PLUMAS PINES II HOMEOWNERS ASSOCIATION

RULES ENFORCEMENT POLICY NOTIFICATION & FINE SCHEDULE

This document sets forth Plumas Pines II Homeowner Association's (Association) policy for imposing disciplinary actions (including Notification & Fine Schedules) for violations of the Association's governing documents, pursuant to the Association's Restated Declaration of Covenants, Conditions & Restrictions (CC&Rs) and Bylaws.

The purpose of this policy and all other rules of the Association are to maintain and enhance the quality, value, and quiet enjoyment in the 42-home neighborhood community of Plumas Pines II Homeowners Association. Accordingly, everyone must adhere to the rules. Each property owner is a Member of the Association and is responsible for complying with its governing documents and adhering to its rules. This includes their family, guests, tenants and contractors who are not Members of the Association. In the case of violations by these individuals who are not Members of the Association, the Association will notify the Member and hold them responsible. Any fines for non-compliance will be imposed against the Member, even if Member contracts with an outside vacation and/or rental management group. The Association may enforce this policy and the rules by legal action if necessary.

Disciplinary proceedings may be initiated upon the receipt of a written complaint ("Complaint") from any Member or resident ("Complainant") to the Board or its designated committee, if applicable. Anonymous Complaints will not be acted upon unless such Complaints can be independently verified, such as by a visual inspection of Member's property. The Complaint should contain as many specific and supporting facts as are available, such as time, date, location, person(s) involved, and other relevant details so that the Complaint may be evaluated and investigated by the Board. Complaints initiated by a member of the Board of Directors may be in any form.

Notwithstanding the terms of this Enforcement and Fine Policy, in the event the Board determines that action not set forth in this Enforcement and Fine Policy or action that varies from this Enforcement and Fine Policy is necessary, the Board may take such

action and shall not be bound by this Enforcement and Fine Policy. In addition, the purpose of this Enforcement and Fine Policy is to provide the Board with guidance in consistent and uniform enforcement of the Association's governing documents, but is not intended to limit the Board's authority to enforce the governing documents as permitted under California law. If the sending of notices, imposition of fines or other enforcement actions does not or would not result in corrective action by the noncompliant Member, or if immediate enforcement action by the Board is required, the Board may proceed with alternative dispute resolution and/or proceeding with filing a lawsuit in small claims or superior court without taking all the steps set forth in this Enforcement and Fine Policy. In taking any enforcement action, whether under this Enforcement and Fine Policy or otherwise, the Board shall comply with all applicable laws and the terms of the Association's governing documents.

PLUMAS PINES II HOMEOWNERS ASSOCIATION SCHEDULE OF NOTICES

<u>FIRST NOTICE</u> - Upon written submission of the Complaint, to the extent the Board deems necessary, the Board shall send a written warning letter ("First Notice") to the allegedly non-compliant Member ("Respondent"), summarizing the Complaint and requesting compliance with the Association's governing documents. This First Notice shall be sent by USPS first-class mail to the Respondent. In addition, electronic transmission (via email) of said First Notice letter will be sent to Respondent, if applicable. NO PENALTY SHALL BE ASSESSED TO THE RESPONDENT IN THIS FIRST NOTICE. If compliance occurs as a result of sending this First Notice, the Board need take no further action on the Complaint. The Respondent shall have the right to provide information and/or evidence denying the existence of a violation and, if the Board agrees, the notice will be withdrawn.

<u>SECOND NOTICE</u> – If the violation described in the First Notice is not corrected within fifteen (15) days, or if the violation is repeated, a second letter will be sent to the Respondent ("Second Notice"). The Second Notice will advise the Respondent that a hearing before the Board will be held. The second Notice will provide a general summary of the allegations in the Complaint, including the applicable section(s) of the Association's governing documents allegedly violated; the date, time and location of the hearing; a statement that the Respondent may attend* the hearing and address

the Board; and MAY ALSO CONTAIN THE PENALTIES THAT MAY BE ASSESSED at the meeting. The Board shall fix a hearing date and mail the Second Notice to the Respondent at least ten (10) days prior to the date of the hearing. This Second Notice shall be sent by USPS first-class mail to the Respondent. In addition, electronic transmission (via email) of said Second Notice letter will be sent to Respondent, if applicable. Whether or not the Respondent wishes to attend the hearing, he/she/they may deliver to the Board a written statement, setting forth the Respondent's answer to the allegations in the Complaint. At least seventy-two (72) hours prior to the hearing.

<u>HEARING</u> – All hearings shall be held in executive session in order to protect the privacy of the Respondent, but may be held in an open meeting at the request of the Respondent. If held in executive session, the Respondent and the Complainant shall be permitted to attend. The Board is entitled to exercise its discretion as to the specific manner in which the hearing will be conducted and make a decision based upon the evidence before it.

Should the Respondent fail to appear at the hearing and fail to submit a written statement in defense of the allegations, the Board may hold the hearing in their absence.

<u>DECISION</u> – After all evidence and/or representations have been made to the Board, the Board shall vote upon the matter. The decision may be made at the conclusion of the hearing, or may be postponed no later than fifteen (15) days thereafter. A written decision shall be mailed to the Respondent as soon as practicable thereafter, but in no event more than fifteen (15) days of the hearing. Disciplinary action, if any is imposed, and unless otherwise ordered by the Board, shall become effective no fewer than ten (10) days after the Board's decision is mailed to the Respondent by first-class mail.

All decisions of the Board shall be final unless the Board, in its sole discretion, agrees to rehear the matter due to the availability of new evidence or information of an overriding nature. All requests for rehearing must be made by the Respondent and received within ten (10) days of the date of the notice of the Board's decision, and must include a summary of the new evidence to be presented or the reasons why the Board's previous decision should be overturned.

PLUMAS PINES II HOMEOWNERS ASSOCIATION SCHEDULE OF FINES

To ensure compliance with the governing documents of Plumas Pines II Homeowners Assoc., Member may be fined for violation(s). The association's Board of Directors has adopted this Schedule of Fines, which will be in effect until changed by action of the Board of Directors. Any violation of the Governing Documents either by Member, their family members, guests or tenants shall be subject to the following fines:

First Offense - Up to a \$50.00 maximum fine

Second Offense - Up to a \$100.00 maximum fine

Third & Subsequent Offenses - Up to a \$200.00 maximum fine

Violations of an ongoing nature may be fined on a daily basis. If daily fines are imposed, they shall not exceed \$25.00 per day.

The fines listed above are maximum amounts per violation, and are in addition to any actual costs, damages or expenses, including attorneys; fees, incurred by the association in obtaining compliance with the association's governing documents. If circumstances warrant, the Board may suspend imposition of all or any portion of a fine for up to one (1) year from the date of the hearing.

In addition to assessment of a fine, the Board may suspend the Respondent's member-in-good-standing designation and voting rights.

VIOLATIONS THAT REQUIRE MAINTENANCE

There are violations which may result in the Association performing maintenance or repairs. In the case of violations which create an imminent health or safety hazard, the Association may send a notice of violation to the Member requesting the Member correct the violation immediately. Otherwise, the Association may send a notice to the Member requesting that the Member correct the violation within thirty (30) days. If

the Member fails to correct the violation within thirty (30) days, the Association may call a hearing at least fifteen (15) days written notice and after such hearing:

- 1. Perform the maintenance or repairs;
- 2. Charge the Member for the maintenance or repair cost as a Reimbursement Assessment; and
- 3. Impose fines and costs of maintenance as set forth above or other discipline as set forth in the Association's governing documents.

In the event of an emergency, the Association may immediately perform the maintenance, repairs and may tow vehicles for parking violations as outlined in the Association's governing documents. The Board will then call the Member to a hearing to impose fines and costs.

CERTIFICATE OF ADOPTION

I hereby certify that:

- 1. I am Treasure of Plumas Pines II Homeowners Association, and
- 2. The foregoing Enforcement and Fine Policy was adopted by the majority vote of the Board of Directors on April 3, 2023.

Dated: April 3, 2023 By: Jorge Helmer, Treasure