

ARTICLES OF INCORPORATION
OF
LOWRY VILLAGE I ASSOCIATION, INC.

Westwind Management
15150 E Iliff Avenue
Aurora, CO 80014

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SECRETARY OF STATE
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In compliance with the requirements of the Colorado Nonprofit Corporation Act, Section 7-20-101 through 7-29-106, C.R.S. 1973, as amended, the undersigned, of full age, has this day, for the purpose of forming a non-profit corporation, certified as follows:

ARTICLE I.
NAME

The name of the corporation is LOWRY VILLAGE I ASSOCIATION, INC., hereafter called the "Association."

ARTICLE II.
PRINCIPAL OFFICE

The principal office of the Association is c/o Village Homes of Colorado, Inc. 6 West Dry Creek Circle, Littleton, Colorado 80120.

ARTICLE III.
REGISTERED AGENT

Anthony J. Rechlitz, whose address is c/o Levin, Rechlitz and Shimel, LLC, 1660 S. Albion Street, Suite 916, Denver, Colorado 80222, is hereby appointed the initial registered agent of this Association, and such address shall be the registered address of this Association.

ARTICLE IV.
PURPOSE AND POWERS OF THE ASSOCIATION

This Association does not contemplate pecuniary gain or profit to the Members thereof, and the specific purposes for which it is formed are to provide for maintenance, preservation and architectural control of certain property and improvements within the property described on Exhibit A to the Declaration (as hereinafter defined), and any additions thereto as may hereafter be brought within the jurisdiction of this Association (hereinafter called the "Property"), and to promote the health, safety and welfare of the residents within the Property, and for the following purposes to:

1. exercise all of the powers and privileges and perform all of the duties and obligations of the Association as set forth in that certain Declaration of Covenants, Conditions and Restrictions of Lowry Village I Association, Inc., hereinafter called the "Declaration," applicable to the Property and recorded or to be recorded in the Office of the Clerk and Recorder of Denver County, Colorado, as the same may be amended and supplemented from time to time, said Declaration being incorporated herein as if set forth at length (terms which are defined in the Declaration shall have the same meanings herein unless otherwise defined);

2. adopt and amend budgets for revenues, expenditures, and reserves, and fix, levy, collect and enforce payment of, by any lawful means, all charges and assessments pursuant to the terms of the Declaration; pay all expenses in connection therewith and all office and other expenses incident to the conduct of the business of the Association, including all licenses, taxes, or governmental charges levied or imposed against the property of the Association;
3. acquire (by gift, purchase, or otherwise), own, hold, improve, encumber, maintain, convey, sell, lease, transfer or otherwise dispose of real or personal property, in its own name, in connection with the affairs of the Association; provided, however, that portions of the Common Area may be conveyed or subjected to a Security Interest by the Association only if Persons entitled to cast at least eighty percent (80%) of the votes in the Association, including eighty percent (80%) of the votes allocated to Units not owned by a Declarant, agree to that action;
4. borrow money and mortgage, pledge, deed in trust, or hypothecate any or all of its personal property as security for money borrowed or debts incurred; provided, however, that portions of the Common Area may be conveyed or subjected to a Security Interest by the Association only if Persons entitled to cast at least eighty percent (80%) of the votes in the Association, including eighty percent (80%) of the votes allocated to Units not owned by a Declarant, agree to that action;
5. hire and terminate managing agents and other employees, agents, and independent contractors;
6. institute, defend, or intervene in litigation or administrative proceedings in its own name on behalf of itself or two or more Owners on matters affecting the Property;
7. impose reasonable charges for the preparation and recordation of amendments to the Declaration or statements of unpaid assessments;
8. provide for the indemnification of its officers and Board of Directors, and maintain directors' and officers' liability insurance;
9. participate in mergers and consolidations with other nonprofit corporations organized for the same or similar purposes; provided that any merger or consolidation, other than as may be done by Declarant as a Special Declarant Right, shall have the assent of the Owners of Units to which at least two-thirds (2/3) of the votes in the Association are allocated;
10. manage, control, operate, maintain, repair and improve its property and other property, as provided in the Declaration;
11. enforce covenants, restrictions, and conditions affecting any property to the extent this Association may be authorized to do so under the Declaration;
12. cooperate with the Master Association, as provided for in the Declaration, and engage in activities which will actively foster, promote and advance the common interests of Owners;

13. enter into, make, perform, or enforce contracts, licenses, leases and agreements of every kind and description, incur liabilities, and do all other acts necessary, appropriate or advisable in carrying out any purpose of this Association, with or in association with any Person, firm, association, corporation, or other entity or agency, public or private; provided, however, that the foregoing rights with respect to contracts and leases shall be subject to the express limitations, if any, contained in the Act;

14. promulgate, adopt, alter, amend, repeal, and publish Association Bylaws and Rules and Regulations as may be necessary or desirable for the proper management of the affairs of this Association; provided, however, that such Association Bylaws, and Rules and Regulations, shall not be inconsistent with or contrary to any provisions of these Articles of Incorporation or the Declaration;

15. have and exercise any and all powers, rights and privileges which a corporation organized under the Colorado Nonprofit Corporation Act by law may now or hereafter have or exercise;

16. regulate the use, maintenance, repair, replacement and modification of Common Area;

17. cause additional improvements to be made as part of the Common Area;

18. impose and receive any payments, fees or charges for the use, rental or operation of the Common Area;

19. exercise any powers enumerated in the Bylaws of the Association and exercise any other powers necessary and proper for the governance and operation of the Association.

ARTICLE V. MEMBERSHIP

Every Person who is a record owner of a fee or undivided fee interest in any Unit which is now or hereafter subject to assessment as provided in the Declaration, including contract sellers, shall be a Member of the Association. Following termination of the Property, the membership shall consist of all former Owners entitled to distribution of proceeds under the Act or their heirs, personal representatives, successors or assigns. The foregoing is not intended to include persons or entities who hold an interest merely as security for the performance of an obligation. Membership shall be appurtenant to and may not be separated from ownership of any Unit which is subject to assessment by the Association.

A transfer of membership shall occur automatically upon the transfer of title to the Unit to which the membership pertains. The Association may suspend the voting rights of a Member for a period not to exceed sixty (60) days for any infraction of its published Rules and Regulations or the Association Bylaws, or for any period during which any assessment against such Owner's Unit remains unpaid. All Members shall be entitled to vote on all matters except any Members who are in default in any obligations to the Association. Cumulative voting is prohibited.

ARTICLE VI.
VOTING RIGHTS

1. The Association shall have one class of voting membership. Each Owner shall be entitled to one (1) vote for each Unit owned, in accordance with the General Common Allocation attributable to such Unit, except that no votes allocated to a Unit owned by the Association may be cast. The total number of votes which may be cast in connection with any matter shall be equal to the total number of Units then existing within the Property. Except as otherwise provided in this Article, during the Period of Declarant Control, the Declarant or Persons appointed by the Declarant may appoint all officers and directors and may remove all officers and directors of the Board of Directors appointed by it. A Declarant may voluntarily surrender the right to appoint and remove officers and directors of the Board of Directors before termination of the Period of Declarant Control; but, in that event, the Declarant may require, for the duration of the Period of Declarant Control, that specified actions of the Association or Board of Directors, as described in a recorded instrument executed by the Declarant, be approved by the Declarant before they become effective. Not later than sixty (60) days after conveyance of twenty-five percent (25%) of the Units that May Be Included to Owners other than a Declarant, at least one (1) member and not less than twenty-five percent (25%) of the members of the Board of Directors must be elected by Owners other than the Declarant. Not later than sixty (60) days after conveyance of fifty percent (50%) of the Units that May Be Included to Owners other than a Declarant, not less than thirty-three and one-third percent (33 1/3%) of the members of the Board of Directors must be elected by Owners other than the Declarant.

2. Not later than the termination of any Period of Declarant Control, the Owners shall elect a Board of Directors, at least a majority of whom must be Owners other than the Declarant or designated representatives of Owners other than the Declarant. The Board of Directors shall elect the officers. The members of the Board of Directors and officers so elected shall take office upon election

ARTICLE VII.
BOARD OF DIRECTORS

The affairs of this Association shall be managed by a Board of Directors of five (5) Directors, except that the Board shall consist of three (3) members until such time as the Board determines by resolution to increase the number of members of the Board to five (5). However, no increase in the number of members of the Board shall serve to shorten or eliminate the term of any then-serving Board member. Directors shall be Members which, in the case of Declarant, may include any director, officer, employee or authorized agent of Declarant and, in the case of other Members who are not natural persons, may include the officers, directors, partners and members of each such Member. Other than as provided above, the number of Directors may be changed by amendment of the Bylaws of the Association. The names and addresses of the Persons who are to act in the capacity of Directors until the selection of their successors are:

<u>NAME</u>	<u>ADDRESS</u>
Mike Rabon	c/o Village Homes of Colorado, Inc. 6 West Dry Creek Circle Littleton, Colorado 80120
Mark RemS	c/o Village Homes of Colorado, Inc. 6 West Dry Creek Circle Littleton, Colorado 80120
Annette Louder	c/o Village Homes of Colorado, Inc. 6 West Dry Creek Circle Littleton, Colorado 80120

The successors to the initial and subsequent Board of Directors shall be appointed or elected in the manner set forth in the Bylaws.

ARTICLE VIII.
DISSOLUTION

The Association may be dissolved at a regular or special meeting of the Members, by a vote of not less than two-thirds (2/3) of the votes in the Association cast in person or by proxy at such meeting. Upon dissolution of the Association other than incident to a merger or consolidation, the assets of the Association shall be dedicated to an appropriate public agency to be used for purposes similar to those for which this Association was created. In the event that such dedication is refused acceptance, such assets shall be granted, conveyed and assigned to any nonprofit corporation, association, trust or other organization to be devoted to such similar purposes.

ARTICLE IX.
OFFICERS

The Board of Directors may appoint a President, one or more Vice-Presidents, a Secretary, a Treasurer and such other officers as the Board, in accordance with the provisions of the Bylaws, believes will be in the best interests of the corporation. The officers shall have such duties as may be prescribed in the Bylaws and shall serve at the pleasure of the Board of Directors. .

ARTICLE X.
DURATION

The Association shall exist perpetually.

ARTICLE XI.
LIMITED LIABILITY OF DIRECTORS AND OFFICERS

There shall be no personal liability, either direct or indirect, of any director or officer of the Association to the Association or its Members, for monetary damages for any breach(es) of fiduciary duty as a director or officer; except that this provision shall not eliminate the liability of a

director or officer, to the Association or its Members, for monetary damages for any breach, act, omission or transaction as to which the Colorado Nonprofit Corporation Act (as in effect from time to time) expressly prohibits the elimination of liability. This provision is effective on the date of incorporation of the Association, and shall not eliminate or limit the liability of a director or officer to the Association or to its Members for monetary damages for any act or omission occurring prior to such date. However, this provision shall not limit the rights of directors or officers of the Association for indemnification or other assistance from the Association. Also, this provision shall not restrict or otherwise diminish the provisions of Section 13-21-116(2)(b), Colorado Revised Statutes, as amended, or any other law that would limit or eliminate liabilities. Any repeal or modification of the foregoing provisions of this Article by the Members, or any repeal or modification of the provisions of the Colorado Nonprofit Corporation Act which permits the limitation or elimination of liability of directors or officers, shall not adversely affect any elimination of liability, or any right or protection, for any breach, act, omission or transaction that occurred prior to the time of such repeal or modification.

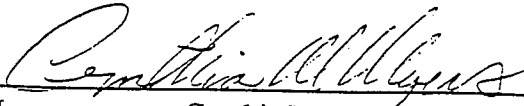
ARTICLE XII.
AMENDMENTS

Amendment of these Articles shall require the assent of Owners holding a majority of a quorum of the votes of the Units voting in person or by proxy at an annual meeting of Members or at a special meeting called for this purpose; provided, however, that no amendment to these Articles of Incorporation shall be contrary to or inconsistent with any provision of the Declaration. In addition to the foregoing, these Articles of Incorporation may be amended by a vote of Members by mail as provided in the Bylaws of the Association

ARTICLE XIII.
HUD/VA APPROVAL

During the Period of Declarant Control, the following actions will require the prior approval of HUD or VA if, at the time any such action is taken, HUD has insurance or VA has guarantee(s) on one or more First Mortgages: annexation of additional properties, mergers and consolidations, dissolution and amendment of these Articles.

IN WITNESS WHEREOF, for the purpose of forming this corporation under the laws of the State of Colorado, the undersigned, the incorporator of this Association, has executed these Articles of Incorporation this 8th day of April, 19 98.

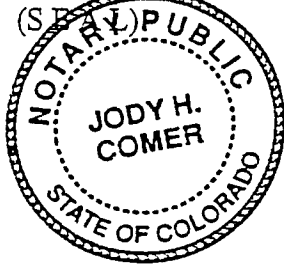


Incorporator: Cynthia M. Myers
Address: Levin, Reclitz and Shimel, LLC
1660 S. Albion Street, Suite 916
Denver, Colorado 80222

STATE OF COLORADO)
) ss.
____ COUNTY OF DENVER)

The foregoing ARTICLES OF INCORPORATION OF LOWRY VILLAGE I ASSOCIATION, INC. were acknowledged before me this 8th day of April, 19 98, by Cynthia M. Myers, Incorporator.

Witness my hand and official seal.



Notary Public Jody H. Comer
My Commission expires: 10-6-2001

CONSENT OF THE INITIAL REGISTERED AGENT

The undersigned hereby consents to the appointment by the Corporation as its Initial Registered Agent.

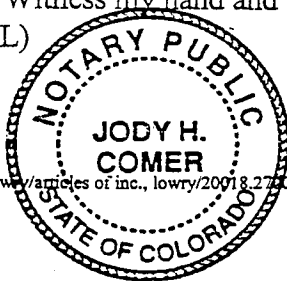
Initial Registered Agent Anthony J. Rechlitz

STATE OF COLORADO)
) ss.
____ COUNTY OF DENVER)

The foregoing Consent of the Initial Registered Agent was acknowledged before me this 8th day of April, 19 98, by Anthony J. Rechlitz, Initial Registered Agent.

Witness my hand and official seal.

(SEAL)



Notary Public Jody H. Comer
My Commission expires: 10-6-2001

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