

CONSENT RESOLUTION OF THE MEMBERS

OF

**OAKWOOD WATER SYSTEM, INC.**

41-00037

RECEIVED  
JAN 22 2007  
FIELD SERVICES  
DRINKING WATER PROGRAM

The undersigned, constituting more than seventy-five percent (75%) of the owners of **OAKWOOD WATER SYSTEM, INC.**, an Oregon nonprofit corporation, do hereby adopt the resolutions hereunder set forth.

**BE IT HEREBY RESOLVED:** That the Bylaws of Oakwood Water System, Inc., are hereby amended by amending the language of Article XV, Section 1 to read as follows:

**Section 1.** The board of directors shall obtain and maintain at all times and shall pay for out of common expense funds the following insurance covering the water system, unless common expense funds are inadequate to meet the expense of such insurance:

(a) Property insurance including, but not limited to, fire, extended coverage, vandalism and malicious mischief to the full replacement value; and

(b) Insurance covering the legal liability of the Corporation, the members individually and the manager, including but not limited to, the board of directors, the public and the members and their invitees, incident to ownership, supervision, control or use of the water system; and

(c) Worker's Compensation Insurance to the extent necessary to comply with any applicable law.

**BE IT FURTHER RESOLVED:** That the Bylaws of Oakwood Water System, Inc. are hereby amended by amending the language of Article XIX of said Bylaws as follows:

**Section 1.** The parcels or lots and water system shall be used and occupied in accordance with the restrictions set forth in the Declarations, and such additional restrictions and requirements as shall be contained in the Bylaws, or Rules and Regulations adopted by the board of directors.

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**Section 2.** When the Corporation has reasonable cause to believe that an existing connection is located on the user's premises that poses an entry point for backflow, to safeguard the community water system the Corporation shall deny or discontinue service to those premises. If the owner/user fails to install an approved backflow device when required, conduct and report on required or annual testing or repair of the device, eliminate the service hazard as requested by the Corporation, and pay a suspension and reconnection fee of \$150 to the Corporation, service will not be resumed.

**BE IT FURTHER RESOLVED:** The Declaration of Covenants, Conditions, and Restrictions of Oakwood Water System, Inc., recorded in the real property records of Linn County at Volume 496, Page 256, are amended to change ARTICLE IV, Section 7(b) to read as follows:

(b) As noted in ARTICLE II, Section 1, the Corporation has the right upon 30 days written notice to suspend the voting rights and water service to the defaulting member. Water service can be restored by paying the overdue assessment, any penalties and interest, all costs incurred by the corporation in collecting the assessment, and a \$150 reconnect fee.

**BE IT FURTHER RESOLVED:** That the Declaration of Covenants, Conditions, and Restrictions of Oakwood Water System, Inc., are amended to add ARTICLE VI, which shall read:

**ARTICLE VI.** Owners, members, and users of the water system are prohibited from drilling wells anywhere within the PROPERTIES without approval from the Corporation Board of Directors or written approval from two-thirds of the owners.

**BE IT FURTHER RESOLVED** this Consent Resolution may be signed in counterparts. This Consent Resolution is being signed by owners in place of a duly constituted meeting and it is being certified by the president and secretary of the Corporation.

The undersigned Owners have adopted these resolutions, effective as of the 19<sup>th</sup> day of July, 2005.

SIGNATURES

Phil Anderson  
Phil Anderson

DATE

7-19-05