

# State of California

SECRETARY OF STATE



I, *Kevin Shelley*, Secretary of State of the State of California, hereby certify:

That the attached transcript of 2 page(s) has been compared with the record on file in this office, of which it purports to be a copy, and that it is full, true and correct.

*IN WITNESS WHEREOF*, I execute this certificate and affix the Great Seal of the State of California this day of

AUG 26 2003



*Kevin Shelley*

Secretary of State

## ARTICLES OF INCORPORATION

AUG 21 2003

OF

KEVIN SHELLEY  
Secretary of State

## PALMA SOLA HOMEOWNERS' ASSOCIATION

## I. NAME

The name of the corporation is PALMA SOLA HOMEOWNERS' ASSOCIATION.

## II. PURPOSE

This corporation is a nonprofit, mutual benefit corporation organized under the Nonprofit Mutual Benefit Corporation Law. The purpose of this corporation is to engage in any lawful act or activity, other than credit union business, for which a corporation may be organized under such law.

This corporation is formed for the following further purposes:

- (1) To be a residential real estate management association organized and operated to provide a homeowner's association for the management, maintenance, preservation and architectural control of the planned development project (hereinafter called "the Project") located in the County of San Luis Obispo, State of California, and more particularly described in the Declaration of Covenants, Conditions and Restrictions (hereinafter called "the Declaration") applicable to the Project recorded or to be recorded in the Office of the County Recorder of the County of San Luis Obispo County, as the same may be amended from time to time as therein provided.
- (2) To promote the health, safety, and welfare of the residents of the aforementioned Project.
- (3) To exercise all of the powers and privileges and to perform all of the duties and obligations of the Association as set forth in the Declaration.

Notwithstanding any of the above statements of purposes and powers, this corporation shall not, except to an insubstantial degree, engage in any activities or exercise any powers that are not in furtherance of the specific purposes of this corporation.

## III. SPECIFIC PURPOSE; CORPORATE OFFICE

This corporation is an association formed to manage a common interest development under the Davis-Sterling Common Interest Development Act. The Association's business and corporate offices are located at 670 Marsh Street, San Luis Obispo, California 93401. The Project is located on the North and Southeast corners of

Paso Robles Street and 21<sup>st</sup> Street, Oceano, California 93445-0000. The managing agent for the Association is ROBERT TAKKEN, 670 Marsh Street, San Luis Obispo, California 93401. The managing agent is not certified pursuant to Section 11502 of the Business and Professions Code.

#### IV. INITIAL AGENT FOR SERVICE OF PROCESS

The corporation's initial agent for service of process in the State of California is ROBERT TAKKEN, 670 Marsh Street, San Luis Obispo, California 93401.

#### V. AMENDMENT

Upon approval by a majority of the board of directors, these Articles of Incorporation may be amended at any regular or special meeting of members, by the affirmative vote or written consent of members representing a majority of the Association, which shall include a majority of the votes of members other than Declarant, or where the two-class voting structure is still in effect, shall include a majority of each class of members. However, the percentage voting power necessary to amend any specific clause or provision shall not be less than the percentage described by that clause.

IN WITNESS WHEREOF, the undersigned, being the Incorporator of PALMA SOLA HOMEOWNERS' ASSOCIATION has executed these Articles of Incorporation on August 20, 2003.

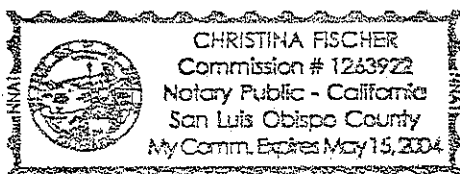
  
\_\_\_\_\_  
DAVID FITZPATRICK

STATE OF CALIFORNIA                    )  
COUNTY OF SAN LUIS OBISPO        )        ss.

On August 20, 2003, before me, CHRISTINA FISCHER, a Notary Public for the State of California, personally appeared DAVID FITZPATRICK, personally known to me to be the person whose name is subscribed to the within instrument and acknowledged to me that, he executed the same in his authorized capacity, and that by his signature on the instrument the person or the entity upon behalf of which the person acted, executed the instrument.

WITNESS my hand and official seal.

  
\_\_\_\_\_  
Notary Public



PALMA SOLA HOMEOWNERS ASSOCIATION

January 9, 2004

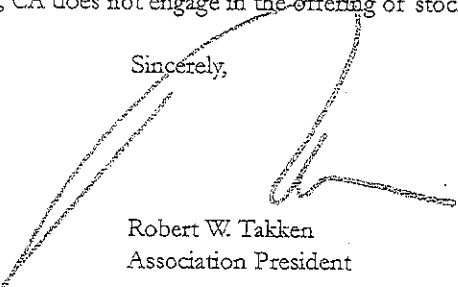
Mid State Bank  
2276 Broad Street  
San Luis Obispo, CA 93401

Re: Palma Sola Homeowners Association

Dear Sir: or Madam

This letter shall serve to certify that the Palma Sola Homeowners Association, a non-profit corporation governing the homes 1675 21<sup>st</sup> Street, Oceano, CA does not engage in the offering of stock.

Sincerely,



Robert W. Takken  
Association President