### Denton County Juli Luke County Clerk

Instrument Number: 51821

ERecordings-RP

**MEMORANDUM** 

Recorded On: May 03, 2017 10:45 AM

Number of Pages: 14

" Examined and Charged as Follows: "

Total Recording: \$78.00

### \*\*\*\*\*\*\* THIS PAGE IS PART OF THE INSTRUMENT \*\*\*\*\*\*\*\*\*

Any provision herein which restricts the Sale, Rental or use of the described REAL PROPERTY because of color or race is invalid and unenforceable under federal law.

eRx

File Information: Record and Return To:

Document Number: 51821

20170503000217

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Receipt Number:

# STATE OF TEXAS COUNTY OF DENTON

I hereby certify that this Instrument was FILED In the File Number sequence on the date/time printed hereon, and was duly RECORDED in the Official Records of Denton County, Texas.

Juli Luke County Clerk Denton County, TX

### AFTER RECORDING, PLEASE RETURN TO:

Judd A. Austin, Jr.
Henry Oddo Austin & Fletcher, P.C.
1700 Pacific Avenue
Suite 2700
Dallas, Texas 75201

# SECOND SUPPLEMENTAL CERTIFICATE AND MEMORANDUM OF RECORDING OF DEDICATORY INSTRUMENTS FOR THE SHOPS AT PRESTONWOOD HOMEOWNERS' ASSOCIATION, INC.

STATE OF TEXAS §
COUNTY OF DENTON §

The undersigned, as attorney for The Shops at Prestonwood Homeowners' Association, Inc., for the purpose of complying with Section 202.006 of the Texas Property Code and to provide public notice of the following dedicatory instrument affecting only certain owners of property described on Exhibit B attached hereto (the "*Property*"), hereby states that the dedicatory instrument attached hereto is a true and correct copy of the following:

• Enforcement Policy for The Shops at Prestonwood Homeowners' Association, Inc. (Exhibit A).

All persons or entities holding an interest in and to any portion of the Property described on Exhibit B attached hereto are subject to the foregoing dedicatory instrument and it replaces and supersedes all previously recorded dedicatory instruments addressing the same or similar subject matter.

IN WITNESS WHEREOF, The Shops at Prestonwood Homeowners' Association, Inc. has caused this Second Supplemental Certificate and Memorandum of Recording of Dedicatory Documents for The Shops at Prestonwood Homeowners' Association, Inc. to be filed with the

Office of the Denton County Clerk and supplements that Certificate and Memorandum of Recording of Dedicatory Documents recorded on June 27, 2016, as Instrument No. 2016-76057 in the Official Public Records of Denton County, Texas; and that First Supplemental Certificate and Memorandum of Recording of Dedicatory Documents recorded on November 4, 2016, as Instrument No. 2016-140300 in the Official Public Records of Denton County, Texas

THE SHOPS AT PRESTONWOOD HOMEOWNERS' ASSOCIATION, INC.

By: Its:

ts: Attorney

STATE OF TEXAS

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COUNTY OF DALLAS

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BEFORE ME, the undersigned Notary Public, on this day personally appeared Vinay B. Patel, attorney for The Shops at Prestonwood Homeowners' Association, Inc., known to me to be the person whose name is subscribed on the foregoing instrument and acknowledged to me that he executed the same for the purposes therein expressed and in the capacity therein stated.

GIVEN UNDER MY HAND AND AFFIRMED SEAL OF OFFICE on this 3rd day of May, 2017.

Notary Public State of Texas

BEVERLY BATES
Notery Public, State of Texas
Comm. Expires 04-28-2021
Notery ID 485647

# **EXHIBIT A**

# **ENFORCEMENT POLICY FOR** THE SHOPS AT PRESTONWOOD HOMEOWNERS' ASSOCIATION, INC.

STATE OF TEXAS

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COUNTY OF DENTON

WHEREAS, the Board of Directors of The Shops at Prestonwood Homeowners' Association, Inc. (the "Board") is the entity responsible for the operation of The Shops at Prestonwood Homeowners' Association, Inc. (the "Association"), pursuant to and in accordance with that certain Declaration of Covenants, Conditions and Restrictions for The Shops at Prestonwood Homeowners' Association, Inc., recorded in the Official Public Records of Denton County, Texas, including any amendments thereof or supplements thereto (collectively, the "Declaration") and the Bylaws of The Shops at Prestonwood Homeowners' Association, Inc. including any amendments thereof or supplements thereto (the "Bylaws"); and

WHEREAS, the Declaration affects certain parcels or tracts of real property in the City of Carrollton, Denton County, State of Texas (the "Properties"); and

WHEREAS, pursuant to authority set forth in the Declaration, Bylaws, and Certificate of Formation, the Association, acting by and through the Board, has the authority to enforce the provisions of the Declaration, the power to promulgate and enforce the provisions of the Declaration, including establishing and imposing reasonable monetary fines or penalties for the violation of the Declaration, the Bylaws, rules and regulations, or design/architectural guidelines (collectively, the "Governing Documents"); and

WHEREAS, the Board has authority pursuant to the Declaration and the Bylaws to determine, in its reasonable discretion, the manner in which violations of the Governing Documents are to be remedied; and

WHEREAS, the Board has and does hereby find the need to establish rules, regulations and procedures for the enforcement of the restrictions contained in the Declaration and for the elimination of violations which may be found to exist within the Properties.

NOW THEREFORE, IT IS RESOLVED that the following rules, regulations and procedures relative to the operation of the Association are hereby established for the enforcement of violations of the Governing Documents and for the elimination of such violations found to exist in, on or about the Properties (hereinafter referred to as the "Enforcement Policy").

### 1. Establishment of a Violation.

- a. Failure to Obtain Prior Approval. Any additions, improvements and/or repairs of any kind or nature erected, placed or altered on any Lot which (i) requires the prior approval of the improvement by the Architectural Control Committee (the "ACC" as defined in the Declaration) and (ii) has not been first approved by the ACC is deemed a "Violation" under this Enforcement Policy for all purposes.
- b. Failure to Abide by the Governing Documents. Any construction, alteration or modification to any improvement on a Lot which does not in all respects conform to that which has been so approved or any activity or condition allowed to continue or exist on any Lot that is in direct violation of the Governing Documents is also deemed a "Violation" under this Enforcement Policy for all purposes.
- c. <u>Violations</u>. Exemplar violations are outlined in Exhibit 1 titled "Common Violations". This is not an exhaustive list of violations.

### 2. Notification.

- a. <u>Initial Notice</u>. Upon verification of the existence of a Violation by the management staff ("<u>Management</u>") of the Association, and subject to the approval of the Board, Management will send to the Lot Owner a written notice of the existence of the Violation ("<u>Initial Notice</u>"). The Initial Notice will inform the Owner of the following:
  - (i) The nature, description, and location of the Violation; and
  - (ii) What needs to be done to cure the Violation, and provide notice that the Violation must be cured within ten (10) days of the date of the Initial Notice to avoid further enforcement measures; and
  - (iii) A statement that if the Violation has already been corrected or plans and specifications for the subject improvement have been submitted to the ACC, to disregard the notice.
- b. Notice of Violation. If the Owner has (i) failed to submit plans and specifications for the offending improvement to the ACC, or the ACC has denied the approval of plans and specifications initially submitted, and/or (ii) the Violation is continuing, then no earlier than ten (10) days from the date of the Initial Notice, Management shall send to the Owner written notice (the "Notice of Violation") informing the Owner of the following:
  - (i) The nature, description, and location of the Violation and notification that if the Violation is corrected or eliminated by a specific date (not number of days), no further action will be taken; and

ENFORCEMENT POLICY

- (ii) Notification that if the Violation is not corrected or eliminated by the date specified in 2(b)(i), any attorneys' fees incurred by the Association in eliminating or abating the Violation, and any violation fines imposed as determined by the Board, shall be charged to the Owner's account; and
- (iii) Notification of the proposed sanction to be imposed and amount due the Association, if any, and a brief description of what needs to be done to cure the Violation; and
- (iv) If necessary, work on any improvement not designed to cure the Violation must cease immediately and may not resume without the prior written approval of the ACC;
- (v) Failure to remedy the Violation or cease work on any unauthorized improvement will result in the Association electing to pursue any one or more of the remedies available to the Association under the Governing Documents or this Enforcement Policy; and
- (vi) In the event the violation is deemed to be an incurable violation or violation posing a threat to health or safety, the Association is not required by law to provide an opportunity to cure; and
- (vii) His/her right to assert and protect his/her rights as a member of the Armed Forces of the United States. The protected individual or family member shall send written notice of the active duty military service to the sender of the Notice of Violation immediately.

The Notice of Violation shall be sent to the Owner by certified mail, return receipt requested, and first class U.S. mail, and shall advise the Owner that he or she has the right to make a written request for a hearing on or before the thirtieth (30th) day after the Notice of Violation is mailed, i.e., 33 days after the date of the Notice of Violation. The hearing, if one is requested in a timely manner, will be held before the ACC, if appointed, or the Board. In the event the hearing shall be held before the ACC, the Owner shall be advised of the Owner's right to appeal the ACC's decision to the Board.

c. Failure to Remedy and Notice of Fine. Failure to either (i) submit complete plans and specifications showing that the Violation will be remedied, (ii) cease all non-remedial work immediately upon receipt of the Notice of Violation, and/or (iii) remedy the current Violation existing upon the Lot within ten (10) days of the date of the Notice of Violation, shall constitute a continuing Violation and result in one or more of the following: (a) the imposition of violation fines as determined by the Board against the Owner, (b) the suspension of the right to enter upon and/or use any recreational facilities within the Common Maintenance Area(s), and/or (c) the pursuit of any other remedy available at law or in equity, under the Governing Documents or this Enforcement Policy

including, but without limitation, the recording in the County Clerk's office, of a Notice that the Lot in question is in violation of restrictive covenants or an action for injunctive relief and civil damages. Management may send, but is under no obligation, a notice to the Owner in the form of a formal written notice of fine (the "Notice of Fine") informing the recipient of the continuing Violation and the remedy chosen as a result thereof. The date of the Notice of Fine shall be the "Notice of Fine Date."

d. <u>Fine Structure</u>. Any single fine imposed pursuant to the provisions of this Enforcement Policy may not exceed \$500.00 as determined by the Board. Unless otherwise noted, an Initial Fine of not less than \$50.00 may be imposed for failure to remedy or cure the violation. In the event the Owner fails to respond or comply by remedying or curing the violation within fourteen (14) days after the Initial Fine, additional fines may be imposed as follows:

• Initial Fine: \$50.00

• Second Fine (levied 14 days after Notice of Fine Date): \$100.00

• Third Fine (levied no earlier than 30 days after Notice of Fine Date): \$200.00

• Fourth and Subsequent Fines (levied no earlier than 60 days after Notice of Fine Date): \$400.00

The Third, Fourth, and Subsequent Fines may be imposed no earlier every 14 days that the Violation continues to exist after the Notice of Fine date. There shall be no limit to the aggregate amount of fines that may be imposed for the same Violation. The Owner may be notified by Management in writing of the amount of fines accrued to Owner's account.

3. Right to a Hearing Before the Board of Directors. If Management receives a written request for a hearing on or before the thirtieth (30<sup>th</sup>) day after the date the Owner received the Notice of Violation, the ACC (if appointed) or the Board shall hold a hearing not later than the thirtieth (30<sup>th</sup>) day after the date Management received the written request for a hearing. Management shall notify the Owner of the date, time and place of the hearing not later than the tenth (10<sup>th</sup>) day before the date of the hearing. The Board or the Owner may request a postponement and, if requested, a postponement shall be granted for a period of not more than ten (10) days. Additional postponements may only be granted by agreement of the parties. The Owner's presence is not required to hold a hearing under this paragraph. The Association or Owner may make an audio recording of the hearing.

Prior to the hearing, proof of proper notice of the hearing shall be placed in the minutes of the meeting. Such proof shall be deemed adequate if a copy of the notice, together with a statement of the date and manner of delivery, is entered by an Officer, Director or agent who delivered such notice. The notice requirement shall be satisfied if the Owner appears at the meeting. The minutes of the meeting shall contain a statement of the results of the hearing and the sanction, if any, imposed.

- 4. <u>Corrective Action</u>. Notwithstanding the provisions contained in Paragraph 2 hereof, where a Violation of Declaration or duly promulgated rules and regulations or design/architectural guidelines is determined to exist pursuant to any provision of this Enforcement Policy, Management, with the approval of the Board, may undertake to cause the Violation to be corrected, removed or otherwise abated by qualified contractors if Management, in its reasonable judgment, determines that such Violation may be readily corrected, removed or abated without undue expense and without breach of the peace. Where Management is authorized by the Board to initiate any action by qualified contractors, the following shall apply:
  - a. Management must first provide the Owner with an Initial Notice as provided above. Should the Violation not have been remedied by the Owner within ten (10) days from the date of the Initial Notice, then Management must give the Owner, and any third party directly affected by the proposed action, prior written notice of the undertaking of the action ("Notice of Corrective Action"). The Notice of Corrective Action shall include an opportunity for the Owner to cure the Violation or request a hearing before the Board prior to the undertaking of any corrective action. Should the Owner fail to provide Management with a written request for hearing within ten (10) days from the date of the Notice of Corrective Action, that party shall have waived its right to a hearing.
  - b. Any cost incurred in correcting or eliminating a Violation shall be charged to the Owner's account.
  - c. The Association, the Board, Management and its agents and contractors shall not be liable to the Owner or any third party for any damages or costs alleged to arise by virtue of action taken under this Paragraph 4 where the Association, the Board, Management, its agents and contractors have acted reasonably and in conformity with this Enforcement Policy.
- Management pursuant to any of the provisions of this Enforcement Policy and where Management deems it to be in the best interests of the Association, Management may, at any time and without prior notice to the Owner under the Enforcement Policy, refer the Violation to legal counsel for purposes of seeking to correct or otherwise abate the Violation, including an action for injunctive relief and/or civil damages against the Owner, or any other legal or equitable remedy that may be available to the Association.

### 6. Notices.

- a. Any notice required by this Enforcement Policy to be given, sent, delivered or received in writing will be deemed to have been given, sent, delivered or received, as the case may be, upon the earlier to occur of the following:
  - (i) When the notice is delivered by facsimile, the notice is deemed delivered and received when the sender receives a facsimile acknowledgment acknowledging delivery of the notice.

- (ii) When the notice is placed into the care and custody of the United States Postal Service, the notice is deemed delivered and received as of the third day after the notice is deposited into a receptacle of the United States Postal Service with postage prepaid and addressed to the most recent address of the recipient according to the records of the Association. Any Notice of Violation or Notice of Corrective Action shall be sent certified mail, return receipt requested, and First Class U.S. Mail.
- b. Where the Lot is occupied by a tenant, where the interests of an Owner have been handled by a representative or agent of such Owner, or where Owner has otherwise acted so as to put the Association on notice that its interests in a Lot have been and are being handled by a representative or agent, any notice or communication from the Association or Management pursuant to this Enforcement Policy will be deemed full and effective for all purposes if given to such tenant, representative or agent.
- Cure of Violation During Enforcement. An Owner may correct or eliminate a Violation at any time during the pendency of any procedure prescribed by this Enforcement Policy. Upon verification by Management that the Violation has been corrected or eliminated, and any fines imposed by the Board has been paid, the Violation will be deemed to no longer exist and the Notice of Violation shall be voided except as hereinafter provided. The Owner shall be advised by Management of the consequences of the future violation of the same provision of the Governing Documents as set forth in the following paragraph. The Owner will remain liable for all fines levied under this Enforcement Policy, which fines, if not paid upon written demand thereof by Management, will be referred to the Association's legal counsel for collection. The Board, however, in its sole and absolute discretion, reserves the right to suspend or waive some or all of the fines imposed. The suspension or waiver of fines shall not constitute a waiver of the right to sanction violations of the same or other provisions and rules by any person.
- 8. Repeated Violation of the Same Provision of the Governing Documents. Whenever an Owner, who has previously cured or eliminated a violation after receipt of an Initial Notice, commits a separate violation of a similar provision of the Governing Documents within six (6) months from the date of the Initial Notice, Management shall reinstate the Violation, including the fines previously imposed related to such Violation that were waived by the Board, and pursue the procedures set forth herein as if the Violation had never been cured or eliminated. For purposes of illustration only, in the event the Owner cured the Violation after having received an Initial Notice, the second Violation of the same provision shall prompt Management to send a Notice of Violation. Similarly, in the event the Owner cured the Violation after having received a Notice of Violation, the second Violation shall prompt Management to send a Notice of Fine as provided hereunder. In the event an Owner cured the Violation after having received a Notice of Fine, the second Violation shall prompt Management to commence the levying of violation fines without further notice to the Owner. In the event of a repeated violation, the Board shall be authorized to double the fine amount.

- 9. <u>Authority of Management To Act</u>. The Board hereby authorizes and empowers Management to do all such things and perform all such acts as are necessary to implement and effectuate the purposes of the Enforcement Policy and compliance with Texas Property Code Section 209.0051(h), including the levying of violation fines, without further action by the Board.
- 10. <u>Binding Effect</u>. The terms and conditions of this Enforcement Policy, as may be amended from time to time by the Board, shall bind all Owners including their heirs, successors, transferees or assigns, and all Lots as defined in the Declaration, and the Properties shall hereafter be held, occupied, transferred, and conveyed subject to the terms and conditions of this Enforcement Policy, as amended by the Board.

This Enforcement Policy is hereby adopted by resolution of the Board and replaces and supersedes, in all respects, all prior policies and resolutions with respect to the enforcement of violations by the Association, and shall remain in force and effect until revoked, modified or amended by the Board.

11. <u>Definitions</u>. The definitions contained in The Shops at Prestonwood Homeowners' Association, Inc.'s Governing Documents are hereby incorporated herein by reference.

THE SHOPS AT PRESTONWOOD HOMEOWNERS' ASSOCIATION, INC.

, the duly-elected Secretary of The Shops at Prestonwood

\_, President

### **CERTIFICATION OF APPROVAL**

Home	owners' Association, Inc. hereby certify:
	That the Enforcement Policy for The Shops at Prestonwood Homeowners'
	Association, Inc., as evidenced by the records and minutes of the Board of
	Directors, was approved by the affirmative vote of the majority of the Board of
	Directors at a regularly scheduled meeting held on the day of,
	20, and that the same does now constitute an official policy of The Shops at
	Prestonwood Homeowners' Association, Inc. and shall be filed of record with the
	office of the Denton County Clerk,

	~ .
3v:	. Secretary

### EXHIBIT 1

## **Common Violations**

Payment of fine amount does not imply or constitute a waiver of enforcement or the granting of a variance for the violation. All violations must be corrected and brought into compliance with Association's Governing Documents. If there is a subsequent violation of a similar rule, the fine amount will imposed pursuant to the Fine Structure provision. Failure to pay fines may result in a lien on the Owner's Property. The Owner shall be responsible for any fines and enforcement costs assessed on the Property. If applicable, it is the Owner's responsibility to pursue reimbursement of the fines from the occupant(s) and/or tenant(s). The violation fines may be levied each time the violation is observed. Unless otherwise noted, the current violation fine schedule is as follows and are subject to change without further notice and at the discretion of the Board of Directors:

•	Initial Fine: Second Fine (levied 14 days after Notice of Fine Date): Third Fine (levied no earlier than 30 days after Notice of Fine Date): Fourth and Subsequent Fines (levied no earlier than 60 days after Notice of Fine Date):	\$50.00 \$100.00 \$200.00 \$400.00
•	Holiday Decorations (if not removed within 30 days of the holiday) (each time the violation is observed)	\$50.00
•	Property used for storage (boats, vehicles, trailers, oversized work trucks and any other oversized vehicle, etc.) (each time the violation is observed)	\$50.00
٠,	Trash cans, trash bags and recycling left in public view on days other than designated city trash pick-up days (each time the violation is observed)	\$50.00
ė	Debris or refuse on property (each time the violation is observed)	\$50.00
•	Unapproved signs in yards or on property (each time the violation is observed)	\$50.00
•	Home maintenance/repairs that do not conform with other homes in the subdivision (ex: rotting wood, replacing missing or dilapidated fences, sagging	

Common Violations

	gutters, damaged garage door, replacing broken light fixtures, etc.) (each time the violation is observed)	\$50,00
•	Failing to maintain lawn, remove weeds from flower beds and tree wells, trim bushes, etc. (each time the violation is observed)	\$50.00
<b>:</b> •	Littering in common areas, including dog fences (each time the violation is observed)	\$50.00
<b>*•</b>	Modification, improvement, and/or addition made to Property without prior approval from the ACC (each time the violation is observed)	\$100.00
•	Vehicle violations, include, but are not limited to, any vehicle without a current (or missing) license plates or inspection sticker, wrecked, dismantled in any way or discarded is considered inoperable. (each time the violation is observed or as the Board deems necessary)	\$50.00
•	Vehicle parking violations (each time the violation is observed)	\$50.00
•	Other violations in compliance with the City of Carrollton, Code Compliance and City Ordinances, and any other violations as voted for by the Board as deemed necessary in good faith of the governing documents. (each time the violation is observed or as the Board deems necessary)	\$50.00

### **EXHIBIT B**

Those tracts and parcels of real property located in the City of Carrollton, Denton County, Texas and more particularly described as follows:

- (a) The Shops at Prestonwood Phase 1, Block E, Lot, an addition to the City of Carrollton, Denton County, Texas, according to Map or Plat recorded in Cabinet Y, Page 56-58 and filed as Document No. 132034, Plat Records, Denton County, Texas;
- (b) The Shops at Prestonwood Phase 1, Block F, Lot 25, an addition to the City of Carrollton, Denton County, Texas, according to Map or Plat recorded in Cabinet Y, Page 56-58 and filed as Document No. 132034, Plat Records, Denton County, Texas;
- (c) The Shops at Prestonwood Phase 1, Block I, Lot 9, an addition to the City of Carrollton, Denton County, Texas, according to Map or Plat recorded in Cabinet Y, Page 56-58 and filed as Document No. 132034, Plat Records, Denton County, Texas;
- (d) The Shops at Prestonwood Phase 1, Block I, Lot 8, an addition to the City of Carrollton, Denton County, Texas, according to Map or Plat recorded in Cabinet Y, Page 56-58 and filed as Document No. 132034, Plat Records, Denton County, Texas;
- (f) The Shops at Prestonwood Phase 1, Block E, Lot 22, an addition to the City of Carrollton, Denton County, Texas, according to Map or Plat recorded in Cabinet Y, Page 56-58 and filed as Document No. 132034, Plat Records, Denton County, Texas;
- (g) The Shops at Prestonwood Phase 1, Block F, Lot 26, an addition to the City of Carrollton, Denton County, Texas, according to Map or Plat recorded in Cabinet Y, Page 56-58 and filed as Document No. 132034, Plat Records, Denton County, Texas;
- (h) The Shops at Prestonwood Phase 1, Block I, Lot 7, an addition to the City of Carrollton, Denton County, Texas, according to Map or Plat recorded in Cabinet Y, Page 56-58 and filed as Document No. 132034, Plat Records, Denton County, Texas;
- (i) The Shops at Prestonwood Phase 1, Block F, Lot 29, an addition to the City of Carrollton, Denton County, Texas, according to Map or Plat

- recorded in Cabinet Y, Page 56-58 and filed as Document No. 132034, Plat Records, Denton County, Texas;
- (j) The Shops at Prestonwood Phase 1, Block F, Lot 27, an addition to the City of Carrollton, Denton County, Texas, according to Map or Plat recorded in Cabinet Y, Page 56-58 and filed as Document No. 132034, Plat Records, Denton County, Texas;
- (k) The Shops at Prestonwood Phase 1, Block F, Lot 30, an addition to the City of Carrollton, Denton County, Texas, according to Map or Plat recorded in Cabinet Y, Page 56-58 and filed as Document No. 132034, Plat Records, Denton County, Texas;
- (1) The Shops at Prestonwood Phase 1, Block F, Lot 33, an addition to the City of Carrollton, Denton County, Texas, according to Map or Plat recorded in Cabinet Y, Page 56-58 and filed as Document No. 132034, Plat Records, Denton County, Texas; and
- (m) The Shops at Prestonwood Phase 1, Block I, Lot 10, an addition to the City of Carrollton, Denton County, Texas, according to Map or Plat recorded in Cabinet Y, Page 56-58 and filed as Document No. 132034, Plat Records, Denton County, Texas.