Denton County Real Property Records as Document No. 2006-156155; and

WHEREAS, Paragraph 10 of the Policy provides that the Board may adopt a schedule of fines applicable to Violations within the Property which may include a progression of fines for repeat offenders.

NOW, THEREFORE, IT IS RESOLVED that the following schedule of fines is hereby established for the Association:

SCHEDULE OF FINES

First Fine: The first fine is \$50.00. (Note: The first fine for any hardscape installation or modification constructed or installed without first obtaining Association approval will be \$150.00.)

Subsequent Fines: Subsequent to the imposition of the first fine, the individual or per fine amounts will double each 30-day period that a violation is not cured until the individual fine amount reaches \$1,000.00. Thereafter, the individual or per fine amount for each 30-day period that the violation remains uncured will be \$1,000.00. There is no maximum to the cumulative amount of total fines which may be levied.

Fines for Similar Violations: If an owner commits a violation and is fined, but cures the violation, in the event he commits the same or similar violation within six months of the notice of the prior violation, then fines may be imposed without notice and an opportunity to cure and the fine amount will begin at the amount of the previous fine and continue to increase pursuant to this schedule.

This is to certify that the foregoing resolution was adopted by the Board of Directors at a meeting of same on JANUARY 5, ~~2009~~, and has not been modified, rescinded or revoked. 2010

DATE: 01-05-2010


Secretary