ARTICLES OF INCORPORATION

OF

P.E.V. HOMEOWNER'S ASSOCIATION, INC. - NO. 7

ARTICLE I

NAME

The name of this corporation (the "Association") is P.E.V. HOMEOWNER'S ASSOCIATION, INC. - NO. 7.

ARTICLE II

PURPOSES

This Association is a non-profit mutual benefit corporation organized under the Non-Profit Mutual Benefit Corporation Law. The purpose of this Association is to engage in any lawful act or activity for which a corporation may be organized under such law.

ARTICLE III

AGENT FOR SERVICE OF PROCESS

The name and address in this state of this Association's initial agent for service of process is:

Walter W. Pelton 109 Poplar Valley Lane Blairsden, CA 96103

ARTICLE IV

LIMIT ON POWERS

Notwithstanding any other statement herein to the contrary, the Association shall take no actions or exercise any power that is not, except to an insubstantial degree, in furtherance of its specific purpose as herein described.

This Association is intended to qualify as a Homeowner's Association under the applicable provisions of the United States Internal Revenue Code ("IRC"), Section 528, and of California Revenue and Taxation Code ("R&T"), Section 2370lt, as they may be amended from time to time. No part of the net earnings of this Association shall inure to the benefit of any private individual except as expressly provided in IRC Section 528 and R&T Section 2370lt with respect to the acquisition, construction or provision for management, maintenance and care of Association property, other than by a rebate of excess membership dues, fees or assessments.

ARTICLE V

DISSOLUTION

In the event of the dissolution, liquidation or winding-up of the Association, upon or after termination of

the project, in accordance with provisions of the Declaration, the Association's assets remaining after payment, or provision for payment, of all debts and liabilities of the Association shall be divided among and distributed to its members in accordance with their respective rights therein.

ARTICLE VI

AMENDMENTS

Amendments to these Articles shall require the affirmative vote or written assent of the members as follows:

- A. At least a bare majority of the members of the Board of Directors; and
- B. 1. When a one class voting structure is in effect:
- (a) At least a bare majority of the votes of all members of the Association; and
- (b) At least a bare majority of the votes of members other than the Declarant (as defined in the By-Laws); or
- 2. Where a two (2) class voting structure is in effect (as provided in the By-Laws), a majority of each class of members.

ARTICLE VII

GOVERNANCE

The rights of Association members, number of members and manner of election of the Board of Directors, and all other

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In the office of the Secretary of State
of the Secretary of State

ARTICLES OF INCORPORATION

OF 1343089 JUN 20 1985
P.E.V. HOMEOWNERS' ASSOCIATION, INC. NO. 7 MARCH FONG ELL Secretary of the control of th

MARCH FONG EU, Secretary of State
Carmelle AA. Guy
Deputy

ONE: The name of this corporation ("Association") is P.E.V. HOMEOWNERS' ASSOCIATION, INC. NO. 7.

TWO: 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 for which a corporation may be organized under such law.

THREE: The Association's initial agent for service of process is Mr. Charles A. Boynton, whose business address is One Montgomery, West Tower (20), San Francisco, California 94104.

FOUR: The Association shall have and exercise any and all powers, rights and privileges which a corporation organized under the Nonprofit Mutual Benefit Corporation Law may now or hereafter have or exercise, provided that the Association shall not, except to an insubstantial degree, engage in any activities or exercise any powers that are not in furtherance of the following purposes of the Association:

- (a) To bring about civic betterments and social improvements by providing for the preservation, management, maintenance and care of the architectural and appearance of a planned residential development known as Plumas Eureka Estates Unit No. 7 ("Project"), located in the County of Plumas, State of California.
- (b) To promote the common good, health, safety and general welfare of all the residents within the Project.
- (c) To exercise all of the powers and privileges and to perform all of the duties and obligations of the Association arising from that certain Declaration of Covenants, Conditions and Restrictions for Plumas Eureka Estates Unit No. 7 (the "Declaration") recorded with the Plumas County Recorder and applicable to the Project, as such Declaration may be amended from time to time.

other rights and privileges of Membership and the voting and other rights and privileges of Members shall be as set forth in the Declaration and the Bylaws. So long as there are two classes of Membership, amendment of these Articles of Incorporation shall require the assent (by vote or written consent) of (i) a bare majority of the Board of Directors of the Association, and (ii) Members representing seventy-five percent (75%) or more of the voting power of each class of Members. After conversion of the Class B Membership to Class A Membership, amendment of these

Articles of Incorporation shall require the assent (by vote or written consent) of (i) a bare majority of the Board of Directors of the Association, (ii) Members representing seventy-five percent (75%) or more of the total voting power of the Members, and the voting power of the Members other than the Declarant.

CHARLES A. BOYNTON

I hereby declare that I am the person who executed the foregoing Articles of Incorporation, which execution is my act

CHARLES A. BOYNTON