Tax parcel nos.: 3-30-11..00-0419..00 through 3-30-11.00-605,,00

Prepared by: Hudson, Jones, Jaywork & Fisher, LLC 225 South State Street, Dover, DE 19901

### **BY-LAWS**

**OF** 

# ORCHARD HILL HOMEOWNERS ASSOCIATION, INC.

### ARTICLE I

### OFFICES

SECTION 1., <u>REGISTERED OFFICE</u>, The registered office shall be established and maintained in care of Dover Delaware Incorporators, LLC, a Delaware limited liability company, c/o Harry M.. Fisher, Esq.., 225 South State Street, Dover, Kent County, State of Delaware, and Dover Delaware Incorporators, LLC, shall be the registered agent of this corporation in charge thereof..

SECTION 2. <u>OTHER OFFICES</u>.. The corporation may have other offices, either within or without the State of Delaware, at such place or places as the Board of Directors may from time to time appoint or the business of the corporation may require

### ARTICLE II

### MEETINGS OF MEMBERS

SECTION 1.. <u>ANNUAL MEETINGS.</u> Annual meetings of members for the election of directors and for such other business as may be stated in the notice of the meeting, shall be held at such place, either within or without the State of Delaware, and at such time and date as the Board of Directors, by resolution, shall determine and as set forth in the notice of the meeting.. In the event the Board of Directors fail to so determine the time, date and place of meeting, the annual meeting of members shall be at the registered office of the corporation in Delaware

If the date of the annual meeting shall fall upon a legal holiday, the meeting shall be held on the next succeeding business day. At each annual meeting, the members entitled to vote shall elect a Board of Directors and they may transact such other corporate business as shall be stated in the notice of the meeting.

SECTION 2.. <u>OTHER MEETINGS</u>. Meetings of members for any purpose other than the election of directors may be held at such time and place, within or without the State of Delaware as shall be stated in the notice of the meeting.

SECTION 3.. <u>VOTING</u>.. Each member entitled to vote in accordance with the terms of the Certificate of Incorporation and in accordance with the provisions of these By-Laws shall be entitled to one vote, in person or by proxy, for each lot owned in Orchard Hill Development, but no proxy shall be voted after three (3) years from its date unless such proxy provides for a longer period. Upon demand of any member, the vote for directors and the vote upon any question before the meeting shall be by ballot

All elections for directors shall be decided by majority of those votes; all other questions (by members or directors) shall be decided by majority vote of a quorum, except as otherwise provided by the Certificate of Incorporation or the laws of the State of Delaware..

A complete list of the members entitled to vote at the ensuing election, arranged in alphabetical order, with the address of each, and the number of lots held by each, shall be open to the examination of any member, for any purpose germane to the meeting, during ordinary business hours for a period of at least ten (10) days prior to the meeting, either at the place within the county where the meeting is to be held, which place shall be specified in the notice of the meeting, or, if not so specified, at the place where the meeting is to be held. The list shall also be produced and kept at the time and place of the meeting during the whole time thereof, and may be inspected by any member present.

SECTION 4.. QUORUM.. Except as otherwise required by law, by the Certificate of Incorporation, or by these By-Laws, the presence, in person or by proxy of members holding a majority interest in the corporation entitled to vote shall constitute a quorum at all meetings of the members. In case a quorum shall not be present at any meeting, a majority in interest of the members entitled to vote thereat, present in person or by proxy, shall have power to adjourn the meeting from time to time, without notice other than announcement at the meeting, until the requisite number of members entitled to vote shall be present, At any such adjourned meeting at which the requisite number of members entitled to vote shall be represented, any business may be transacted which might have been transacted at the meeting as originally noticed; but only those members entitled to vote at the meeting as originally noticed shall be entitled to vote at any adjournment or adjournments thereof..

SECTION 5.. <u>SPECIAL MEETINGS</u>.. Special meetings of the member for- any purpose or purposes may be called by the President, or by resolution of the Board of Directors upon receipt of a written request for such meeting by owners holding at least 25% of the total number of votes held by all owners..

SECTION 6.. NOTICE OF MEETINGS. Written notice, stating the place, date and time of the meeting, and general nature of the business to be considered, shall be given to each member entitled to vote at his address as it appears in the records of the corporation,

not less than ten (10) nor more than fifty (50) days before the date of the meetings. No business other than that stated in the notice shall be transacted at any meeting without the unanimous consent of all the members entitled to vote thereat..

SECTION 7... ACTION WITHOUT MEETING. Unless otherwise provided by the Certificate of Incorporation, any action required to be taken at any annual or special meeting of members, or any action which may be taken at any annual or special meeting shall be taken without a meeting, without prior notice and without a vote, if a consent in writing, setting forth the action so taken, shall be signed by members having not less than the minimum number of votes that would be necessary to authorize or take such action at a meeting at which all members entitled to vote thereon were present and voted. Prompt notice of the taking of the corporate action without a meeting by less than unanimous written consent shall be given to those members who have not consented in writing.

### ARTICLE III

### DIRECTORS

SECTION 1.. <u>NUMBER AND TERM</u>.. The number of directors shall be three (3). The directors shall be elected at the annual meeting of the members and each director shall be elected to serve until his successor shall be elected and shall qualify.. Directors need not be members.

SECTION 2.. <u>RESIGNATIONS</u>. Any director, member of a committee or other officer may resign at any time. Such resignation shall be made in writing, and shall take effect at the time specified therein, and if no specified time, at the time of its receipt by the President or Secretary. The acceptance of a resignation shall not be necessary to make it effective.

SECTION 3.. <u>VACANCIES</u>.. If the office of any director, member of a committee or other officer becomes vacant the remaining directors in office, though less than a quorum by a majority vote, may appoint any qualified person to fill such vacancy, who shall hold office for the unexpired term and until his successor shall be duly chosen.

SECTION 4. <u>REMOVAL</u>.. Any director or directors may be removed either for or, without cause at any time by the affirmative vote of the holders of majority of all the members entitled to vote, at a special meeting of the members called for the purpose and the vacancies thus created may be filled, at the meeting held for the pur pose of removal by the affirmative vote of a majority in interest of the members entitled to vote.

SECTION 5.. <u>INCREASE OF NUMBER</u>. The number of directors may be increased by amendment of these By-Laws by the affirmative vote of a majority of the directors, or,

by the affirmative vote of a majority in interest of the members, at the annual meeting or at a special meeting called for that purpose, and by like vote the additional directors may be chosen at such meeting to hold office until the next annual election and until their successors are elected and qualify; said number of directors not to exceed seven (7).

SECTION 6.. <u>POWERS</u>. The Board of Directors shall exercise all of the powers of the corporation except such as by law, or by the Certificate of Incorporation of the corporation or by these By-Laws conferred upon or reserved to the members.

SECTION 7. <u>COMMITTEES</u>., The Board of Directors may, by resolution or resolutions passed by a majority of the whole board, designate one or, more committees, each committee to consist of two or more of the directors of the corporation, The board may designate one or more directors as alternate members of any committee, who may replace any absent or disqualified member at any meeting of the committee. In the absence or disqualification of any member of such committee or committees, the member or members thereof present at any meeting and not disqualified from voting, whether or not he or they constitute a quorum, may unanimously appoint another member of the Board of Directors to act at the meeting in the place of any such absent or disqualified member

Any such committee, to the extent provided in the resolution of the Board of Directors, or in these By-Laws, shall have and may exercise all the powers and authority of the Board of Directors in the management of the business and affairs of the corporation, and may authorize the seal of the corporation to be affixed to all papers which may require it; but no such committee shall have the power or authority in reference to amending the Certificate of Incorporation, adopting an agreement of merger or consolidation, recommending to the members the sale, lease or exchange of all or substantially all of the corporation's property and assets, recommending to the members a dissolution of the corporation or a revocation of a dissolution, or amending the By-Laws, or the Certificate of Incorporation expressly so pr ovided, no such committee shallhave the power or authority to declare a dividend or to authorize the issuance of stock.

SECTION & MEETINGS., The newly elected directors may hold their first meeting for the purpose of organization and the transaction of business, if a quorum be present, immediately after the annual meeting of the members; or the time and place of such meeting may be fixed by consent in writing of all the directors.

Regular meetings of the directors may be held without notice at such places and times as shall be determined from time to time by resolution of the directors,,

Special meetings of the board may be called by the President or by the Secretary on the written request of any two directors on at least two days' notice to each director and shall be held at any such place or places as may be determined by the directors, or as shall be stated in the call of the meeting.

SECTION 9. <u>QUORUM</u>.. A majority of the directors shall constitute a quorum for the transaction of business. If at any meeting of the board there shall be less than a quorum present, a majority of those present may adjourn the meeting from time to time until a quorum is obtained, and no further notice thereof need be given other than by announcement at the meeting which shall be adjourned..

SECTION 10.. <u>COMPENSATION</u>, Directors shall not receive any stated salary for their services as directors or as members of committees, but by resolution of the board a fixed fee and expenses of attendance may be allowed for attendance at each meeting. Nothing herein contained shall be construed to preclude any director from serving the corporation in any other capacity as an officer, agent or otherwise, and receiving compensation therefor.

SECTION 11.. <u>ACTION WITHOUT MEETING</u>, Any action required or permitted to be taken at any meeting of the Board of Directors, or of any committee thereof, may be taken without a meeting, if prior to such action a written consent thereto is signed by all members of the board, or of such committee as the case may be, and such written consent if filed with the minutes of the proceedings of the board or committee

### ARTICLE IV

### **OFFICERS**

SECTION 1. <u>OFFICERS</u>. The officers of the corporation shall be a President, a Treasurer, and a Secretary, all of whom shall be elected by the Board of Directors and who shall hold office until their successors are elected and qualified. In addition, the Board of Directors may elect one or more Vice Presidents and such Assistant Secretaries and Assistant Treasurers as they deem proper,, None of the officers of the corporation need be directors. The officers shall be elected at their first meeting of the Board of Directors after each annual meeting. More than two offices may be held by the same person.

SECTION 2.. <u>OTHER OFFICERS AND AGENTS</u>. The Board of Directors may appoint such other officers and agents as it may deem advisable, who shall hold their offices for such terms and shall exercise such powers and perform such duties as shall be determined from time to time by the Board of Directors..

SECTION 3. <u>PRESIDENT</u>. The President of the Board of Directors shall preside at all meetings of the Board of Directors and he shall have and perform such other, duties as from time to time may be assigned to him by the Board of Directors.

The President shall be the Chief Executive Officer of the corporation and shall have

the general powers and duties of supervision and management usually vested in the office of President of a corporation. He shall preside at all meetings of the members if present thereat, and all meetings of the Board of Directors, and shall have general supervision, direction and control of the business of the corporation. Except as the Board of Directors shall authorize the execution thereof in some other manner, he shall execute bonds, mortgages and other contracts in behalf of the corporation, and shall cause the seal to be affixed to any instrument requiring it and when so affixed the seal shall be attested by the signature of the Secretary or the Treasurer or an Assistant Secretary or as Assistant Treasurer

SECTION 4.. <u>VICE PRESIDENT</u>.. Each Vice President shall have such powers and shall perform such duties as shall be assigned to him by the Directors..

SECTION 5.. <u>TREASURER</u>.. The Treasurer shall have the custody of the corporate funds and securities and shall keep full and accurate account of receipts and disbursements in books belonging to the corporation.. He shall deposit all monies and other valuable s in the name and to the credit of the corporation in such depositories as may be designated by the Board of Directors..

The Treasurer shall disburse the funds of the corporation as may be ordered by the Board of Directors, or the President, taking proper vouchers for such disbursements. He shall render to the President and Board of Directors at the regular meetings of the Board of Directors, or whenever they may request it, an account of all his transactions as Treasurer and of the financial condition of the corporation. If required by the Board of Directors, he shall give the corporation a bond for the faithful discharge of his duties in such amount and with such surety as the Board shall prescribe.,

SECTION 6.. <u>SECRETARY</u>.. The Secretary shall give, or cause to be given, notice of all meetings of members and directors, and all other notices required by law or by these By-Laws, and in case of his absence or refusal or neglect to do so, any such notice may be given by any person thereunto directed by the President, or by the directors, or members, upon whose requisition the meeting is called as provided in these By-Laws.. He shall record all of the proceedings of the meetings of the corporation and of the directors in a book to be kept for that purpose, and shall perform such other duties as may be assigned to him by the directors or the Resident. He shall have the custody of the seal of the corporation and shall affix the same to all instruments requiring it, when authorized by the directors or the President, and attest the same,

SECTION 7.. ASSISTANT TREASURERS AND ASSISTANT SECRETARIES. Assistant Treasurers and Assistant Secretaries, if any, shall be elected and shall have such powers and shall perform such duties as shall be assigned to them, respectively, by the directors.

### ARTICLE V

### PURPOSE AND POWERS

The purpose and powers of the Association are declared in Article 4 and Article 5 of the Certificate of Incorporation of Orchard Hill Homeowners Association, Inc.., a Delaware corporation, established on or about October \_2006, and of record at the Office of the Secretary of State of Delaware, and incorporated hereto by reference. The powers of the Association may be exercised by the Board of Directors.

### ARTICLE VI

## **ASSESSMENTS**

SECTION 1.. Purpose of Annual Assessment.. Assessments levied by the Association shall be used for the purposes of paying taxes and other governmental charges and assessments on the common areas, if any; promoting the recreation, health, safety, and welfare of the residents and/or lot owners of Orchard Hill; to pay all administrative managerial, legal, insurance, and any other costs or expenses incurred by the Association in the operation of the Association; for the use, improvement, maintenance, repair and replacement of the common areas; to provide an adequate reserve for maintenance, repair, and replacement of the common areas and any improvements situate thereon; and to pay for the cost of use, improvement, maintenance, repair and replacement of storm water management facilities and recreational amenities, if any, constructed upon the common areas or upon public easement axeas appurtenant to the property..

SECTION 2., Annual Assessment. The Board shall levy an annual assessment for the benefit of the corporation at the annual meeting. The assessment shall be equally apportioned to each lot. The assessment shall be paid annually in advance on a date to be set by the Board, and said assessment shall be subject to late fees, interest, and collection costs including reasonable attorneys fees. The Board has discretion to elect to make the annual assessment payable annually, semi-annually, quarterly, ox monthly...

The Board may, without the consent of the membership, increase the annual assessment in an amount not to exceed ten (10%) percent of the annual assessment from the preceding year, as provided in Article IV of the Declaration of Restrictions. The annual assessment may be increased by an amount exceeding 10 % of the annual assessment in the preceding year only upon a two-thirds (2/3) vote of each class of members eligible to vote, by person or proxy, at a meeting duly called for this purpose.

The initial annual assessment in the year immediately following the conveyance of the first lot in Or chard Hill shall be \$150.00 per lot per year.

SECTION 3.. Special Assessment. The Board has authority to levy special assessments apart from the annual assessment, without consent of the membership, not exceeding the aggregate total amount of ten thousand (\$10,000..00) dollars in any given calendar year for the purpose of defraying, in whole or in part, any unbudgeted contingency expense of a non-recurring nature or other extraordinary expense. The Board also has authority to levy special assessments apartment from the annual assessment for the purpose of defraying, in whole or in part, the cost of any construction, reconstruction, repair or replacement of a capital improvement upon the common areas, including fixtures and personal property, or for any other purpose, provided that any such assessment shall have the assent of two-thirds (2/3) of the votes of each class of members eligible to vote in per son or by proxy at a meeting called for this purpose. All special assessments shall be equally apportioned to each lot. The assessment shall be paid in a manner as determined by the Board.

SECTION 4.. Notice and quorum. Written notice of any meeting called for the purpose of taking any action related to setting the annual assessment or a special assessment shall be sent to all member's not less than thirty (30) days nor more than sixty (60) days in advance of the meeting.. At the first such meeting called the presence of members or of proxies entitled to cast twenty-five (25%) percent of all the votes of each class of membership shall constitute a quorum. If the required quorum is not present at any meeting, another meeting may be called subject to the same notice requirements set forth above, and the required quorum at any subsequent meeting shall be reduced to one half of the required quorum at the preceding meeting. No such subsequent meeting shall be held more than sixty (60) days following the preceding meeting

SECTION 5.. Payment,. All notices of assessment to members shall designate a date when the assessment is due and payable, said due date to be determined at the discretion of the Board. Any assessment not paid within fifteen (15) days after the due date shall be delinquent and bear interest at the rate of eighteen percent (18%) per annum and accrue late charges of either fifteen dollars (\$15) per month or one-tenth (1/10) of the total amount of the delinquent assessment or installment, whichever is greater, provided the late charge may not be imposed more than once for the same delinquent payment and may only be imposed if the delinquency has continued for at least fifteen (15) calendar days. The owner shall also be responsible for payment of all costs of collection and reasonable attorneys fees incurred by the Association as a result of non-payment of the assessment amount,. The Association may bring an action at law against the lot owner personally obligated to pay the assessment, or establish and foreclose the lien against the lot. No owner may escape liability for the assessments herein provided by non-use of the Common Areas or by abandonment of their lot.

SECTION 6. Lien subordination \_ Any assessment set by the Board, when due, shall become a lien on the lot or lots against which the assessment is made, subject and subordinate to the lien of any institutional mortgagee providing purchase money financing in either the form of a single purchase money first mortgage or a combination purchase money first and purchase money second mortgage, such purchase money first and purchase money second combination designed to facilitate financing due to statutory lending limits which may prohibit financing of first mortgages in excess of certain dollars amounts, Sale or transfer of any lot pursuant to mortgage foreclosure or any proceeding in lieu thereof, shall extinguish the lien of such assessment as to payment which became due prior- to such sale or transfer,. No sale or transfer shall relieve such lot owner from liability for any assessments thereafter becoming due from the lien thereof.

SECTION 7.. Foreclosure.. The Declat ant hereby covenants, and each owner for any lot by acceptance of a deed therefore, whether or not it shall be so expressed in such deed, is deemed to covenant, agree and authorize the Association to foreclose on any recorded lien in accordance with the procedures prescribed in the rules pertaining to foreclosures of mortgages in the Delaware Rules of Procedures, as if the Association were the mortgagee and owner were the mortgagor

SECTION 8.. Cumulative remedies.. The assessment lien and the rights to foreclosure sale thereunder shall be in addition to and not in substitution for all other rights and remedies which the Association and its successors and assigns may have hereunder and by law, including a suit to recover a money judgment for unpaid assessments, as herein provided..

SECTION 9.. Curing of default. Upon the timely curing of any default for which a notice of claim of lien was filed by the Association, the officers of the Association are hereby authorized to file or record, as the case may be, an appropriate release of such notice, upon payment by the defaulting owner of a fee, to be determined by the Association, but not to exceed one hundred dollars (\$100.,00), to cover the costs of preparing and filing or recording such release.

SECTION 10.. Declaiant's Duty of Fund Assessment Deficits. During any fiscal year in which the Declarant owns one or more lots, it shall be obligated for the account of the Association, at such time or times as is reasonable required by the Association, an aggregate amount equaling the lesser of (a) the total amount which Declarant would have owed to the Association if such lots had been eligible for assessment during that fiscal year, or (b) the amount, if any, by which the expenses of the Association exceed the assessment levied against all lots eligible for assessment for that fiscal year, Declarant shall be entitled to meet such funding obligations by making, or causing, one or more cash payments or in-kind distribution of goods or services, or any

combinations thereof, and the Association shall have the right to enter into written or oral contracts with the Declarant for contribution of such goods or services..

### ARTICLE VII

### ARCHITECTURAL REVIEW COMMITTEE

SECTION 1 Membership. The Association shall establish a body known as the Architectural Review Committee (hereinafter referenced as the ARC) consisting of three (3) members. Membership of the ARC shall be appointed by the Declarant until the later of the following: seven years from the date of execution of the Declaration of Restrictions, or the conveyance of record by the Declar ant to one or more persons of the title to at least ninety percent (90%) of the lots; thereafter, the Board shall have the exclusive right to designate and replace members of the ARC, who shall serve at the pleasure of the Board. Members of the ARC shall serve until the earlier of: their resignation from the Committee, their replacement by the Board or Declarant

SECTION 2.. Purpose and jurisdiction. The ARC shall have jurisdiction to approve or disapprove any and all construction on any portion of any lot, based upon the standards established by the Declaration of Restrictions recorded at the Office of the Recorder of Deeds for Sussex County, Delaware in Deed Book 3142, Page 12..

SECTION 3.. Approval of plans and specifications.. No change, alteration, or addition affecting the appearance of the exterior of any lot shall be commenced, no building, driveway, planting, parking pad, fence, wall, sign, fuel tank, deck, patio, shed, privacy screen, sidewalk, flue, chase, antenna, porch, pool, hot tub, or clothes dryer, or other structure of any kind whatsoever (each of which is hereinafter referred to as an "improvement") shall be constructed, reconstructed, placed (even temporarily or periodically), maintained or modified (other than (1) exterior repainting in the same color as the existing color, and (2) interior painting or other modifications not visible from or affecting the exterior of the Dwelling) unless such action and such improvement has been approved expressly and in writing by the ARC, which shall have the absolute right to refuse to grant such approval for any aesthetic or other reasonable cause, and to withhold such approval until plans and specifications, showing in reasonable detail the nature, kind, shape, height, materials, location, and approximate cost of such improvement, have been submitted to and approved by the ARC expressly and in writing.. In considering whether to grant any such approval, the Committee may consider the suitability of such proposed improvement with relation to such lot and the other lots, and may base such consideration upon such, if any, information concerning the nature, kind, shape, heights, materials, location and approximate cost of such improvement as is furnished to the ARC, as aforesaid, all to the end that such improvement shall be in harmony with, and have no perceived adverse affect upon, its immediate surroundings and other lots

If any owner submits to the ARC a written application for approval of any improvement as aforesaid, and if the ARC has not disapproved, in writing, said application within thirty (30) days of receipt hereof, such approval shall thereupon be deemed to have been given. The affirmative vote of a majority of the members of the ARC shall be required for it to take any action, provided that such majority may designate one member to act for it.

The above provisions of Article VII shall not apply to any structures commenced, erected or maintained by a Class B member on any lot, or within the property until after completion thereof by the Class B member and conveyance to a Class A member..

#### ARTICLE VIII

### **MISCELLANEOUS**

SECTION 1... <u>MEMBERS RECORD DATE</u>., In order that the corporation may determine the members entitled to notice of or to vote at any meeting of members or any adjournment thereof, or to express consent to corporate action in writing without a meeting, or for the purpose of any other lawful action, the Board of Directors may fix, in advance, a record date, which shall not be more than sixty nor less than ten days before the date of such meeting, nor- more than sixty days prior to any other action. A determination of members of record entitled to notice of or to vote at a meeting of members shall apply to any adjour nment of the meeting; provided, however, that the Board of Directors may fix a new record date for the adjourned meeting..

SECTION 2.. <u>SEAL</u>, The corporate seal shall be circular in form and shall contain the name of the corporation, the year of its creation and the words "CORPORATE SEAL".. Said seal may be used by causing it or a facsimile thereof to be impressed or affixed or reproduced or otherwise.

SECTION 3.. <u>FISCAL YEAR</u>. The fiscal year of the corporation shall be deter mined by the Board of Directors

SECTION 4.. <u>CHECKS</u>. All checks, drafts or other orders for the payment of money, notes or other evidences of indebtedness issued in the name of the corporation shall be signed by such officer or officers, agent or agents of the cox poration, and in such manner as shall be deter mined from time to time by resolution of the Board of Directors .

SECTION 5. <u>NOTICE AND WAIVER OF NOTICE</u>.. Whenever any notice is required by these By-Laws to be given, personal notice is not meant unless expressly so stated, and any notice so required shall be deemed to be sufficient if given by depositing

the same in the United States mail, postage prepaid, addressed to the person entitled thereto at his address as it appears on the records of the corporation, and such notice shall be deemed to have been given of the day of such mailing. Members not entitled to vote shall not be entitled to receive notice of any meetings except as otherwise provided by statute.

Whenever any notice whatever is required to be given under the provisions of any law, or under the provisions of the Certificate of Incorporation of the corporation or these By-Laws, a waiver thereof in writing, signed by the person or persons entitled to said notice, whether before or after the time stated therein, shall be deemed equivalent thereto.

### ARTICLE IX

### AMENDMENTS

For so long as LHID Orchard Hill, LLC, owns at least one (1) lot in Orchard Hill Development, these By-laws may not be amended by the members but only may be amended by LHID Orchard Hill, LLC, or- its successors in interest, and shall have the absolute power to change these By-Laws in any manner..

After LHID Orchard Hill, LLC, no longer owns any lot in Orchard Hill Development then these By-Laws may be altered or repealed, and By-Laws may be made, at any annual meeting of the members or at any special meeting thereof, if notice of the proposed alteration or repeal, or Bylaw or Bylaws to be made, be contained in the notice of such special meeting, by the affirmative vote of a majority of the member's entitled to vote thereat, or by the affirmative vote of a majority of the Board of Directors, at any regular meeting of the Board of Directors, or at any special meeting of the Board of Directors after the first meeting of the members of the Corporation following the transfer of control of said Corporation from the initial Board of Directors to a board of directors comprised of homeowners..

#### ARTICLE X

# POWERS OF DECLARANT

SECTION 1.. Anything to the contrary notwithstanding, for so long as LHID Orchard Hill, LLC, owns at least one (1) lot in Orchard Hill Development, LHID Orchard Hill, LLC, unless it waives the right, shall be entitled to elect the full Board of Directors.

### ARTICLE XI

### ORGANIZATIONAL PURPOSE

SECTION 1. The corporation, by and through its officers and directors, shall have the power to enforce the Declaration of Restrictions as amended from time to time for Orchard Hill Development, the original Restrictions being recorded at the Office of the Recorder of Deeds for Sussex County, Delaware, in Deed Book 3142, Page 12

SECTION 2.. One of the purposes of the formation of this corporation is the maintenance of all open space, including cutting of grass, providing adequate landscaping, maintaining adequate liability insurance and providing for proper and continuing storm water management for the development of Orchard Hill.. In connection with such activities this corporation may assess members to generate such funds as are reasonably required to meet its obligations,

These Bylaws are executed this/6 day of

A.D., 2006

(SEAL)

LHID ORCHARD HILL, LLC

		By:	/c SEAL Darrin Simpso, Managing Member
STATE OF DELAWARE	: : ss		
COUNTY OF KENT			
SWORN TO and subsc 'bed b fore me, a Notary Public, for the State and <i>County</i> aforesaid, this, day of' e			

Notary Public