RULES ON BUILDING ACCESS	2			
I. KEYS	2			
II. GENERAL				
Exercise Room Rules				
General Health, Safety and Security Rules				
I. [1.] GENERAL				
II. [2.] RESIDENT DATA FILES				
III. [3.] STORAGE				
IV. [4.] SOLICITATIONS				
V. [5.] USE OF COMMON AREAS				
Unit Leasing and Tenant/Guest Rules	7			
Use of Ocean Lounge				
Rental of Unassigned Parking Spaces				
Pet Policies				
Pet Registration Application				
Preventive Maintenance Rules				
Swimming Pool Rules	16			
Use of the Tennis Court				
Collection of Assessments	19			
Employment Policy				
Expense & Contract Approvals/Accounts Payable				
[Fiscal Year/Assessment Payments]				
Preparation of Resale Documents	25			
Procedures for Rules				
ale of Surplus Equipment Procedures				
[Internet Access]				

RULES ON BUILDING ACCESS

WHEREAS Article V. Section 3 of the Bylaws assigns to the Board of Directors "all the powers and duties necessary for the administration of the affairs of the Council of the Condominium" and further states that the Board "may do all such acts and things as are not by law or by these Bylaws directed to be done and exercised by members"; and

WHEREAS Section 11-126(e) of the Maryland Condominium Act provides the Council of Unit Owners an irrevocable easement to make whatever repairs necessary for public safety or prevent damage to other portions of the condominium; and

WHEREAS it is necessary to establish a procedure by which such provisions may be effected and to establish guidelines under which the Council Of Unit Owners, **Inc.** will operate to protect the interests of the Condominium and the individual owners and occupants;

NOW, THEREFORE, BE IT RESOLVED that the following guidelines and procedures are adopted:

I. KEYS

- A. All unit owners are at the time of settlement issued keys to their unit and mailbox keys. Pursuant to the above provisions of the Bylaws, the Council of Unit Owners has retained copies of unit entrance keys.
- B. If additional locks are added or if locks are changed by an owner or tenant, the owner or tenant is obligated to provide the Council of Unit Owners[, Inc.] with keys to those locks.
- C. In order to protect the Council of Unit Owners from liability and to protect each owner's security, the following security measures as to retained keys have been adopted:
 - 1. Keys have been coded and placed in a locked container. The code does not indicate the address served by the key. The key index, which relates a given key to a given unit, is kept in a separate locked container.
 - 2. If a unit key is lost by the Council of Unit Owners[, Inc.], the lock will be changed and new keys issued at the Council's expense.
 - 3. The keys must be signed in and out in the management office by contractors, delivery personnel, real estate staff, or others requesting entry to units. Keys will only be released on the instructions of the unit Owner.
 - 4. In order to enhance security, the Council of Unit Owners[, Inc.] reserves the right to periodically change locks and reissue keys
 - 5. In case of emergency wherein the risk of damage to property or injury to persons exists the Council of Unit Owners[, Inc.] shall make a reasonable attempt to contact the owner or tenant prior to entering the unit. However, the Council of Unit Owners may enter the Unit without notice if it is deemed necessary to prevent injury to persons or further damage to the condominium. If the owner has failed to provide the Council of Unit Owners with current working keys and emergency access is required, the owner shall bear all costs relating to entry of the unit damage caused to that unit or another unit and/or the common areas, and sustain whatever additional liabilities may be attached to the occurrence.
 - 6. The Council Of Unit Owners[, Inc.] will provide reasonable written notice of its need to enter a unit except in emergencies as defined in item #C-5. In such emergencies the owner of the unit will be notified by phone as soon as possible.
 - 7. In any case if the Council of Unit Owners[, Inc.] enters a unit from which the owner or tenant is absent, the person(s) entering the unit will leave a written notice of the date and purpose of entry.
- D. When owners/guests are locked out of their unit, a small fee may be charged by staff to use emergency keys to access unit during posted office hours. After hours lockouts must call Legum and Norman who will dispatch a staff member to the property for a cash charge.

II. GENERAL

- A. Access to the building can be obtained through various doors from the street level, as well as the main lobby entrance, rear entrance or any exit door.
- B. Most doors leading from the outside are equipped with an entrance code. Each unit has been assigned a permanent owner entrance code. Separate entrance codes for tenants will be assigned weekly between Memorial Day and Labor Day and monthly between Labor Day and Memorial Day.
- C. A closed circuit TV camera is installed in the lobby and at other entrances and is monitored on a closed circuit TV system at the lobby building attendant desk. In the event anyone enters these doors without the use of an entrance code, he/she must be challenged and identified by the building attendants. All residents should, and are requested to extend their full cooperation to insure that all doors are kept closed and locked. As required by the Ocean City Fire Code, nothing should ever be placed in doors for convenient access which would prevent their closing.
- D. The parking lot will be patrolled frequently by building attendants to reduce the incidence of unauthorized vehicles entering the lot identify them and attempt to have them removed if they are on the lot. Building attendants will also patrol the lot to identify incorrectly parked or unmarked vehicles and notify the owners

of such vehicles as soon as Possible in order to preserve the parking space assignments of owners and other residents.

E. All persons using the parking lot do so at their own risk. The [Capri Condominium] Council of Unit Owners[, Inc.] assumes no responsibility for any accident or injury in connection with such use or for any loss or damage to personal property. Persons using the parking lot agree not to hold the [Capri Condominium] Council of Unit Owners[, Inc.] liable for any actions of whatever nature occurring within the parking lot. Also, residents will be responsible for the actions of their children and guests.

F. Mail Deliveries:

- 1. First class mail will be delivered by the U.S. Postal carrier and placed in your individual mailbox located in the lobby of the building.
- 2. Owners who do not receive a mailbox key from the previous owner may request management to install a new mailbox lock with a working key for a fee to be set annually.
- 3. An effort will be made by the postal carrier to deliver Special Delivery mail to the unit, but if no one is home, a notice will be left by the carrier to pick up the items at the local post office.
- 4. If a parcel is to large to be placed in your mailbox, the carrier will attempt to deliver it to your unit, but if no one is home, a notice will be left to pick up the parcel at the local post office.
- 5. Mail deliveries to owners of record may be left at the management office; however, The [Capri Condominium] Council of Unit Owners[, Inc.] assumes no responsibility for the receipt, condition, date of delivery of any mail or pick-up by the addressee of any mail. Persons for whom mail is left at the management office agree not to hold the [Capri Condominium] Council of Unit Owners[, Inc.] liable for the receipt or non-receipt of any items of mail.

G. Other Deliveries:

- If any resident has a delivery, packages, furniture, appliances or other articles scheduled and will not be at home to receive same, management staff will admit the delivery personnel to the unit provided the resident has notified management of the delivery and authorized them to issue keys to the delivery personnel if necessary.
- 2. When the delivery is made, the appropriate delivery company will have to sign for the key in the management office, make the delivery to the unit, then return the key to the management office.
- 3. Staff members will not accompany the delivery company to your unit or receive the delivery on your behalf, or assume responsibility for the return of the unit key. The [Capri Condominium] Council of Unit Owners[, Inc.] assumes no responsibility for the receipt, condition, or date of delivery of any items. Residents who authorize management to admit delivery personnel to their unit agree not to hold the [Capri Condominium] Council of Unit Owners[, Inc.] liable for any actions of whatever nature occurring as a result of the delivery of items or the entry of delivery personnel into the unit.

Adopted at the regular Board of Directors meeting May 20, 2000.

Exercise Room Rules

WHEREAS, the Board of Directors of the Council of Unit Owners, Inc., is empowered by Article V, Section 3(D) of the Bylaws to create and enforce such rules and regulations as may be deemed proper for the use of the common elements;

NOW, THEREFORE BE IT RESOLVED that The Board of Directors deems it necessary to establish rules for the safe enjoyment of the exercise room and its equipment, and the following rules are adopted:

- A. [1.] All persons using the exercise room do so at their own risk. The [Capri Condominium] Council of Unit Owners[, Inc.,] assumes no responsibility for any accident or injury in connection with such use or for any loss or damage to personal property.
- B. [2.] Persons using the exercise room agree not to hold the [Capri Condominium] Council of Unit Owners[, Inc.,] liable for any actions of whatever nature occurring within the exercise room. Also, residents will be responsible for their guests.
- C. [3.] Use is limited to Capri residents.
- D. [4.] Use is limited to persons 18 years and older.
- E. [5.] Hours of use will be set by the Board and/or management annually to comply with expected usage and staffing. These hours will be included in printed "House Rules" and will be posted in the Exercise Room.
- F. [6.] Keys to the exercise room will be obtained from the second floor office during business hours or from the building attendant desk located on the first floor. Users of the area will sign for the keys and by doing so acknowledge the statement printed on the key sign out sheet "I am using the exercise equipment at my own risk I do not know of any reason, medical or otherwise, why I should not use the equipment." The area should be locked when the user leaves and the key returned.
- G. [7.] Each element of the equipment will be used in accordance with the posted illustrated guidelines.
- H. [8.] No barefoot use of the equipment allowed. Proper athletic shoes should be worn.
- I. [9.] Personal radios, cassettes, or disk players must be used with headphones.
- J. [10.] Accepted courtesy to allow others to "work in" or to limit bike time will be expected of all users of the equipment. If necessary, the vinyl seats of the equipment should be cleaned for the next user.

Adopted at the regular Board meeting May 20, 2000.

General Health, Safety and Security Rules

WHEREAS Article V, Section 3 of the Bylaws assigns to the Board of Directors "all the powers and duties necessary for the administration of the affairs of the Council and Condominium" and further states that the Board "may do all such acts and things as are not by law or these Bylaws required to be done and exercised by the members"; and

WHEREAS in order to protect the health, safety and welfare of Capri residents and owners, to protect the equity of the Association and the owners and to provide for the enjoyment of units and common elements by all residents, the Board wishes to establish rules for use of the units and common elements;

NOW, THEREFORE BE IT RESOLVED that the following rules are adopted:

I. [1.] GENERAL

- A. Condominium living requires that each occupant regulate the occupancy and use of his unit so as not to unreasonably disturb any other occupant.
- B. Each occupant shall exercise due consideration at all hours in the operation of radio, television and stereo equipment, musical instruments, or any other items in his unit so that the sound therefore will not unreasonably or unnecessarily disturb another occupant.

II. [2.] RESIDENT DATA FILES

- A. Management will maintain a roster of all owners, whether resident or non-resident, including their home address, secondary or seasonal address if any, home and work phone number(s), and any other phone numbers or names of substitute person(s) to be notified in the event of any emergency. Similar information will be maintained for each resident tenant of long duration.
- B. Each occupant and/or unit owner is required by the Bylaws to be responsible for keeping the roster current.
- C. An owner who permits guests to occupy his unit during his absence shall instruct such guests to sign the tenant/guest register at the beginning and completion of their stay.
- D. All leases and rental agreements shall provide that the right of the tenant to use and occupy the unit shall be subject and subordinate in all respects to the provisions of the Declaration, Bylaws and rules and regulations. The lease document or rental agreement shall contain such other clauses as may be required by the Board of Directors.
- E. Occupancy limits shall be six (6) residents in a two bedroom unit and eight (8) residents in a three bedroom unit.

III. [3.] STORAGE

- A. All personal property brought onto the property shall be at the sole risk of the owner or occupant and the **[Capri Condominium]** Council of Unit Owners**[, Inc.,]** shall in no event be liable for the loss, destruction, theft or damage to such property.
- B. Storage space is limited to a locker assigned to each unit located on the exterior of the building. All storage in the assigned lockers is at the users risk and the user must furnish any padlock or other lock used to secure items in the locker. No items shall be stored in a locker which may create a fire hazard, or which may be prohibited by the condominium Bylaws, Declaration, or which may be in violation *of* any applicable law, code or regulation.
- C. Emergency situations or necessary repairs may require access to the lockers by condominium staff. In the case *of* secured lockers owners will be notified in advance of such access unless the access is required by an emergency threatening the safety *of* persons or property, in which case the lock will be removed to gain access.

D. All owners shall make the assigned unit locker available to tenants or guests who are using the unit. Between Memorial Day and Labor Day, if unit lockers are not made available for tenants and guests use, the owner of the unit will be notified by certified letter to remove his belongings to make the locker available. If the owners' belongings are not then removed within fifteen days, management will remove them and store them. Such belongings will be held for an additional fifteen days, then disposed of.

IV. [4.] SOLICITATIONS

A. Door-to-door solicitations are forbidden either by occupants or others. Violations should be reported at once to management

V. [5.] USE OF COMMON AREAS

- A. Firearms, air guns, or any other type of weapons must not be discharged on the property.
- B. Residents should assist in keeping the common areas dean by placing any trash or items to be disposed of in the proper receptacles or trash chutes in the interior and exterior of the building. Any large items such as cardboard boxes or trash in excess of the capacity of the trash receptacles should be placed in the dumpsters located at the north side of the building. Furniture, appliances, carpet construction materials, paint or other household items may not be placed in the dumpsters, or left in the trash area. These must be disposed of by the owner or his contractors.
- C. Persons using the common elements or limited common elements must refrain from loud and boisterous activity.
- D. The recreational areas of the common elements shall be used for purposes designated by the Board of Directors by way of the rules, regulations and posted signs. Other areas of the common elements such as the stairwells, corridors, walkways shall not be used for recreational purposes and no lounging, playing, or faltering shall be permitted. No skateboarding or rollerblading is allowed on any of the common elements, and no bike riding except to exit and enter the parking lot is allowed. No strollers, playpens, toys, benches, chairs, carts, bicycles or other personal articles shall be stored or felt unattended on the common elements.
- E. Bicycles, large inflated raft, beach umbrellas, surfboards, or other large beach or recreational equipment are not allowed on the elevators. These items should be stored in the assigned locker or the residents' vehicles. Bicycles are not permitted in the building but may be stored in the bike room or locked on the bike rack located at the north side of the building. Any such storage of bicycles or other recreational items is at the owners' or residents' own risk and the Council of Unit Owners[, Inc.,] assumes no liability for the use of such storage areas.
- F. No recreational vehicles such as dune buggies, water sport vehicles, boats, or trailers to transport these items shall be parked or stored on any of the general or limited common elements.
- G. Between Memorial Day and Labor Day an Saturday or Sunday no moving of furniture in or out of units, delivery or removal of large remodeling or construction materials, carpet large window treatments, or any items which would restrict passage through the lobbies or corridors or crowd the elevators will be permitted. Such activities will be permitted on Saturday and Sunday between Labor Day and Memorial Day with prior notice to management.

Adopted at a regular Board of Directors meeting May 20, 2000

Unit Leasing and Tenant/Guest Rules

WHEREAS the Board of Directors has been duly authorized by the Maryland Condominium Act Section 11-111, and the Bylaws, Article V, Section 3 (d), to make and enforce rules and regulations, and

WHEREAS the Board of Directors deems it necessary to establish procedures for applying previsions of the Maryland Condominium Act Sections 11-108, 111, and 114; the Declaration Section 9, the Bylaws, Article VIII, Sections 1-G and 4, Article IX Sections 1 and 5, Article X., Sections 1, 2 and 3, and applicable common laws regarding the leasing of units and rules for tenant occupancy,

NOW, THEREFORE BE IT RESOLVED:

- A. [1.] The opportunity to lease units shall be offered by owners and their real estate agents in accordance with the Federal Fair Housing Act and the Maryland Human Relations Code without regard to race, color, religion, national origin, gender, handicap, marital status or familial status.
- B. [2.] Each owner who rents his unit shall obtain a rental license from the Town of Ocean City annually and forward a copy of the license to the Board of Directors prior to the commencement of any lease for that calendar year. The names of owners whose units are leased, but who have not submitted the license, will be forwarded to the Ocean City Housing Authority.
- C. [3.] Unit owners who lease their units will provide management of the association with the name of their real estate agent if any.
- D. [4.] The provision of Article X, Section 2 of the Bylaws requiring conformed copies of leases to be forwarded to the Board of Directors will be considered satisfied by presentation of the lease or rental agreement by the tenant at check-in.
- E. [5.] All leases and rental agreements must clearly state that the right of the tenant to occupy the unit is subject to the previsions of the Declaration, Bylaws, Rules and Regulations of the condominium, and that the tenant is liable for any damages which the tenant causes to the condominium.
- F. [6.] All losses and rental agreements must list limits of occupancy as six people for two bedroom units and eight people for three bedroom units.
- G. [7.] Management will establish entry codes for the use of tenants, and will make these codes available to renting owners and Realtors of record. The tenant codes will be changed monthly between Labor Day and Memorial Day and weekly between Memorial Day and Labor Day.
- H. [8.] The provisions of the attached "Rental Addendum" are incorporated herein by reference and made part of this rule. The terms of the Rental Addendum shall be implemented as follows:
 - 1. [A.] A signed Rental Addendum must be submitted by an renters and guests an checking into the building. Owners and real estate agents can send the Rental Addendum to tenants in advance with the lease or rental agreement Tenants arriving without the addendum will be asked to sign it at check-in. There will be no admittance without the signed addendum.
 - 2. [B.] Under Section "B" of the Rental Addendum, sections of the Maryland Condominium Act and governing documents listed above both the owner of the unit and the tenant in a unit are responsible for confirmed damage to the condominium caused by the tenant. Due to the short term occupancy of most tenants, and their direct responsibility to the owner through the lease or rental agreement, the Council of Unit Owners shall first seek recompense for confirmed damage from the unit owner. Assistance in the form of the signed Rental Addendum, registration card or any other available documentation will be given to the unit owner to assist him in seeking reimbursement from the tenant. At its discretion, the Council of Unit Owners may also seek recompense directly from the tenant.
 - 3. **[C.]** Confirmation of damage to the condominium, determination of rules violations, and decisions on termination of occupancy for violating the terms of the Rental Addendum will be made by management.
- I. [9.] All tenants will be required to sign a registration card listing the make, model, year and license number of the vehicle(s) to be parked on the lot and the name, gender and age of all the occupants of the unit.

They will then be issued parking pass(es) listing the parking space number(s) and dates of occupancy. A pass must be displayed on the dashboard at all times. Owners of vehicles without parking passes displayed will be subject to any parking regulations and penalties currently in effect. Tenants will be issued ID cards for each occupant; tenants without ID cards may be refused entrance to the building.

- J. [10.] Each tenant group arriving between May 1st and September 30th shall pay a "Common Area Usage Fee" of \$20 for stays of four days or more or \$10 for stays of three days or less to help defray the additional costs of increased occupancy and frequent turnover, and no occupancy will be granted without payment of the fee. Personal guests of owners shall be exempt from the fee provided they bring with them written notice from the owner that they are guests, not tenants. Alternatively, the owner can submit to management a letter confirming the guest status of a particular group or a letter stating that all visitors to his unit are guests, not tenants. For this purpose, "guest" is defined as those who have not paid rent or fees of any kind to the owner for use of the unit.
- K. [11.] At check-in, tenants and guests will be furnished with a copy of the House Rules and fire safety procedures. These documents together with posted recreation area, parking lot and elevator rules, as well as other posted rules and verbal instructions from staff, will be considered sufficient notice of rules which all owners, guests and tenants are required to follow.
- L. [12.] Written, posted and verbal rules for ingress to the parking lot and building will be followed at all times. This provision is emphasized for Saturday and Sunday during the summer season to minimize inconvenience to all residents.

Adopted at the regular Board of Directors meeting May 20, 2000

Date	Staff
CAPRI CONDOMI	NIUM RENTAL ADDENDUM
All occupants of the unit indicated below regulations of the Capri [Condominium]	agree to abide by the Declaration, Bylaws, rules and Council of Unit Owners.
	cially liable to the Capri [Condominium] Council of they occupy, other units or the common areas, resulting
and his/her family. During the period of must occupy the premises overnight, and	dwelling for the occupant(s) who sign this agreement occupancy indicated, those who sign this agreement doccupancy is limited to the number specified below as greement. Should occupants in excess of the specified pancy will be terminated immediately.
	violated, the Capri Council of Unit Owners may f termination of this agreement, all occupants shall
Unit Number	Number of Occupants
Occupant Signature	Occupant Signature
Occupant Signature	Occupant Signature

Occupant Signature

Occupant Signature

Occupant Signature

Occupant Signature

Use of Ocean Lounge

WHEREAS, the Board of Directors of the Council of Unit Owners is empowered by Article V, Section 3(D) of the Bylaws to create and enforce such rules and regulations as may be deemed proper for the use of the common elements;

NOW, **THEREFORE BE IT RESOLVED that** The Board of Directors deems it necessary to establish Procedures for the use and/or reservation of the Ocean Lounge, and the following procedures are adopted.

- A. [1.] Any members or group of members of the Capri Condominium Council of Unit Owners[, Inc.,] may use the Ocean Lounge on request to the management or building attendant. The Ocean Lounge shall be reserved for the use of owners only; except for use by owner sponsored organizations or groups as described below.
- B. [2.] Any member of the Capri Condominium Council of Unit Owners[, Inc.,] who is current in the payment of condo fee payments may reserve the Ocean Lounge for private use upon compliance with the following conditions:
 - 1. [A.] The use will be limited to the owner's private social event, meeting of an organization, club or group of which the owner is a member or sponsor, or other purpose as approved by the Board of Directors or management.
 - 2. **[B.]** \$50 is charged for the exclusive use of the room on a specific date and time. Any damage or unusual cleanup costs will be assessed to the account of the owner making the reservation. At management discretion, fees will be waived for certain charitable organizations of which the reserving owner is a member.
 - 3. **[C.]** Reservations will be accepted on a first come, first served basis. At management discretion, certain holiday weekends may be reserved for the general use of all owners and no reservations will be accepted.
 - 4. **[D.]** The owner making the reservation or a designated representative of the organization will be present during the event, and insure that all the are followed, that the room is locked when not in use, and keys returned when the event is over.
 - 5. **[E.]** Use will be between 8:00 a.m. and midnight only. The times of use will be furnished to the management and/or building attendant in advance.
 - 6. **[F.]** The occupancy of the room shall at no time exceed the occupancy limit set by the Ocean City Fire Marshal's Office and posted in the Ocean Lounge. All activities will be confined to the Ocean Lounge only.
 - 7. **[G.]** The owner making the reservation will promptly notify management and/or the building attendant of any damage or problems. The owner or organization will furnish all items necessary for the planned activity and will remove all such items and dean up immediately after the event
 - 8. **[H.]** In no circumstance will smoking be allowed in the Ocean Lounge, or other interior common areas in accordance with Maryland State Law.
 - 9. [I.] Management personnel will have access to the room at all times, and the room will be promptly vacated if at any time management personnel deems the use of the room or the actions of the occupants unsuitable.
 - 10. [J.] No parking on the Capri premises is guaranteed for non-residents attending an event and any parking arrangements must be made with management and/or the building attendants in advance.
 - 11. **[K.]** The premises shall not be used for any unlawful purposes. State and local ABC laws concerning use of alcoholic beverages, the Ocean City noise ordinance, and any other applicable laws, codes and regulations shall be followed and enforced.

C. [3.] The owner making the reservation and/or the designated representative of the organization agree to assume all responsibility for all damage to the Ocean Lounge or any other portion of the condominium which is damaged by the owner, the representative of the organization, or their guests and for any accident or injury in connection with the use of the Capri Ocean Lounge, and further agrees to hold harmless the Capri Condominium Council of Unit Owners[, Inc.,] from any and all liabilities of any guests due to the use of the Ocean Lounge, common areas, or its agents or employees in the operation or maintenance of the premises. There shall be no liability for failure to operate the facilities and the right to close the facilities at any time is reserved.

	Y AND ENFORCE ALL THE RULES AND PROVISIONS OUTLINED AI
SIGNED.	Owner or Designated Organization Representative
Printed Name	
Unit Number or Organiz	ation Address
Phone Number(s)	

Adopted at a regular Board of Directors meeting May 20, 2000

Rental of Unassigned Parking Spaces

WHEREAS, the Board of Directors of the Council of Unit Owners is empowered by Article V, Section 3(D) of the Bylaws to create and enforce such rules and regulations as may be deemed proper for the use of the common elements;

NOW, THEREFORE BE IT RESOLVED that The Board of Directors deems it in the best interests of the Council of Unit owners[, Inc.,] and the individual unit owners to offer a program whereby unassigned parking spaces are rented, on a weekly or full summer season basis, as outlined below, and to establish guidelines and procedures as follows:

- A. [1.] Unassigned parking spaces will be rented to Owners and/or other residents during the summer season as stipulated below. At all other times the unassigned spaces will be available to all residents an a first come, first served basis.
- B. [2.] Unassigned spaces may be rented to owners and/or other residents by procedures to be established by the Board of Directors annually as Part of the budget process, including dates of availability, costs, methods of selection and use, and any other procedures necessary or desirable for the use of the spaces. The procedures for the upcoming year's use will be published to owners on a timely basis so that rental arrangements and other plans can be made.
- C. [3.] There will be no parking assignments made or rental few accepted for the unassigned spaces by the building attendants. The building attendant is authorized only to enforce parking policies.
- D. [4.] Any vehicle illegally parked in an assigned or rented space will have a wheel locking device attached as posted in the parking lot. A fee of \$75 must be paid in cash before the wheel locking device is removed. Payment can be made in the management office between the hours of 8:30 a.m. and 4:30 p.m. or to the building attendant between 4:30 p.m. and 8:30 a.m. Any vehicle illegally parked is also subject to towing in accordance with the city ordinance as posted in the parking lot.

Adopted at a regular meeting of the Board of Directors May 20, 2000

Pet Policies

WHEREAS, the Board of Directors of the Council of Unit Owners is empowered by Article V, Section 3(D) of the Bylaws to create and enforce such rules and regulations as may be deemed proper respecting the use and occupancy of the project;

NOW, THEREFORE BE IT RESOLVED that The Board of Directors, as authorized by the Declaration and Bylaws, deems it necessary to establish policies regarding pets in the building. The following Policies have been adopted:

- A. [1.] Only unit owners are permitted to bring pets into the building. Relatives, guests, and tenants cannot bring pets into the building.
- B. [2.] Pets are limited to domestic cats, dogs and caged birds. Two pets per unit are allowed.
- C. [3.] Pets must be registered with management and it is the owner's responsibility to notify management that they have a pet. Proof of current rabies vaccination must be provided and updated. The pet registration will be kept on file.
- D. [4.] Pets must be carried or on a leash, and must be attended by a responsible person when in the common areas. Pets are not allowed in the recreation areas or on the beach deck, and can only pass through the common areas to reach the owner's unit. Courtesy from all owners is requested for transporting pets on the elevator. Pet owners should ask elevator occupants if they mind riding with the pet and residents who are fearful of pets should wait for the next elevator when a pet is being transported.
- E. [5.] No pet owner may allow a pet to relieve itself in the building or any exterior common area except for the dog walk located just outside the northeast corner of the parking lot. When using the dog walk, owners must clean up after the pet and dispose of the waste in the receptacle provided. Owners are responsible for removing pet's waste if an accident occurs on the common areas, and for the cleaning, disinfecting and repair of any resulting damage. Courtesy is requested from owners in not using the dog walks, planting areas, parking lots or other areas of neighboring buildings or businesses. If an accident does occur in these areas, the pet owner should come prepared to remove the waste.
- F. [6.] No dog or other pet shall be permitted to bark, howl, or make other loud noises for such an unreasonable time or frequency as disturbs other residents rest or peaceful enjoyment of their unit or the common areas.
- G. [7.] All pet owners are responsible for property damage, disturbances or injuries caused by their pets. The Capri Condominium Council of Unit Owners[, Inc.,] assumes no liability for any actions of whatever nature resulting from owners bringing pets into the common areas. In accordance with the Bylaws, after a hearing the Board of Directors may require the removal from the building of any pet which has been deemed a nuisance, and the decision is solely theirs.

Adopted at a regular Board of Directors meeting May 20, 2000.

Capri Condominium Council of Unit Owners[, Inc.,] Pet Registration Application

(Please complete the ap	opincation and return it to the office. In	e registration will be returned to y	ou.)
As owner of Unitpet(s) listed below. I	I request the Bo certify that I have read the current p	pard of Directors of the Capri (pet policies and will abide by t	Condominium to register the hem
Type of Pet(s) - cat, o	dog, etc.		
Breed	Color		
Gender	Narne		(PET'S PICTURE)
Where Licensed (if a	pplicable)		
Tag Number (if appli	icable)		
Rabies vaccination ex	xpiration date		
SIGNED	(Owner)	Date	
	(Owner)		
		ium Council of Unit Ov	
	Cupii Condonnii	Pet Registration	viiersį, iie.,j
The owner(s) of Unit May be kept in their unabies vaccinations.	have registered unit in compliance with current pet	their pet(s) with the Board of l policies, including providing u	Directors. The pet(s) up to date proof of
Pet Name	Breed		
Gender	Color		
SIGNED		Date	

(Management Representative)

Preventive Maintenance Rules

WHEREAS, the Board of Directors of the Council of Unit Owners is empowered by Article V, Section 3(D) of the Bylaws to create and enforce such rules and regulations as may be deemed proper respecting the use and occupancy of the project, and;

WHERAS, owners are required by Article VIII, Section 4, of the Bylaws to maintain at his own expense the interior of his condominium and any and all equipment, appliances or fixtures;

NOW, THEREFORE BE IT RESOLVED that The Board of Directors [, as authorized by the Declaration and Bylaws,] deems it necessary to outline specific responsibilities of owners for maintenance within units. Owner responsibilities include but are not limited to:

- A. [1.] Unit owners shall turn off the main water valve located under the. sinks in the kitchen and baths when absent from the unit. Further, it shall be the unit owners responsibility to notify all family members, guests, tenants, contractors, and any other persons using the unit of this requirement.
- B. [2.] Unit owners shall periodically check and maintain, or have checked and maintained all washing machine hoses and connections to make sure them are no cracks or leaks.
- C. [3.] Unit owners shall periodically check and maintain, or have checked and maintained the dishwasher, hot water heater, icemaker lines, bathroom commodes, sinks, showers and any other appliances or plumbing fixtures.
- D. [4.] Unit owners shall not vent clothes dryers into the wall or into the heating/air conditioning ducts.
- E. [5.] Unit owners shall have any alterations to the original electrical work performed by a licensed electrician according to code.
- F. [6.] Unit owners shall change air conditioner condensate lines and otherwise maintain the framework of the unit and check and maintain its operation to prevent leaking.
- G. [7.] Unit owners shall inform all contractors that the hours for work in the units are 8.00 a.m. through 8:00 p.m., Monday through Friday, except for emergency repairs.

The failure of any owner to maintain the appliances and fixtures and follow the preventive maintenance outlined above and in Section 9 of the Declaration and Article VIII, Sections 1-G and 6 of the Bylaws will result in liability of the unit owner for damages to the condominium common elements or other condominium units. Such liability will exist to the extent not covered by insurance if the Council of Unit Owners can show the unit owner was negligent or failed to property comply with their maintenance responsibility. In addition, the Board of Directors may impose a \$50 fine payable to the association which shall become part of the unit owners account and which shall be subject to the provisions of Article IX, Section 5, of the Bylaws regarding payment of assessments.

Adopted at the regular Board of Directors meeting May 20, 2000

Swimming Pool Rules

WHEREAS, the Board of Directors of the Council of Unit Owners is empowered by Article V, Section 3(D) of the Bylaws to create and enforce such rules and regulations as may be deemed proper respecting the use and occupancy of the project;

NOW, THEREFORE BE IT RESOLVED that The Board of Directors, in order to assure safe and sanitary use of swimming facilities, requires all users of the swimming pool facilities, both residents and guests, to comply with the prescribed rules.

Any failure to comply with these rules shall be considered sufficient causes for members to be temporarily deprived of the use of the pool by the pool attendants.

General Hours of operation: 10.00 a.m. - 10:00 p.m. Daily.

During the period Memorial Day through Labor Day each year the pad is open for residents while a Pool attendant is an duty. If no pool attendant is on duty, the pool will be closed. The pool will be closed at 6:00 p.m. on Wednesdays [Thursdays] during the summer season for regular maintenance necessitated by heavy use. It may be closed for pool attendant breaks or adverse weather conditions on the decision of management. From Labor Day through Memorial Day the pool will be open 10.00 a.m. to 10:00 p.m. except for periods necessary for maintenance of the pool, its equipment and the pool building. There will be no pool attendant on duty and all residents should swim only when accompanied.

- A. [1.] Any persons using the pool, do so at their own risk. The [Capri Condominium] Council of Unit Owners assumes no responsibility for any accident or injury in connection with such use or for any loss or damage to personal property. Pool attendants are on duty to enforce pool rules and monitor water quality; they do not protect persons or property.
- B. [2.] Persons using the pool area agree not to hold the [Capri] Council of Unit Owners[, Inc.,] liable for any actions of whatever nature occurring within the pool area. Residents are responsible for the actions of their children and guests.
- C. [3.] All persons shall obey the instructions of [for] the pool attendants. No persons shall use the pool unless it is officially open.
- D. [4.] All persons must stay clear of the pool attendant area. There will be no entry into the pool except through the corridor door.
- E. [5.] Children under 14 must be accompanied by an adult when using the pool.
 - 1. [A.] Diaper age children or children who are not toilet trained must wear a special "swimsuit diaper" closely fitting plastic pants.
 - 2. [B.] Parents must make frequent checks of diaper-age or non-toilet trained children.
 - 3. **[C.]** Diaper changing is not allowed at poolside. Please use changing tables in restrooms.
 - 4. [D.] Bathers should wash their hands thoroughly with soap and hot water after using the restroom or changing a diaper.
 - 5. **[E.]** Bathers should rinse off in the shower before entering the pool.
- F. [6.] Admission shall be refused to all persons having obvious colds, coughs, inflamed eyes, infections, or wearing bandages. Any individual who has the following conditions may not enter the water of a public pool or spa (per state regulation 10.17.01.50 of the State of Maryland Department of Health and Mental Hygiene):
 - 1. [A.] An infectious or contagious disease that may be transmitted through water.
 - 2. [B.] An open cut, blister, or other lesion.
 - 3. [C.] Diarrhea.

The owner of a public pool or spa has the right to deny entry into the water if any individual exhibits any of the above conditions unless a physician certifies that the individual's condition is not infectious or contagious by waterborne transmission.

- G. [7.] No running, pushing, rough play or profane language will be permitted in the pool area. Spouting of water and similar unhygienic actions are not permitted in the pool. The use of kickboards, tubes, water wings, ball, etc.; will be determined by the pool attendant on the basis of the size and character of the pool crowd.
- H. [8.] No intoxicants will be allowed in the pool area. Intoxicated persons will not be allowed in the pool area at any time.
- I. [9.] No food is permitted in the pool area. Nonalcoholic beverages in cans or disposable cups are permitted, but glass containers and breakable objects are not permitted.
- J. [10.] All refuse must be placed in containers provided for this purpose. Users are urged to assist in keeping the pool area clean.
- K. [11.] No pets are permitted in the pool building area.
- L. [12.] No plug-in electrical appliances, including radios are allowed in the pool area.

Adopted at the regular Board of Directors Meeting May 20, 2000.

Use of the Tennis Court

WHEREAS, the Board of Directors of the Council of Unit Owners is empowered by Article V, Section 3(D) of the Bylaws to create and enforce such rules and regulations as may be deemed proper respecting the use and occupancy of the project;

NOW, THEREFORE BE IT RESOLVED that The Board of Directors wishes to provide for maximum use and enjoyment of the tennis facilities by all residents and the following rules are adopted for the Tennis Court:

- A. [1.] All persons using the Tennis Court do so at their own risk. The [Capri Condominium] Council of Unit Owners[, Inc.,] assumes no responsibility for any accident or injury in connection with such use or for any loss or damage to personal property.
- B. [2.] Persons using the Tennis Court agree not to hold the [Capri Condominium] Council of Unit Owners[, Inc.,] liable for any actions of whatever nature occurring within the Tennis Court. Also, residents will be responsible for the actions of their children and guests.
- C. [3.] Hours of operation: 8:00 a.m. to 10:00 p.m.
- D. [4.] The Tennis Court is for the exclusive use of residents of the Capri. Users of the court may be asked to produce proof of residency.
- E. [5.] Those using the court while others are waiting are limited to one hour from the starting time.
- F. [6.] Only those wearing rubber soled shoes are allowed on the Tennis Court. The court may not be used for other than the intended purpose. Bikes, skateboards, rollerblades or other wheeled devices may not be used in the court area.
- G. [7.] The next players will be determined by a sign-in sheet to be provided at the main lobby building attendant desk. Sign up may be accomplished for the following day's play between 10:00 a.m. and 10:00 p.m. the previous day. Sign up is to be by unit number.
- H. [8.] Non-players must stay out of the Tennis Court at all times. Loud talking or shouting, hitting balls against the fence, or any other practices annoying to players are prohibited. No chewing gum, alcoholic beverages, glass containers, or smoking are permitted inside the Tennis Court enclosure.

Adopted at the regular Board of Directors meeting May 20, 2000.

Collection of Assessments

WHEREAS the Board of Directors of the [Capri Condominium] Council of Unit Owners[, Inc.,] has been duly authorized by the Maryland Condominium Act, Section 11-110, the Capri Declaration, Section 10, and the Capri Bylaws, Article IX, Section 1 to collect annual assessments from each owner based on his/her percentage interest in the common expenses, and

WHEREAS the Capri Condominium Declaration, Section 10, and the Capri Condominium Bylaws, Article IX, Sections 1, 5, and 6 creates an assessment obligation for condominium unit owners and duly authorizes the Board of Directors of the Capri Condominium to act to collect regular and unpaid assessments,

NOW, THEREFORE, BE IT RESOLVED,

- A. [1.] Assessments for each condominium unit shall be determined on an annual basis and shall be paid quarterly [monthly] without demand. The fiscal year of the Council of Unit Owners shall be January 1 through December 31 of each year. Coupons will be issued annually for the quarterly [monthly] payments in accordance with that fiscal year's budget, but not receiving the coupon book in no way relieves an owner of the obligation to pay the assessment. Payments are to be made payable to the Capri Condominium and sent to 11000 Coastal Highway, Ocean City, MD 21842.
- B. [2.] Regular assessments (condominium fees) are due the first day of each quarter [month]. The dates are January 1, April 1, July 1, and October 1 of each year. For special assessments the due date, late fee amount and overdue date, which shall not be more than thirty (30) days, are stated in the resolution levying that assessment. Any regular assessment payment not received in the association office by the 15th of each quarter [month] shall obligate the owner to pay a late fee equivalent to ten percent (10%) of the quarters [months] assessment for the quarter [month] in which the fee is late. Late fees will be cumulative throughout the fiscal year and any late fees not collected by the end of the fiscal year shall be carried in the unit owner's permanent files. These shall be added to any future delinquent assessment in accordance with the Bylaws definition of late payment which can result in lien action, acceleration of the remainder of the fiscal year's assessments, or both. In addition, interest costs and attorney's fees can also be charged in accordance with procedures for collection of late assessments stated in the Bylaws.
- C. [3.] The right to use recreational facilities may be revoked for owners whose assessments are delinquent. These facilities include but are not limited to the beach deck, swimming pool, tennis court, Ocean Lounge, tennis lounge, saunas, exercise room, library, gym, game room and teen lounge. In accordance with the Maryland Condominium Act, any owner against whom such penalty is imposed will have the right to an appeal before the Board of Directors.
- D. [4.] After receiving two returned checks from any owner within any fiscal year the Council of Unit Owners shall require that any further assessments be paid by certified check or money order, and an \$18.00 fee for each returned check shall be imposed.
- E. **[5.]** Legal Action, which can include a lien against the unit, personal suit, acceleration of the remainder of the fiscal year's regular assessments, and any or all of the remedies listed in the Capri Condominium Bylaws, Article IX, Sections 5 and 6, and in the Maryland Condominium Act, Section 11-110, shall be initiated as follows:
 - 1. [A.] When monthly assessment payments are thirty (30) days late from the due date of the first day of each quarter [month].
 - 2. **[B.]** When monthly assessment payments have been paid after the fifteenth (15th) of the **quarter [month]** for four consecutive **quarters [months]** (applies only to acceleration of the fiscal year's regular assessments).
 - 3. [C.] When any special assessment payment is thirty (30) days overdue.

F. [6.] The Board of Directors May choose to waive any Of the above provisions on petition in writing by a unit owner alleging personal hardship. Any such waiver will be documented in the unit owner's file.

The above provisions in no way limit the [Capri Condominium] Council of Unit Owners[, Inc.,] represented by its Board of Directors from pursuing any other steps which are consistent with the Maryland Condominium Act, the Maryland Contract Lien Act, the Capri Condominium Declaration and the Capri Condominium Bylaws.

Adopted at a regular meeting of the Board of Directors January 18, 1996

Employment Policy

WHEREAS, the Board of Directors of the Council of Unit Owners is empowered by Article V, Section 3(C) of the Bylaws to create and enforce such rules and regulations as may be deemed necessary for the designation, hiring and or dismissal of the personnel necessary for the good working order of the condominium project;

NOW, THEREFORE BE IT RESOLVED that The Board of Directors deems it necessary to establish an employment policy with respect to full-time and part-time employees for the Capri Condominium; the following shall be adopted:

- A. [1.] Only one member of the family of a staff person will be employed at any one time at the Capri Condominium. The family member is considered to be mother, father, brother, sister, aunt, uncle, spouse, grandmother, grandfather, son or daughter.
- B. [2.] No members of a unit owner's family shall be employed by the [Capri Condominium] Council of Unit Owners[, Inc.,].
- C. [3.] Employment guidelines and job descriptions currently in effect and approved by the Board and Management, form an integral part of this policy.

ADOPTED AT A REGULAR BOARD MEETING HELD ON APRIL 16, 1994.

Expense & Contract Approvals/Accounts Payable

WHEREAS Article V, Section 3 of the Bylaws assigns to the Board of Directors "all the powers and duties necessary for the administration of the affairs of the Council and Condominium" and Article VIII, Section 3 authorizes the Board of Directors to "delegate any of its ministerial duties, powers or functions to the Management Agent", and

WHEREAS the Board of Directors deems it necessary to establish procedures for the approval of expenses and contracts, and for the issuing of payments for the same,

NOW, BE IT RESOLVED:

- A. [1.] All expenses for the administration, repair and maintenance of the Capri Condominium common elements, condominium units, or other necessary expenses with the exception of emergency repairs will be approved in advance by the Board of Directors. Approval will be given by the Board of Directors either through the budget approval process or by approval of contracts, proposals, or estimates.
 - 1. [A.] Emergency services contracted for by the management representative(s) to prevent or repair damage to the common elements or condominium units will be reported to the President of the Board as soon as possible. A written report of the reason of the emergency will be presented to the Board at the next regularly scheduled meeting.
- B. [2.] Repair and maintenance projects will be assigned a maximum cost for yearly budget approval purposes. As project start dates approach, management representative(s) will present contracts, proposals, and estimates when appropriate, or arrange for work within the budget maximum cost guidelines. A written report on any budget variations for project expenses will be presented at the next regular Board meeting. Any significant variations for a single project will require a Board phone poll, the results of which will be reported at the next meeting, and which will be included in the minutes.
- C. [3.] All formal contracts will require the signature of the Board President, or in his/her absence, the Vice President, or other officer of the Board of Directors.
- D. [4.] An accounts payable open item list covering the month immediately prior to each regularly scheduled Board meeting will be presented to the Directors for review. The report will include the account code, vendor, amount, and due date.
- E. [5.] A list of all checks over \$500 written during the month will be presented at the next regularly scheduled Board meeting. The list will include the vendor, amount, and purpose. The President will call for a motion to confirm that the expenditures were made in accordance with the guidelines above.
- F. [6.] Funds of the Council of Unit Owners not specifically designated as reserve funds for capital replacements will be held in an operating account in an Ocean City bank. Signers on the account will be the Officers of the Board and management representative(s) designated by the Board, if any. Checks will be valid with one signature, provided that checks in excess of \$10,000 shall require the signatures of any two officers of the condominium. Checks, check listing, and the records of the account shall be kept at the association office at 11000 Coastal Highway, Ocean City, MD 21842.
- G. [7.] For projects or expenditures involving transfer or use of reserve funds, funds designated solely for one project, or progress payments for construction or other work tied to completion of work, the Board may decide to establish a separate bank account and/or require two signatures on checks for that project or expenditure.
- H. [8.] In accordance with Article IX, Section 4 of the Bylaws, a reserve fund shall be established and maintained by the Board of Directors. The reserve fund may be used only to replace the common elements of the condominium and pay for operating contingencies and repairs of a non-recurring nature.

Adopted at the regular Board of Directors Meeting May 20, 2000.

[Fiscal Year/Assessment Payments]

]WHEREAS the Board of Directors of the Capri Condominium Council of Unit Owners, Inc., has been duly authorized by the Maryland Condominium Act Section 11-110, the Capri Condominium Declaration, Section 10, and the Capri Condominium Bylaws, Article IX, Section 1, to collect annual assessments from each owner based on his/her percentage interest in the common expenses, and]

[WHEREAS the Board of Directors of the Capri Condominium has been duly authorized by the Bylaws, Article X, Section 1, to change the fiscal year of the Council of Unit Owners, and]

[WHEREAS the Board of Directors of the Capri Condominium has been duly authorized by the Bylaws, Article IX, Section 1, to change the basis on which the installments of the annual assessments are collected, by resolution of the Board of Directors and approval of fifty-one percent (51%) of the votes of the condominium, and more than fifty-one percent (51%) of the votes of the condominium have approved the change,]

[NOW, THEREFORE, BE IT RESOLVED,]

- 1. [The fiscal year of the Capri Condominium Council of Unit Owners, Inc. shall be January 1 through December 31 of each year.]
- 2. [Beginning January 1, 1998, all annual assessments (condominium fees) of the Capri Condominium shall be due and payable in advance on a quarterly basis January 1, April 1, July 1, and October 1 each year.]
- 3. [All procedures and requirements for collection of assessments as detailed by the Maryland Condominium Act, Section 11-110, The Capri Declaration, Section 10, the Capri Bylaws,
 Article IX, and the Procedures on Collection of Assessments adopted by the Board of Directors on January 18, 1996, requiring, in part, legal action when assessments are thirty (30) days overdue, shall apply to the quarterly payment of assessments.]

[Adopted at a regular meeting of the Board of Directors, January 18, 1997.]

Preparation of Resale Documents

WHEREAS Section 11-135 of the Maryland Condominium Act requires the Council of Unit Owners to provide unit owners who wish to sell their units with a resale certificate containing the information necessary to enable the unit owner to partially satisfy disclosure guidelines under the Maryland Condominium Act and

WHEREAS the Board of Directors of the [Capri Condominium] Council of Unit Owners[, Inc.,] deems it necessary to establish procedures for the preparation of disclosure documents for homeowners for unit resale or refinancing;

NOW, THEREFORE, BE IT RESOLVED THAT:

- A. [1.] Disclosure documents will be prepared by the Capri Management Office as soon as possible, but not later than 20 days after receiving the request. The documents will be released to the owner of record, or on his/her instructions, the owner's Realtor. A charge of \$150 will be made for this service and the documents will not be released without payment.
- B. [2.] Disclosure documents as required by the Capri Bylaws and the Maryland Condominium Act consist of the following:
 - 1. [A.] Acknowledgment of Receipt of Information
 - 2. [B.] Resale Certification with the following attachments:
 - a) [1.] A statement disclosing the effect on the proposed conveyance of any right of first refusal or other restraint on the free alien-ability of the unit, other than any restraint created by the owner.
 - b) [2.] A statement of the monthly common expense assessment and any unpaid common expense or special assessment currently due and payable from the selling unit owner.
 - c) [3.] A statement of any other fees payable by the unit owners to the Council of Unit Owners.
 - d) [4.] A statement of any capital expenditures approved by the Council of Unit Owners or its authorized designee planned at the time of the conveyance which are not reflected in the current operating budget included in the certificate.
 - e) [5.] The most recently prepared balance sheet and income/expense statement, if any, of the condominium.
 - f) [6.] The current operating budget of the condominium, including details concerning the amount of the reserve fund for the repair and replacement and its intended use, or a statement that there is no reserve fund.
 - g) [7.] A statement of any judgements against the condominium and the existence of any pending suits to which the Council of Unit Owners is a party.
 - h) [8.] A statement generally describing any insurance policies provided for the benefit of the unit owners, a notice that the policies are available for inspection stating that location at which they are available, and a notice that the terms of the policy prevail over the general description.
 - i) [9.] A statement as to whether the Council of Unit Owners has knowledge that any alteration or improvement to the unit or the limited common elements assigned to the unit violates any provision of the declarant, By-laws, or rules or regulations.
 - j) [10.] A statement as to whether the Council Of Unit Owners has knowledge of any violation of the health or building code with respect to the unit or any portion of the condominium.
 - k) [11.] A statement of the remaining term of any leasehold estate affecting the condominium and the provisions governing any extension or renewal of it.

- [12.] A description of any recreational or other facilities which are to be used by the unit owners or maintained by them or the Council of Unit Owners, and a statement as to whether or not they are to be part of the common elements.
- 3. [C.] Copy of the Bylaws and Declaration
- 4. [D.] Copy of the Rules and Regulations
- 5. [E.] Property Transfer Sheet

Unit owners are advised to consult with their real estate agent and attorney regarding their full disclosure obligations. The above described certificate describes the responsibility of the Council of Unit Owners only, which assumes no responsibility or liability for the owner's larger disclosure responsibilities.

Adopted at the regular Board of Directors meeting, May 20, 2000

Procedures for Rules

The Board of Directors deems it In the best interests of the Council of Unit Owners to establish procedures for Rules concerning the Council's activities as follows:

- A. [1.] All "House Rules", "Regulations" and "Resolutions" have the force of Rules when adopted by vote of the Board of Directors.
- B. [2.] All such Rules are understood to be based on the authority of Section 11-111 of the Maryland Condominium Act, Article X, Section 4 and Article V, Section 3 of the Bylaws which assigns to the Board of Directors "all the powers and duties necessary for the administration of the affairs of the Council of Condominium", including the power to adopt rules.
- C. [3.] All Rules currently in effect will be kept in book form in the management office. All Rules superceded by later Rules will be kept on file to provide a history of the Council's activities.
- D. [4.] All Rules may be enforced pursuant to Section 11-113 of the Maryland Condominium Act and Article X, Section 5 of the Bylaws.

Adopted at the regular Board of Directors meeting May 20, 2000

Sale of Surplus Equipment Procedures

WHEREAS, the Board of Directors of the Council of Unit Owners, Inc., is empowered by Article V, Section 3(A) of the Bylaws to create and enforce such rules and regulations as may be deemed proper for the use of the common elements;

NOW, THEREFORE BE IT RESOLVED that The Board of Directors deems it necessary to establish appropriate procedures for disposal through resale of any and all surplus equipment, furniture, and fixtures; and the following procedures shall be adopted.

- A. [1.] All Capri property declared surplus by the management will be disposed of to owners after 30 days notice given in the monthly homeowners mailing.
- B. [2.] Items of value will be advertised in a notice included in the monthly homeowners mailing at an appropriate price or for 'best offer". These items will be sold to owners on a first come, first served basis.
- C. [3.] Any items not disposed of by sale will be distributed to owners on a first come, first served basis. Unclaimed items will be disposed of after a waiting period of thirty days.
- D. [4.] From time to time the Board of Directors may decide to dispose of items of value by sale to the public rather than sale to owners. In such case the proceeds will become part of the income of the condominium.

Adopted at a regular Board of Directors meeting May 20, 2000.

[Internet Access]

[WHEREAS the Board of Directors of the Capri Condominium is duly authorized by the Capri Condominium Bylaws, Article V, Section 3, to '...have all the powers and duties necessary for the administration of the Council and Condominium..." and "...to lease, grant... other rights of use in all or any part of the common elements of the condominium project," and]

[WHEREAS the Capri Condominium Council of Unit Owners, Inc., represented by its Board of Directors has been duly authorized by the Maryland Condominium Act, Section 11-109(6) "To ... lease .. any part of its property and assets;" and Section 11-109(12) "To regulate the use... and modification of the common elements;" and Section 11-109(15) "To.. receive any payments for the use, rental or operation of the common elements..."]

[NOW, THEREFORE, BE IT RESOLVED that the Capri Condominium Council of Unit Owners, Inc., shall allow Byte Size, Inc., to install on a designated area of the roof a two foot antenna, and in a designated area inside the 21st floor storage facilities to install three small electronic devices, both for the purpose of providing internet access to sites in Delaware. The antenna shall be installed in such a way that the roof surface shall not be breached. Byte Size shall provide proof of insurance for the equipment and shall hold the Capri Condominium Council of Unit Owners harmless for the equipment, the equipment performance, and all matters relating to the equipment. In return for the use of the Capri facilities, Byte Size shall pay \$100 monthly to the Capri, provide two internet dial-up accounts for the Capri, and design and install an internet home page for the Capri. The date of installation of the equipment and terms for ending the agreement shall be as agreed between the Capri Condominium and Byte Size, Inc.]

[Adopted at a regular meeting of the Board of Directors January 17, 1998]