## Overview and Quick

## **Reference Guide**

of the

# Oakleaf Villas Garden Condominium By-Laws

This document is intended as a reference guide, not to replace the wording or intent of the official By-Laws. Refer to the actual By-laws for specific interpretations. This is not intended as a legal declaration of responsibilities or regulations. This is a supplement to make those references quicker.

Compiled by: Jeff Rogge, Secretary Fall, 2011

1	Article 1 - NAME AND LOCATION
2	The name of the Council of Unit Owners is "Oakleaf Villas Garden Condominium, inc."
3	
4	Article 2 - DEFINITIONS
5	• legal definition of "Declaration"
6	• other definitions are taken from the Annotated Code of Maryland
7	
8	Article 3 - MEMBERSHIP
9	anyone who holds the title to a Unit is a member of the Corporation
10	• these By-Laws apply to the Corporation and are in line with MD's Annotated Code
11	<ul> <li>the Secretary keeps a membership roster of Unit Owners</li> </ul>
12	<ul> <li>Members notify the Secretary in writing of any change in ownership</li> </ul>
13	<ul> <li>Failure to provide this information disqualifies Owners as voting members</li> </ul>
14	
15	Article IV - MEETING OF MEMBERS AND / OR UNIT OWNERS
16	Section 1
17	• the Board of Directors assigns a suitable meeting location
18	Section 2
19	• establishing the first meeting of the Corporation
20	Section 3
21	• the President calls special meetings if the Board decides, or 25% of the Owners petition
22	• Other than the original reason the special meeting is called, no other business can take place
23	unless 80% of the Owners are present (or proxy).
24	Section 4
25	The Secretary mails notice of meetings to the address on the membership roster.  The distribution of the secretary mails notice of meetings to the address on the membership roster.
26	The notice states the purpose, date, location.  The notice states the purpose, date, location.
27	• It must go out more than 10 days before the date, but less than 90 days.
28	Meetings of members are open meetings.
29	Section 5
30	• 25% of the members must be present (by proxy or in person) to conduct business
31	Section 6
32	Members' vote corresponds to the number of Units they own.
33	• Normal decisions are made by vote greater than 50%, unless otherwise indicated in the By-Laws
34	• Members who are delinquent (more than 30 days) in payment may not vote nor be elected to the
35	Board of Directors.
36	Section 7
37	A member may appoint another member as a proxy (in writing).
38	• One proxy vote per member representing, and they expire after 180 days.
39	Section 8
40	• If quorum is not met, the Members may designate another meeting 10 days from then.
41	• All Members then need to be notified as above.
42	Section 9
43	Order of Business

44		1) Roll Call and proxies	
45		2) Proof of notice of meeting or waiver or notice	
46		3) Reading of minutes of preceding meeting	
47		4) Reports of Officers	
48		5) Reports of Committees	
49		6) Elections and Appointments	
50		7) Unfinished business	
51		8) New business	
52		9) Adjournment	
53			
54		Article V – DIRECTORS	
55	Section 1	The Board of Directors must have at least 3, but no more than 9 members.	
56	Section 2	Lists the original Directors.	
57	Section 3	The Board of Directors administrates on behalf of the Council of Unit Owners to:	
58		1) Provide care, upkeep, maintenance	
59		2) Set and collection of assessments	
60		3) Hire and fire personnel	
61		4) Enforce rules	
62		5) Impose fines, suspend voting rights, etc.	
63		6) Lease, grant licensee, easements for common elements	
64		7) Purchase Units	
65		8) Make arrangements, for enjoyment, recreation, or welfare of Members	
66		9) Purchase Insurance	
67		10) Make repairs	
68		11) Tow unauthorized vehicles	
69		12) Manage parking spaces	
70	Section 4		
71	• By ma	jority vote, the Board may employ a Management agent	
72	<ul> <li>Management agents may be dismissed without cause with 90 day notice, with cause 30 days</li> </ul>		
73	notice		
74	<ul> <li>Terms</li> </ul>	with Management agents may not be more than one year, but may be renewed.	
75	Section 5		
76	<ul> <li>Terms</li> </ul>	of office for Directors are 3 years (after the first round of Directorships expired).	
77	• The M	lembership may choose to have Director terms of one year.	
78	<ul> <li>Direct</li> </ul>	ors hold their office until successors have been elected and hold their first annual meeting	
79	Section 6		
80	<ul> <li>Norma</li> </ul>	al vacancies are filled by a majority vote of the remaining Directors.	

The new Director's term serves until the next annual meeting, when a new election can be held. 81 82 Section 7

80

83

84

86

87

- Directors may be removed by a majority vote of the members, after that Director has been heard.
- A Director more than 30 days delinquent in dues may be terminated by the rest of the Board.
- 85 Section 8
  - No Director will receive compensation for service on the Board, reimbursement for reasonable expenses is ok.

- 88 Section 9 89 Within 10 days of an election, the Board of Directors must meet. 90 Section 10 91 The Board of Directors must meet at least two times a year (as decided by a majority on the 92 Board). Appropriate notice must be given to each Director unless it is a reoccurring date. 93 Section 11 94 95 location, and purpose).
  - Special meetings of the Board may be called by the President, with 3 day's notice (with time,
- Section 12 96

97

99

100 101

103

104

105

107

108 109

111

116

120

123

127

128

- Waiver of notice for Board Meetings
- 98 Section 13
  - Board of Director's meetings need a majority of Directors for quorum.
  - If quorum is not met, another meeting may be called 48 hours later, business may move forward without quorum at that meeting
- Section 14 102
  - Any action by the Board (except adopting a budget), may be taken without a meeting if all Directors individually and collectively consent in writing.
  - Written consent is filed with the Minutes.
- 106 Section 15
  - Directors must register with the Department of Assessments and Taxation.

#### Article VI – OFFICERS

- 110 Section 1
  - Principal officers are the President, Vice President, Secretary and Treasurer.
- Office is by election of the Board. 112
- Other offices may be created and held by non-Corporation members. 113
- The Secretary may also be the Treasurer. 114
- 115 Section 2
  - Officers are elected by the Board of Directors annually.
- 117 Section 3
- A Director may be removed from their position by a majority vote of the Board, with or without 118 119
  - A successor is then elected by the Board.
- 121 Section 4
- 122 the President is the Chief Executive Officer.
  - The President presides at all member meetings and the Board meetings.
- The President has all the general powers and duties usually vested in a President of the 124 125 Corporation (including but not limited to, appointing committees to assist the Corporation).
- 126 Section 5
  - The Vice President takes the place of the President if the President is unable.
  - The Board may also specify other duties for the Vice President.
- 129 Section 6
- 130 The Secretary keeps the minutes and resolutions of all meetings.

131	• The Secretary counts all votes at meetings of members, keeps the membership roster, and other	
132	records.	
133	Section 7	
134	<ul> <li>The Treasurer has the responsibility for funds, and accounting responsibilities for the</li> </ul>	
135	Corporation.	
136	Section 8	
137	<ul> <li>Officers serve without compensation.</li> </ul>	
138		
139	Article VII - Liability and Indemnification of Officers and Directors	
140	• This section deals with protection for Directors against legal actions pertaining to their work as	
141	Directors.	
142	• This section refers to contracts between the Directors and the interests of the Corporation.	
143		
144	Article VIII - MANAGEMENT	
145	Section 1	
146	• The council of Unit Owners is responsible for cost of liability insurance, cost of services for	
147	management, maintenance and repair of common property.	
148	• Costs associated with maintenance or repair of any Unit if it is necessary to protect common	
149	property or overall community appearance (by approval of the Board of Directors, with	
150	reasonable notice to the owner). The owner of the unit can then be responsible for payment of	
151	work.	
152	Section 2	
153	• Responsibilities may be delegated to the Management Agent, and if the Management Agent is	
154	believed to provide competent service, then the Board and/or Corporation is not responsible if the	
155	Management Agent fails to provide.	
156	Section 3	
157	• The Corporation has the power to negotiate easements and licenses with utilities, cable TV gas	
158	lines, etc.	
159	Section 4	
160	• The Corporation isn't responsible for failure in the water supply or any other utility paid out of	
161	the common funds. Unless the Condominium has insurance to cover such events, the Corporation	
162	is not liable for damages from water coming off the roof, downspout or into any Units.	
163	Section 5	

164 • The Corporation is the attorney in fact.165 Section 6

166167

169

170171172

- This section refers to owner responsibilities for their individual units.
- Structural repairs can be the responsibility of the Corporation unless negligence from the Owner.

168 Section 7

• The Board can enter Units to make repairs when necessary for public safety or to prevent damage to other properties. A reasonable effort needs to be made to notify the Owner.

ARTICLE IX – ASSESSMENTS, CARRYING CHARGES AND ANNUAL BUDGET

173 Section 1

- Members' monthly charges are due the first of the month.
- These charges cover facilities maintenance, management, repairs, taxes and assessments, liability
   insurance, water and/or any other costs from the corporations.
- The Board of Directors determines the amount annually, and may do so more frequently if necessary.
- If the Board and more than 50% of Members agree, collection may occur on a basis other than monthly.
- Increases need to be rounded off to the next higher dollar amount.
- After the Board determines the annual assessment, it is submitted to the Owners at least 30 days before adoption.
  - The budget is adopted at an open meeting of the Council of Unit Owners.
  - Annual budgets must cover:
    - 1) Income
    - 2) Administration
    - 3) Maintenance
    - 4) Utilities
    - 5) General expenses
    - 6) Reserves
    - 7) Capital items
  - No Owner may exempt themselves from assessments or carrying costs.
- 194 Section 2

184

185

186 187

188

189

190

191 192

193

195

196

198

199 200

203

207

209

210

- Special Assessments may be levied with the assent of the majority of Owners. The purpose of the special assessment is determined by the Board.
- 197 Section 3
  - Delinquent accounts may be charged fees, interest, collection costs, attorney's fees, and a lien may be initiated.
  - Rules and format for the lien are stated
- The Board may post a list of delinquent members in any location within the Condomininium.
- 202 Section 4
  - The Corporation can issue Certificates of Assessment, and charge \$30 for it.
- 204 Section 5
- The board may elect for an accelerated or insist on payment in full on delinquent accounts.
- 206 Section 6
  - Priority of a Lein
- 208 Section 7
  - Proper notification of owners with delinquent accounts.

211 ARTICLE X – USE RESTRICTIONS

- Units are for private residential purposes, with exceptions granted by the Board of Directors (i.e. day-care).
- 214 Section 2
- No portion of the Unit may be rented, all or nothing. Any Owner leading, must notify the Board
   of Directors with a copy of the lease.

- Units may not be leased for less than 30 days.
  - The By-Laws or any other "house rules" need to be inside the unit.
- Check original passage for exemptions to this.

#### 220 Section 3

218

221

222223

224

225

226

227

228

229

230

231232

233

234

235

236237

238

239

240241

242243

244

245246247

248

249

250

251

252

253

- Each Unit is to be used for residential purposes, professional office exemptions to be granted by the Board of Directors (in compliance with zoning laws).
- Anyone intending to run a home day-care service must notify the Board in writing 60 days before
  opening the service. The Board of Directors may regulate and charge fees for home day care
  providers.
- No noxious activities or trade. i.e. loud music, late night parties, or equipment usage that interferes with normal TV or radio reception.
- No obstruction to the common areas/properties.
- Nothing can be stored on the common elements without approval by the Board of Directors.
- Parking spaces and bicycle storage may be assigned by the Board of Directors.
- No alterations, modifications, messing with common areas, especially if it increases the insurance rate.
  - No posting advertisement, posters, signs on the exterior of Units (or in windows), without permission of the Board.
  - No recreational vehicles, boats, trailers, etc. stored on the premises unless approval of the Board. The Board may create such spaces though.
  - No antennas that are visible from the exterior may be erected or maintained except by written consent of the Board.
  - All yards must be kept orderly (no motorcycles, on patios, etc.). The Board of Directors may determine "orderly." If an owner fails to remove objectionable items, the Board may remove them (without liability), and charge the owner for costs incurred.
  - Livestock and poultry are prohibited, small orderly house pets are fine (except for breeding purposes).
  - Pets need to be accompanied, and leashed. Owners are responsible for their pets.
- No temporary structures or clothes lines are allowed.

#### ARTICLE XI – ARCHITECTURAL CONTROL

- Residents cannot change the exterior appearance of their unit without prior permission (including: awnings, nailing things, windows, doors, lighting, etc.).
- Units cannot be joined or partitioned without prior approval.
- The Architectural Control Committee has 3 members appointed by the Board, if no committee exists then the Board is the Committee.
  - Requests should be made to the Architectural Control Committee, and the ACC has 60 days to address them.
  - The applicant has 6 months to commence approved plans, and completed within 12.
- When the project is completed, the ACC requests from the Owner a Certificate of Compliance.
- The ACC has the power to adopt rules and regulations, enforceable through the Courts.

256257

- 258 The Board will obtain insurance (for common elements, fire, flood, Workman's Comp, 259 Indemnity, fidelity, and determine that Unit Owners may need to obtain their own insurance for 260 individual units. 261
  - Each Owner will insure their Units, with an appropriate amount of coverage.

### 262 263

264

265

#### ARTICLE XIII – CASULTY DAMAGE – RECONSTRUTION OR REPAIR –CONDEMNATION

This section provides guidance if the Insurance proceeds are insufficient, the damage is catastrophic, etc. It also states where the Corporation may step in if more than 2/3 of a project is destroyed, and how to work with issues of condemnation from damage.

266 267 268

269

270

271 272

#### ARTICLE XIV - FISCAL MANAGEMENT

- The fiscal year starts with January 1. It may be changed by the Board.
- Books and accounts are the charge of the Treasurer. They should be in good order, and include all receipts and expenditures.
- The Books and accounts of the Corporation must be available for Unit Owners upon request.
- With prior authorization of the Board, the President or Vice President may execute all notes, checks, and contracts.

274 275 276

277 278

279

273

#### ARTICLE XV - AMENDMENTS

- These By-Laws may be amended by a 67% vote by the Unit Owners at any meeting called for this purpose.
- Amendments may be proposed by the Board or by Petition signed by at least 30% of Unit Owners, with proper notice.

280 281 282

283

284

285

286

287

288

#### **ARTICLE XVI – Mortgages**

- Owners who mortgage their Unit, need to notify either the President of the Board, or the Management Agent.
- With few exceptions, the Council of Unit Owners may not abandon, subdivide, or sell common elements.
- At least 67% of Owners are needed to approve changes beyond the By-Law statements to: voting rights, leins, assessments, bonds, leasing, etc.
- Unpaid assessments may be collected by the Council of Unit Owners when over 60 days due.

289 290 291

#### **ARTICLE XVII – Parking Spaces**

- All parking spaces are considered common elements, to be regulated by the Board.
- Vehicles must be parked properly so they don't interfere with other parking spaces or access.

293 294 295

296

292

## ARTICLE XVIII – Federal Home Loan Mortgage Corporation and Federal National Mortgage **Association**

By-Laws, rules, standards, etc must comply with the FHLMC

297 298 299

300

#### **ARTICLE XIX – Compliance – Interpretation – Miscellaneous**

• We are compliant with Maryland laws and they also supersede these By-Laws.