

www.peppertreehoa.us (864) 660-9745

BY-LAWS

ARTICLE I NAME AND LOCATION

The name of the corporation is Peppertree Homeowners Association, hereinafter referred to as the "Association'. The principal office of the corporation shall be located at Taylors, South Carolina, but meetings of members and directors may be held at such places within the State of South Carolina, County of Greenville, as may be designated by the Board of Directors.

ARTICLE II DEFINITIONS

Section 1. "Association shall mean and refer to Peppertree Homeowners Association, its successors and assigns.

<u>Section 2.</u> "Properties" shall mean and refer to that certain real property described in the Declaration of Covenants, Conditions and Restrictions for Peppertree Homeowners Association and such additions thereto as may hereafter be brought within the jurisdiction of the Association.

<u>Section 3.</u> "Common Area" shall mean that portion of the property presently owned by the Association or later deeded to the Association by Declarant for the common use and enjoyment of the members of the Association and shall include, but is not limited to, all recreational facilities, community facilities, swimming pools, pumps, trees, landscaping, sprinkler systems, pavements, streets, pipes, wires, conduits, and other public utility lines situated thereon.

<u>Section 4.</u> "Lot" shall mean and refer to any plot of land designated as a numbered residential Lot on one of the recorded plats of Peppertree Section 1, 2, 3, or 4, as hereinabove described, and shall also mean and refer to any plot of land designated as a numbered Lot on any plat showing the subdivision of the property designated as "Future Development" on the aforesaid plot of the Property, to be prepared and recorded at a future date by Brent Corporation, its successors or assigns in ownership of said "Future Development property.

<u>Section 5.</u> "Member" shall mean and refer to those persons entitled to membership as provided in the Declaration.

<u>Section 6.</u> "Owner" shall mean and refer to the record owner, whether one or more persons or entities, of the fee simple title to any Lot which is a part of the Properties, including contract sellers, but excluding those having such interest merely as security for the performance of an obligation.

<u>Section 7.</u> "Declarant" shall mean and refer to Brent Corporation, its successors and assigns if such successors or assigns should acquire more than one undeveloped Lot from the Declarant for the purpose of development.

<u>Section 8.</u> "Declaration" shall mean and refer to the Declaration of covenants, Conditions and Restrictions applicable to the Properties recorded in the Office of the R.M.C. of Greenville County.

ARTICLE III BOARD OF DIRECTORS: SELECTION: TERM OF OFFICE

<u>Section 1. Number.</u> The affairs of the Association shall be managed by a Board of nine (9) directors, who need not be members of the Association. Revised 11/07/2009 by Revision 1 to read: The affairs of the Association shall be managed by a Board of an odd number of Directors whereas at least seven (7) directors, but not more than fifteen (15) directors, who need not be members of the Association.

<u>Section 2. Term of Office.</u> At the first annual meeting the members shall elect three directors for a term of one year, three directors for a term of two years and three directors for a term of three years; and at each annual meeting thereafter the members shall elect three directors for a term of three years. **Revised 11/07/2009 by Revision 2 to read:** At each annual meeting the members shall elect or re-elect all directors, for a period of one year.

<u>Section 3. Removal.</u> Any director may be removed from the Board, with or without cause, by a majority vote of the members of the Association. In the event of death, resignation or removal of a director, his successor shall be selected by the remaining members of the Board and shall serve for the unexpired term of his predecessor. *Revised* 11/07/2009 by Revision 3 to read: Any director may be removed from the Board, with or without cause by a 75% vote of the Board of directors. In the event of death, resignation or removal of a director, their successor

shall be selected by the remaining members of the Board and shall serve for the unexpired term of their predecessor.

<u>Section 4. Compensation.</u> No director shall receive compensation for any service he may render to the Association. However, any director may be reimbursed for his actual expenses incurred in the performance of his duties. *Revised* 11/07/2009 by Revision 4 to read: No director shall receive compensation for any service they may render to the Association. However, any director may be reimbursed for their actual expenses incurred in the performance of their duties, provided it is pre-approved by a majority of the Board of directors and with proof of purchase (receipt).

<u>Section 5</u>. <u>Action Taken Without a Meeting.</u> The directors shall have the right to take any action in the absence of a meeting which they could take at a meeting by obtaining the written approval of all the directors. Any action so approved shall have the same effect as though taken at a meeting of the directors. **Revised 11/07/2009 by Revision 5 to read:** The directors shall have the right to take any action in the absence of a meeting which they could take at a meeting by obtaining the written approval or via electronic mail of all the directors. Any action so approved shall have the same effect as though taken at a meeting of the directors.

ARTICLE IV MEETINGS OF DIRECTORS

<u>Section 1. Regular Meetings.</u> Regular meetings of the Board of Directors shall be held quarterly without notice, at such place and hour as may be fixed from time to time by resolution of the Board. Should said meeting fall upon a legal holiday, then that meeting shall be held at the same time on the next day which is not a legal holiday.

<u>Section 2. Special Meetings.</u> Special meetings of the Board of Directors shall be held when called by the president of the Association, or by any two directors, after not less than three (3) days notice to each director.

<u>Section 3. Quorum.</u> A majority of the number of directors shall constitute a quorum for the transaction of business. Every act or decision done or made by a majority of the directors present at a duly held meeting at which a quorum is present shall be regarded as the act of the Board.

ARTICLE V NOMINATION AND ELECTION OF DIRECTORS

<u>Section 1. Nomination.</u> Nomination for election to the Board of Directors shall be made by a Nominating committee. Nominations may also be made from the floor at the annual meeting. The Nominating Committee shall consist of a Chairman, who shall be a member of the Board of Directors and two or more members of the Association. The Nominating committee shall be appointed by the Board of Directors prior to each annual meeting of the members, to serve from the close of such annual meeting until the close of the next annual meeting and such appointment shall be announced at each annual meeting. The Nominating Committee shall make as many nominations for election to the Board of Directors as it shall in its discretion determine, but not less than the number of vacancies that are to be filled. Such nominations may be made from among members or non-members.

<u>Section 2. Election.</u> Election to the Board of Directors shall be by secret written ballot cast at the annual meeting. At such election the members or their proxies may cast, in respect to each vacancy, as many votes as they are entitled to exercise under the provision of the Declaration. The persons receiving the largest number of votes shall be elected. Cumulative voting is not permitted.

ARTICLE VI POWERS AND DUTIES OF THE BOARD OF DIRECTORS

Section 1. Powers. The Board of Directors shall have power:

- (a) To adopt and publish rules and regulations governing the use of the Common Area and facilities, and the personal conduct of the members and their guests thereon, and to establish penalties for the infraction thereof:
- (b) To exercise for the Association all powers, duties and authority vested in or delegated to this Association not reserved to the membership by other provision of these By-Laws, the Articles of Incorporation, or the Declaration.
- (c) To authorize the officers to enter into one or more management agreements with third parties in order to facilitate efficient operation of the Properties. It shall be the primary purpose of such management agreements to provide for the administration, management, repair and maintenance of the Properties, all improvements included therein and designated as common areas, and the receipt and disbursement of funds as may be authorized by the Board of Directors. The terms of said management agreements shall be as determined by the Board of Directors to be in the best interests of the Corporation, and shall be subject in all respects to the Articles of Incorporation, these By-Laws and the Declaration. Any such agreement must contain a provision for review and renewal by the Homeowners annually.

Section 2. Duties. It shall be the duty of the Board of Directors:

(a) to cause to be kept a complete record of all its acts and corporate affairs and to present a statement

- thereof to the members at the annual meeting of the members or at any special meeting, when such statement is requested in writing by one-fourth (1/4) of the Class A members who are entitled to vote;
- (b) To supervise all officers, agents and employees of this Association, and to see that their duties are properly performed;
- (c) As more fully provided herein and in the Declaration;
 - (1) To fix the amount of the annual assessment against each Lot at least thirty (30) days in advance of each annual assessment period, as hereinafter provided in Article Xii, and
 - (2) To send written notice of each assessment to every owner subject thereto at least thirty (30) days in advance of each annual assessment period.
- (d) To issue, or to cause an appropriate officer to issue, upon demand by any person, a certificate setting forth whether any assessment has been paid. A reasonable charge may be made by the Board for the issuance of these certificates. If a certificate states that an assessment has been paid, such certificate shall be conclusive evidence of such payment.
- (e) To procure and maintain adequate liability insurance and to procure adequate hazard insurance on property owned by the Association, as Trustee for all members, being shown as one of the payees of the proceeds of the insurance, all as the Directors deem advisable.
- (f) To cause all officers or employees having fiscal responsibilities to be bonded, as it may deem appropriate;
- (g) To cause the common Area to be maintained;
- (h) To foreclose the lien against any property for which assessments are not paid within thirty (30) days after due date or to bring an action at law against the Owner personally obligated to pay the same.

ARTICLE VII COMMITTEES

<u>Section 1.</u> The Association shall appoint an Architectural Control committee as provided in the Declaration and a Nominating committee as provided in these By-Laws. In addition, the board of Directors shall appoint other committees as deemed appropriate in carrying out its purposes, such as:

- A Recreation Committee which shall advise the Board of Directors on all matters pertaining to the recreational program and activities of the Association and shall perform such other functions as the Board, in its discretion, determines;
- 2. <u>A Maintenance Committee</u> which shall advise the board of Directors on all matters pertaining to the maintenance, repair or improvement of the Properties, and shall perform such other functions as the Board in its discretion, determine:
- 3. A Publicity Committee Revised 11/07/2009 by Revision 6 to read: A Media Committee which shall inform the members of all activities and functions of the Association and shall, after consulting with the board of Directors, make such public releases and announcements as are in the best interests of the Association; and
- 4. <u>An Audit Committee</u> which shall supervise the annual audit of the Association's books and approve the annual budget and statement of income and expenditures to be presented to the membership at its regular annual meeting as provided in Article XI, Section 8(d). The Treasurer shall be an ex officio member of the Committee.

<u>Section 2.</u> It shall be the duty of each committee to receive complaints from members on any matter involving Association functions, duties and activities within its field of responsibility. It shall dispose of such complaints as it deems appropriate or refer them to such other committee, director or officer of the Association as is further concerned with the matter presented.

ARTICLE VIII MEETINGS OF MEMBERS

<u>Section 1. Annual Meetings.</u> The first annual meeting of the members shall be held within one year from the date of incorporation of the Association, and each subsequent regular annual meeting of the members shall be held on the same day of the same month of each year thereafter, at the hour of 10:00 o'clock AM. If the day for the annual meeting of the members is a legal holiday, the meeting will be held at the same hour on the first day following which is not a legal holiday. Revised 11/07/2009 by Revision 7 to read: The Annual meeting of the members shall be held on the 2nd Saturday of the month at 10:00 o'clock, A.M. If the day for the annual meeting of the members is a legal holiday, the meeting will be held at the same hour of the next Saturday.

<u>Section 2. Special Meetings.</u> Special meetings of the members may be called at any time by the president or by the Board of Directors, or upon written request of the members who are entitled to vote one-fourth (1/4) of all of the votes of the entire membership or who are entitled to vote one-fourth (1/4) of the votes of the Class A membership.

Revised 11/07/2009 by Revision 8 to read: Special meetings of the members may be called at any time by the president or by the Board of Directors, or upon written request of the members who are entitled to vote one-fourth (1/4) of all of the votes of the entire membership.

<u>Section 3. Notice of Meetings.</u> Written notice of each meeting of the members shall be given by, or at the direction of, the secretary or person authorized to call the meeting, by mailing a copy of such notice, postage prepaid, at least 15

days before such meeting to each member entitled to vote thereat, addressed to the member's address last appearing on the books of the Association, or supplied by such member to the Association for the purpose of notice. Such notice shall specify the place, day and hour of the meeting and, in the case of a special meeting, the purpose of the meeting. Revised 11/07/2009 by Revision 9 to read: Written notice of each meeting shall be given by, or at the direction of the secretary or person authorized to call the meeting, by notice postmarked 15 days before such meeting to each member entitled to vote thereat, addressed to the member's address last appearing on the books of the Association, or supplied by such member to the Association for the purpose of notice. Such notice shall specify the place, day and hour of the meeting and, in the case of a special meeting, the purpose of the meeting.

Section 4. Quorum. The presence at the meeting of members entitled to cast, or of proxies entitled to cast, one-tenth (1/10) of the votes of each class of membership shall constitute a quorum for any action except as otherwise provided in the Articles of Incorporation, the Declaration, or these By-Laws. If, however, such quorum shall not be present or represented at any meeting, the members entitled to vote thereat shall have power to adjourn the meeting from time to time to another day, without notice other than announcement at the meeting. At any adjourned meeting a quorum shall consist of those members who are present in person or by proxy at said meeting. Revised 11/07/2009 by Revision 10 to read: The presence at the meeting of members entitled to cast, or of proxies entitled to cast, one-tenth (1/10) of the votes shall constitute a quorum for any action except as otherwise provided in the Articles of Incorporation, Declaration, or these Bylaws.

<u>Section 5. Proxies.</u> At all meetings of members, each member may vote in person or by proxy. All proxies shall be in writing and filed with the secretary. Every proxy shall be revocable and shall automatically cease upon conveyance by the member of his Lot.

ARTICLE IX OFFICERS AND THEIR DUTIES

<u>Section 1. Enumeration of Offices.</u> The officers of this Association shall be a president and vice president, who shall at all times be members of the board of Directors, a secretary, and a treasurer, and such other officers as the Board may from time to time by resolution create.

<u>Section 2. Election of Officers.</u> The election of officers shall take place at the first meeting of the board of directors following each annual meeting of the members.

<u>Section 3. Term.</u> The officers of this Association shall be elected annually by the Board and each shall hold office for one (1) year, or until their successors are elected and qualified, unless he shall sooner resign, or shall be removed, or otherwise disqualified to serve.

<u>Section 4. Special Appointments.</u> The Board may elect such other officers as the affairs of the Association may require, each of whom shall hold office for such period, have such authority, and perform such duties as the Board may, from time to time, determine.

<u>Section 5. Resignation and Removal.</u> Any officer may be removed from office with or without cause by the Board. Any officer may resign at any time by giving written notice to the Board, the president or the secretary. Such resignation shall take effect on the date of receipt of such notice or at any later time specified therein, and unless otherwise specified therein, the acceptance of such resignation shall not be necessary to make it effective.

<u>Section 6. Vacancies.</u> A vacancy in any office may be filled by appointment by the Board. The officer appointed to such vacancy shall serve for the remainder of the term of the officer he replaces.

<u>Section 7. Multiple Offices.</u> The offices of secretary and treasurer may be held by the same person. No person shall simultaneously hold more than one of any of the other offices except in the case of special offices created pursuant to Section 4 of this Article.

Section 8. Duties. The duties of the officers are as follows:

- (a) <u>President.</u> The president shall preside at all meetings of the board of Directors; shall see that orders and resolutions of the board are carried out; shall sign all leases, mortgages, deeds and other written instruments and shall co-sign all checks and promissory notes.
- (b) <u>Vice-President</u>. The vice president shall act in the place and stead of the president in the event of his absence, inability or refusal to act, and shall exercise and discharge such other duties as may be required of him by the Board. <u>Revised 11/07/2009 by Revision 11 to read:</u> The vice president shall act in the place and instead of the president in the event of their absence, inability or refusal to act, and shall exercise and discharge such other duties as may be required of them by the Board.
- (c) <u>Secretary</u>. The secretary shall record the votes and keep the minutes of all meetings and proceedings of the Board and of the members; keep the corporate seal of the Association and affix it on all papers requiring said seal; serve notice of meetings of the Board and of the members; keep appropriate current records showing the members of the Association together

with their addresses, and shall perform such other duties as required by the Board.

(d) <u>Treasurer</u>. The treasurer shall receive and deposit in appropriate bank accounts all monies of the Association and shall disburse such funds as directed by resolution of the board of Directors; shall sign all checks and promissory notes of the Association; keep proper books of account; cause an annual audit of the Association books to be made by a public accountant at the completion of each fiscal year; and shall prepare an annual budget and a statement of income and expenditures to be presented to the membership at its regular annual meeting, and deliver a copy of each to the members. *Revised 02/21/2012 by Revision 12 to read: The treasurer shall receive and deposit in appropriate bank accounts all monies of the Association and shall disburse such funds via electronic payment for concurrent bills as directed by the Board of Directors; and shall sign all checks and promissory notes of the Association; keep proper books of account; cause an annual audit of the Association books to be made by the audit committee at the completion of each fiscal year; and shall prepare an annual budget and a statement of income and expenditures to be presented to the membership at its regular annual meeting, and deliver a copy of each to the members.*

ARTICLE X ASSESSMENTS

Section 1. Creation of the Lien and Personal Obligation of Assessments. As more fully provided in the Declaration, each member is obligated to pay to the Association annual and special assessments which are secured by a continuing lien upon the property against which the assessment is made. Any assessments which are not paid when due shall be delinquent. If the assessment is not paid within thirty (30) days after the due date, the assessment shall bear interest from the date of the delinquency at the rate of six (6) percent per annum, and the Association may bring an action a law against the Owner personally obligated to pay the same or foreclose the lien against the property, and interest, costs, and reasonable attorney's fees of any such action shall be added to the amount of such assessment. No Owner may waive or otherwise escape liability for the assessments provided for herein by non-use of the common Area or abandonment of his Lot.

<u>Section 2. Purpose of Assessments.</u> The assessments levied by the Association shall be used exclusively for the purpose of promoting the recreation, health, safety and welfare of the residents in the Properties and, in particular, for the improvement and maintenance of the Properties, services and facilities devoted to this purpose and related to the use and enjoyment of the Common Area, and of the homes situated upon the Properties.

Section 3. Special Assessments for Capital Improvements. In addition to the annual assessments authorized above, the Association may levy in any assessment year, a special assessment applicable to that year only, for the purpose of defraying, in whole or in part, the cost of any construction or reconstruction, unexpected repair or replacement of a described capital improvement upon the Common Area, including the necessary fixtures and personal property related thereto, provided that any such assessment shall have the assent of two-thirds (2/3) of the votes of Peppertree Homeowners Association, cast in person or by proxy at a meeting duly called for the purpose, written notice of which shall be sent to all members not less than thirty (30) days nor more than sixty (60) days in advance of the meeting setting forth the purpose of the meeting.

<u>Section 4. Uniform Rate.</u> Both annual and special assessments must be fixed at a uniform rate for all Lots subject to assessment and may be collected annually, monthly or at such periods and in such manner as Board may direct.

Section 5. Date of Commencement of Annual Assessments: Due Dates. The annual assessments provided for herein shall commence as to all Lots on the first day of the month following the conveyance of the Common Area. The first annual assessment shall be adjusted according to the number of months remaining in the calendar year. The Board of Directors shall fix the amount of the annual assessment against each Lot at least thirty (30) days in advance of each annual assessment period. Written notice of the annual assessment shall be sent to Every Owner subject thereto. The dues dates and method of collection shall be established by the Board of Directors. The Association shall, upon demand, and for a reasonable charge, furnish a certificate signed by an officer of the Association setting forth whether the assessments on a specified Lot have been paid.

Section 6. Subordination of the Lien to Mortgages. The lien of the assessments provided for herein shall be subordinate to the lien of any mortgage or mortgages. Sale or transfer of any Lot shall not affect the assessment lien. However, the sale or transfer of any Lot which is subject to any mortgage, pursuant to a decree of foreclosure under such mortgage or any proceeding in lieu of foreclosure thereof, shall extinguish the lien of such assessments as to the payments thereof which become due prior to such sale or transfer. No sale or transfer shall relieve such Lot from liability for any assessments thereafter become due or from the lien thereof.

<u>Section 7. Exempt Property.</u> The following property subject to the Declaration shall be exempt from the assessments created therein: (a) all properties dedicated to and accepted by a local public authority; (b) the Common Area; and (c) all properties owned by a charitable or non-profit organization exempt from taxation by the laws of the State of South Carolina. However, no land or Brent Corporation, unless Brent Corporation shall rent a residence on said lot.

estate property shall be assessed a one-time \$50 Administrative Transfer Fee. This fee is to be collected at the real estate closing by the legal representatives responsible for the closing. This fee, along with any HOA Fee due at the time of closing, is to be mailed directly and promptly via check to Peppertree HOA.

ARTICLE XI BOOKS AND RECORDS

The books, records and papers of the Association shall at all times, during reasonable business hours, be subject to inspection by any member. The Declaration, The Articles of Incorporation and the By-Laws of the Association shall be available for inspection by any member at the principal office of the Association, where copies may be purchased at reasonable cost.

ARTICLE XII CORPORATE SEAL

The Association shall have a seal in circular form, having within its circumference the words: Peppertree Homeowners Association – South Carolina.

ARTICLE XIII AMENDMENTS

<u>Section 1.</u> These By-Laws may be amended, at a regular or special meeting of the members, by a vote of a majority of a quorum of members present in person or by proxy, except that the Federal Housing Administration or the Veterans Administration shall have the right to veto amendments while there is Class B membership. *Revised 02/21/2012 by Revision 13 to read: These By-Laws may be revised, at a regular or special meeting of the members, by a vote of a majority of a quorum of members present in person or by proxy, except that the Federal Housing Administration or the Veterans Administration shall have the right to veto amendments while there is Class B membership.*

<u>Section 2.</u> In the case of any conflict between the Articles of Incorporation and these By-Laws, the Articles shall control; and in the case of any conflict between the Declaration and these By-Laws, the Declaration shall control.

ARTICLES XIV MISCELLANEOUS

The fiscal year of the Association shall begin on the first day of January and end on the 31st day of December of every year, except that the first fiscal year shall begin on the date of incorporation.