

**AMENDED AND RESTATED BYLAWS
OF
THE TELLURIDE LODGE ASSOCIATION,
A COLORADO NONPROFIT CORPORATION**

**ARTICLE 1
INTRODUCTION AND PURPOSE**

These Amended and Restated Bylaws (“**Bylaws**”) of The Telluride Lodge Association, a Colorado nonprofit corporation (“**Association**”) have been duly adopted by the Association and are hereby deemed to be made effective as of May 12, 2011 (“**Effective Date**”). The Association for itself and on behalf of its Unit Owners, hereby amends, restates, terminates, supersedes and replaces in its entirety any and all prior Bylaws for the Association, including any and all other previous amendments thereto. Each Unit Owner is deemed to be “member” of the Association.

Section 1.1 – Introduction. These are the Bylaws of The Telluride Lodge Association, a Colorado nonprofit corporation, which Association shall operate under the Colorado nonprofit Corporation Act (“**Corporation Act**”), as amended, and the Colorado Common Interest Ownership Act, as amended (“**Act**”).

Section 1.2 - Purposes. The purposes for which the Association was formed are to preserve and enhance the value of the properties of Unit Owners (as that term is defined below) and to govern the Common Elements and affairs of The Telluride Lodge Condominiums located in the Town of Telluride, San Miguel County, Colorado (“**Community**”). The Community was created pursuant to certain “**Governing Documents**”, including, without limitation, the Amended and Restated Condominium Declaration recorded on June 3, 2005 in Reception No. 375249 (“**Declaration**”), the Telluride Lodge Condominium Map recorded on January 9, 1973 in Plat Book 1, Page 13 (“**Map**”), and other maps recorded since, the Articles of Incorporation for the Association, Bylaws, and any Rules and Regulations and Policies and Guidelines, as the same have been or may be amended and supplemented from time to time. Terms which are defined in the Declaration shall have the same meaning herein, unless defined otherwise in these Bylaws.

Section 1.3 - Persons Subject to Bylaws. All present or future Unit Owners, tenants, guests, agents, contractors or any person that use or occupy, in any matter, any Condominium Unit or Common Elements within the Community, are subject to the terms and provisions of these Bylaws, and the other governing documents of the Community. The mere acquisition, rental or use of a Unit will signify that the Governing Documents of the Community are acceptable, ratified and will be complied with.

**ARTICLE 2
BOARD**

Section 2.1 - Number and Qualification.

(a) The affairs of the Community and the Association shall be governed by a Board which shall consist of seven (7) persons. Except for the replacement of a resigning and expelled Board member as provided herein, Board members shall be elected by the Unit Owners as provided for in the Declaration. A member of the Board must be a Unit Owner. If any Unit is owned by an individual or personal trust, a spouse or immediate family member shall be eligible to serve as a Board member. If any Unit is owned by a partnership or corporation, any officer, partner or employee of that Unit Owner shall be eligible to serve as a Board member and shall be deemed to be a Unit Owner for the purposes of these Bylaws. At any meeting at which Board members are to be elected, the Unit Owners may, by resolution, adopt specific procedures for conducting the elections, which are not inconsistent with these Bylaws or

the Corporation Act.

(b) Board members will be elected for two year terms with three or four seats up for election alternate years. At the first annual meeting following the adoption of these Bylaws, the terms of each then existing Board members will be deemed to have expired and, the Owners will then vote in seven Board members, four of whom will be elected for a two year term and three of whom will be elected for a one year term.

(c) There is no term limit for Board members,

(d) The Board shall elect the officers. The Board members and officers shall take office upon election.

Section 2.2 - Powers and Duties. The Board may act in all instances on behalf of the Association, except as provided in the Governing Documents, these Bylaws or the Act. The Board shall have, subject to the limitations contained in the Governing Documents and the Act, the powers and duties necessary for the administration of the affairs of the Association and the Community, including the following powers and duties:

(a) Adopt and amend the Rules and Regulations, the Policies and/or Guidelines, provided that prior to final adoption of any Rules and Regulations, the Policies and/or Guidelines, the Board shall circulate a copy of the final draft Rules and Regulations, the Policies and/or Guidelines to each Unit Owner for their review and comment. The Board shall advise each Unit Owner where comments should be sent and the timeframe to provide comments which shall not be less than 15 days or more than 45 days. The Board will consider comments provided by Owners before finally adopting the proposed Rules and Regulations, the Policies and/or Guidelines.

(b) Adopt and amend budgets for revenues, expenditures and reserves in the manner provided for in the Governing Documents and applicable law;

(c) Collect assessments for Common Expenses, Limited Common Expenses and Special Assessments from Unit Owners;

(d) Hire and discharge management companies or managers of the Association;

(e) Hire and discharge employees, independent contractors and agents;

(f) By resolution, establish committees of Board members, permanent and standing, to perform any of the above functions under specifically delegated administrative standards as designated in the resolution establishing the committee. All committees must provide notice of their actions to the Board and shall report to the Board. However, actions taken by a committee may be appealed to the Board by any Unit Owner within 15 days after publication of notice of that action, and the committee's action must be ratified, modified or rejected by the Board at its next regular meeting.

(g) Institute, defend or intervene in litigation or administrative proceedings or seek injunctive relief for violations of the Governing Documents or Bylaws in the Association's name, on behalf of the Association on matters affecting the Community;

(h) Make contracts and incur liabilities on behalf of the Association, provided that in the event that the Association intends to enter into a contract or otherwise incurring liability for goods or services that in the aggregate is anticipated to require the expenditure of \$20,000 or more, the Board shall first prepare and submit a request for proposals, review all bids responding to the request for proposals

and award the contract to the bid that the Board, in the exercise of its good faith and commercially reasonable judgment, determines to be superior bid with consideration given to the price/cost of the services or goods, timeframe for performance, skills and reputation of contractor and such other factors deemed relevant to the Board;

- (i) Regulate the use, maintenance, repair, replacement and modification of Common Elements;
- (j) Cause additional improvements to be made as a part of the Common Elements;
- (k) Acquire, hold, encumber and convey, in the Association's name, any right, title or interest to real estate or personal property; provided that Common Elements may be conveyed or subjected to a security interest only pursuant to Section 312 of the Act;
- (l) Grant or obtain easements, licenses or permits for any period of time, including permanent easements, and grant leases, licenses and concessions, through or over the Common Elements and/or adjacent property;
- (m) Impose and receive a payment, fee or charge for services provided to Unit Owners and for the use, rental or operation of the Common Elements, other than Limited Common Elements described in Subsections 202(l)(b) and (d) of the Act;
- (n) Impose a reasonable charge for late payment of assessments and, after notice and hearing, levy reasonable fines for violation of the Governing Documents, these Bylaws or rules and regulations;
- (o) Impose a reasonable charge for the preparation and recording of amendments to the Governing Documents or statements of unpaid assessments;
- (p) Obtain and maintain officer and director liability insurance for the Association's officers, Board members, committee members and other insurance as necessary and appropriate;
- (q) Exercise any other powers conferred by the Declaration, the Map or these Bylaws;
- (r) Exercise any other power that may be exercised in the state by a legal entity of the same type as the Association;
- (s) Exercise any other power necessary and proper for the governance and operation of the Association.

Section 2.3 - Association Manager. The Board may employ a management company or manager for the Community, at a compensation established by the Board, to perform duties and services authorized by the Board. Licenses, concessions and contracts may be executed by the management company or manager pursuant to specific resolutions of the Board and to fulfill the requirements of the budget. Regardless of any delegation to a management company or manager, the Board members shall not be relieved of responsibilities under the Governing Documents, these Bylaws or Colorado law.

Section 2.4 - Removal of Board Member by Unit Owners. The Unit Owners, by a vote of at least two-thirds of the votes at any meeting of the Unit Owners at which a quorum is present, may remove a Board member with or without cause and shall thereupon appoint by election a replacement Board member.

Section 2.5 - Vacancies. Vacancies in the Board, caused by any reason other than the removal of a Board member by a vote of the Unit Owners, may be filled at a meeting of the Board held for that purpose,

provided that a quorum is present, unless the number of vacancies would result in the inability of the Board to secure a quorum, in which event, the vacancy may be filled at a meeting of the Board held for that purpose any time after the occurrence of the vacancy, even though the Board members present at that meeting may constitute less than a quorum. These appointments shall be made by a majority of the remaining elected Board. Each person so elected or appointed shall be a Board member for the remainder of the term of the Board member so replaced.

Section 2.6 - Regular Meetings. The first regular meeting of the Board shall occur within 30 days after the annual meeting of the Unit Owners at which the Board shall have been elected. The new Board shall establish the time and place of the Board meeting, which shall occur as expeditiously as possible. The Board will provide notice of all meetings to Unit Owners. This notice may be in any form including posting on the website. The Board may set a schedule of additional regular meetings by resolution, and no further notice is necessary to constitute regular meetings. With the exception of matters that may be discussed in executive session, as set forth in Section 38-33.3-308(3-7) of the Act, all regular and special meetings of the Board or any committee thereof shall be open to attendance by all Unit Owners of the Association or their representatives. Without limiting the generality of the foregoing, no rule or regulation may be validly adopted during an executive session. Agendas for meetings of the Board shall be made reasonably available for examination by all Unit Owners of the Association or their representatives. The Board may, by resolution, delegate portions of its authority to officers of the Association, but such delegation of authority shall not relieve the Board of the ultimate responsibility for management of the affairs of the Association.

Section 2.7 - Special Meetings. Special meetings of the Board may be called by the President or by a majority of the Board members on at least three business days' notice to each Board member. The notice shall be hand-delivered, mailed or e-mailed to Board members and shall state the time, place and purpose of the meeting.

Section 2.8 - Location of Meetings. All meetings of the Board shall be held within Colorado, except that Board members can participate via telephone in accordance with 2.11, unless all Board members consent in writing to another location.

Section 2.9 - Waiver of Notice. Any Board member may waive notice of any meeting in writing, including notice given by email. Attendance by a Board member at any meeting of the Board shall constitute a waiver of notice. If all the Board members are present at any meeting, no notice shall be required, and any business may be transacted at such meeting.

Section 2.10 - Quorum of Board Members. At all meetings of the Board, a majority of the Board members shall constitute a quorum for the transaction of business. At a meeting at which a quorum is present, the votes of a majority of the Board members present at the meeting shall constitute a decision of the Board. If, at any meeting, there shall be less than a quorum present, a majority of those present may adjourn the meeting. Following the adjournment, at any subsequent meeting at which a quorum is present, any business which might have been transacted at the meeting originally called may be transacted without further notice. The Board shall not transact any business if there is not a quorum at a meeting.

Section 2.11 - Telephone Communication in Lieu of Attendance. A Board member may attend and fully participate in a meeting of the Board by using an electronic or telephonic communication method whereby the Board member may be reasonably heard by the other members and may hear the deliberations of the other members on any matter properly brought before the Board. The Board member's vote shall be counted and the presence noted as if that Board member were present in person on that particular matter. The Board member shall be counted as being present for purposes of establishing a quorum.

Section 2.12 - Proxies. At any Board meeting, a Board member who will be absent from the meeting, may provide the Board with a directed proxy directing the Board how to record the Board members' vote on a particular matter and, thereupon, the Board shall so record the vote. A Board member shall not grant a general proxy to any person and any such general proxy shall be rejected by the Board. A Board member may not revoke a proxy given pursuant to this provision except by actual notice of revocation to the person presiding over a meeting of the Board. A proxy is void if it is not dated or purports to be revocable without notice. A proxy shall terminate one month after its date, unless a different termination date is otherwise set forth on its face. Proxies shall be filed with the Secretary of the Association at or before the appointed time of each meeting. Proxies shall conform to C.R.S. Section 7-127-203.

Section 2.13 - Consent to Corporate Action. If all the Board members, separately or collectively consent in writing to any action taken or to be taken by the Association, and the number of the Board members constitutes a quorum, that action shall be a valid corporate action as though it had been authorized at a meeting of the Board. The Secretary shall file these consents with the minutes of the meetings of the Board.

ARTICLE 3 UNIT OWNERS AND MEMBERSHIP

Section 3.1 - Unit Ownership. Ownership of a Unit is required in order to qualify for membership in this Association. Unit Ownership is more fully addressed in the Articles of Incorporation and the Declaration.

Section 3.2 - Annual Meeting. Annual meetings of Unit Owners shall be held during each of the Association's fiscal year, during the period commencing June 1 and extending through July 31, at such date and time as determined by the Board and set forth in the notice. At these meetings, the Board members shall be elected by ballot of the Unit Owners, in accordance with the provisions of these Bylaws, the Declaration and the Articles of Incorporation. The Unit Owners may transact other business as may properly come before them at these meetings. Failure to hold an annual meeting shall not work a forfeiture or dissolution of the Association.

Section 3.3 - Budget Meeting. Meetings of the Unit Owners to consider proposed budgets shall be called in accordance with the Act. The budget may be considered at annual or special meetings called for other purposes as well.

Section 3.4 - Special Meetings. Special meetings of the Association may be called by the President, by a majority of the Board or by Unit Owners comprising 35% of the votes in the Association. Only those matters included in the notice of the special meeting may be acted upon during the special meeting.

Section 3.5 - Place of Meetings. Meetings of the Unit Owners shall be held anywhere in San Miguel County, Colorado, and may be adjourned to a suitable place convenient to the Unit Owners, as may be designated by the Board or the President.

Section 3.6 - Notice of Meetings. The Secretary or other officer specified in the Bylaws shall cause notice of Annual or Budget Meetings of the Unit Owners in accordance with Section 3.17 not less than 45 days in advance of a meeting.

Section 3.7 - Adjournment of Meeting. At any meeting of Unit Owners, a majority of the Unit Owners who are present at that meeting, either in person or by proxy, may conclude or adjourn the meeting to another time.

Section 3.8 - Order of Business. The order of business at all meetings of the Unit Owners shall be as follows except as may be amended at the meeting:

- (a) Roll call (or check-in procedure);
- (b) Proof of notice of meeting;
- (c) Reading of minutes of preceding meeting;
- (d) Reports;
- (e) Change number and term of Board members on the Board (if noticed); such a change would be documented as an amendment to these Bylaws;
- (f) Election of inspectors of election (when required);
- (g) Election of Board members on the Board (when required);
- (h) Ratification of budget (if required and noticed);
- (i) Unfinished business; and
- (j) New business.

Section 3.9 - Voting.

(a) Each Unit in the Community shall have the voting rights as established in the Declaration. Votes allocated to a Unit may only be cast in person or pursuant to a duly executed and delivered proxy. An Owner may not vote by telephone.

(b) If title to a Unit is held by an entity, including, without limitation, a firm, corporation, partnership, trust, limited liability company, association or other legal entity or any combination thereof (hereinafter “entity”), that entity must appoint a “delegate” to represent such Included Property. Any such delegate must, at the time of the appointment and continuing throughout the period of representation of the entity, own at least a 5% equity interest in the entity. To appoint a delegate, the entity’s governing body or officer must notify the Board of the appointment in writing prior to the commencement of the meeting for which the delegate is attending and participating. The Association may require proof of such equity ownership from time to time to evidence the qualification of the delegate to represent such a Unit and in the absence of such demonstration to the reasonable satisfaction of the Association, the Association may reject the right of the delegate to act on behalf of the entity until such time as satisfactory information is provided and accepted by the Association. A duly empowered delegate may participate in meetings and vote on matters requiring the vote of the Association Unit Owners. A delegate may be a candidate for the Board and, if elected, serve as a Board member. The foregoing shall not preclude a delegate to act on behalf of an entity if duly appointed by a properly executed proxy given by the entity in conformance with these Bylaws. The moderator of the meeting may require reasonable evidence that a person voting on behalf of an entity is qualified to vote.

(c) Votes allocated to a Unit may be cast under a proxy duly executed by a Unit Owner. If a Unit is owned by more than one person, each Owner of the Unit may vote or register protest to the casting of votes by the other Owners of the Unit through a duly executed proxy. A Unit Owner may revoke a proxy given under this section only by actual notice of revocation to the person presiding over a meeting of the Associations. A proxy is void if it is not dated or purports to be revocable without notice. A proxy terminates eleven (11) months after its date, unless it specifies a shorter term on its face.

(d) Votes allocated to a Unit owned by the Association, if any, may not be cast. Such a non voting unit does not count toward a quorum.

Section 3.10 - Quorum. Except as otherwise provided in these Bylaws, A quorum is deemed present throughout any meeting of the Unit Owners of the Association if persons entitled to cast at least 30 percent of the total allocated votes in the Association are present, in person or by proxy, at the beginning of the meeting.

Section 3.11 - Majority Vote. Provided a quorum of allocated votes is present in person or by proxy, the

affirmative vote of a majority of the total allocated votes so present shall constitute approval of any matter voted upon unless a different number is required on a particular matter by the Colorado Revised Nonprofit Corporation Act, the Declarations, the Articles, or these Bylaws.

Section 3.12 - Proxies. At any meeting of the Unit Owners, the vote allocated to a Unit may be cast pursuant to a proxy duly executed by a Unit Owner or by the Unit Owner's duly authorized attorney-in-fact, designating a particular person present at the meeting to vote on behalf of the Unit Owner. A Unit Owner may provide the Association with a directed proxy indicating how the Unit Owner directs the Association to record the Unit Owners vote on a particular matter. If a Unit is owned by more than one person, each owner of the Unit may vote or register protest to the casting of a vote by the other owners of the Unit through a duly executed proxy. A Unit Owner may not revoke a proxy given pursuant to this provision except by actual notice of revocation to the person presiding over a meeting of the Association. A proxy is void if it is not dated or purports to be revocable without notice. A proxy shall terminate eleven (11) months after its date, unless a different termination date is otherwise set forth on its face. Proxies shall be filed with the Secretary of the Association at or before the appointed time of each meeting. Proxies shall be handled in accordance with C.R.S. Section 7-127-203. All proxies shall be reviewed by the Association's Secretary or designee as to the following: (a) Validity of the signature; (b) Signatory's authority to sign for the Unit Owner; (c) Authority of the Unit Owner to vote; (d) Conflicting proxies; and (e) Expiration of the proxy.

Section 3.13 - Action by Written Ballot. A vote on any action that may be taken at an annual, regular or special meeting of Unit Owners may be taken without a meeting of the Unit Owners, provided that the Association shall deliver a written ballot to every Unit Owner entitled to vote on the matter by e-mail or mail, which sets forth each proposed action and provides an opportunity to vote for or against each proposed action by responding to the Association. All solicitations for votes by written ballot shall be mailed or e-mailed and shall indicate the number of responses needed to meet quorum requirements, state the percentage of approvals necessary to approve each matter, specify the time by which the response ballot must be received by the Association in order to be counted, specify the approved methods of submitting ballots, and be accompanied by written information regarding the matter to be voted upon. Ballots must be received by the Association no later than 21 calendar days from the date of the ballot, unless a different time is specified by the Board and reflected in the ballot. The Association and the Unit Owners must send their ballots in accordance with Article 8 of these Bylaws (Notices). Approval by written ballot shall be valid when the number of votes cast by the ballot equals or exceeds the quorum required at a meeting authorizing the action and the number of approvals equals or exceeds the number required to approve the matter at a meeting. After the time to respond to the ballot has expired, the Association will tally the results and notify the Unit Owners of the results within 15 days, unless a different time is specified by the Board.

Section 3.14 - Election of Board Members. In any election of Board Members each owner gets one vote for each seat up for election. . Cumulative voting is not permitted.

Section 3.15 - Chairman of Meetings. At any meeting of the Unit Owners where no Board member is present the Unit Owners present shall select a Chairman and a Secretary of the meeting.

Section 3.16 - Unit Owner Addresses for Notices. A Unit Owner shall provide written notice to the Association if they wish to receive notices by United States mail only; otherwise, any notices given by the Association may be sent at the option of the Association by either (1) United States Mail (postage prepaid), or (2) e-mail. Notices include, but are not limited to, any notice required to be given by law, or otherwise given by the Association under these Bylaws or any other governing document of the Association to any Unit Owner, or any other written instrument to be given to any Unit Owner. Notices may be mailed or e-mailed to such Unit Owner mailing address or e-mail address of the Unit as shown upon the Association's records. The Unit Owner is responsible for updating the Association records if

their contact information changes. If more than one Unit Owner owns a particular Unit, then any notice or other written instrument may be addressed to all of such Unit Owners and may be mailed or e-mailed in one mailing or e-mail message to one of the Owners of the unit in accordance with the foregoing. Any notice or other written instrument given by the Board in accordance with the foregoing will be deemed to have been given on the date that it is mailed or e-mailed.

Section 3.17 - Rules at Meetings. The Board may prescribe reasonable rules for the conduct of all meetings of the Board and Unit Owners. In the absence of such rules, Robert's Rules of Order shall be used.

ARTICLE 4 OFFICERS

Section 4.1 - Designation. The principal officers of the Association shall be the President, Vice President, the Secretary and the Treasurer, all of whom shall be elected by the Board. The Board may appoint an assistant Treasurer, an assistant Secretary and other officers as it finds necessary. Any two offices may be held by the same person, except the offices of President and Secretary. An officer must be a Unit Owner of the Association.

Section 4.2 - Election of Officers. The officers of the Association shall be elected annually by the Board at the organizational meeting following the election of Board members.

Section 4.3 - Removal of Officers. Upon the affirmative vote of a majority of the Board members, any officer may be removed, either with or without cause. A successor may be elected at any regular meeting of the Board or at any special meeting of the Board called for that purpose.

Section 4.4 - President. The President shall be the chief executive officer of the Association. The President shall preside at all meetings of the Unit Owners and the Board. The President shall have all of the general powers and duties which are incident to the office of President of a nonprofit corporation organized under the laws of the State of Colorado, including but not limited to, the power to appoint committees from among the Unit Owners from time to time as the President may decide is appropriate to assist in the conduct of the affairs of the Association. The President may fulfill the role of Treasurer in the absence of the Treasurer.

Section 4.5 - Vice President. The Vice President shall act as President in the absence of the President. The Vice President shall perform duties as assigned by the Board and consistent with a nonprofit corporation organized under the laws of the State of Colorado.

Section 4.6 - Secretary. The Secretary shall keep the minutes of all meetings of the Unit Owners and the Board. The Secretary shall have charge of the Association's books and papers as the Board may direct and shall perform all the duties incident to the office of Secretary of a nonprofit corporation organized under the laws of the State of Colorado.

Section 4.7- Treasurer. The Treasurer shall be responsible for Association funds and securities, for keeping full and accurate financial records and books of account showing all receipts and disbursements and for the preparation of all required financial data. This officer shall be responsible for the deposit of all monies and other valuable effects in depositories designated by the Board and shall perform all the duties incident to the office of Treasurer of a nonprofit corporation organized under the laws of the State of Colorado. The Treasurer may endorse on behalf of the Association, for collection only, checks, notes and other obligations and shall deposit the same and all monies in the name of and to the credit of the Association in banks designated by the Board. Reserve funds of the Association shall be deposited in segregated accounts or in prudent investments, as the Board decides. Funds may be withdrawn from

these reserves with the approval of the Treasurer or another Board member in the Treasurer's absence consistent with the budget approved by the members or in an emergency as defined by the Declarations and Statute.

Section 4.8 - Agreements, Contracts, Deeds, Checks, etc. All agreements, contracts, deeds, leases, checks and other instruments of the Association shall be executed by any two officers of the Association or by any other person or persons designated by the Board.

Section 4.9 - Statements of Unpaid Assessments. The Treasurer, assistant treasurer, a manager employed by the Association, if any, or, in their absence, any officer having access to the books and records of the Association may prepare, certify, and execute statements of unpaid assessments, in accordance with Section 316 of the Act. The Association may charge a reasonable fee for preparing statements of unpaid assessments. The amount of this fee and the time of payment shall be established by resolution of the Board. Any unpaid fees may be assessed as a Common Expense against the Unit for which the certificate or statement is furnished.

ARTICLE 5 ENFORCEMENT

Section 5.1 - Abatement and Enforcement of Violations by Unit Owners. The Board shall have the right to enforce the Declarations, Bylaws, any Rules and Regulations and any Policies adopted by the Board and remedy violations thereof in the manner prescribed in the Declarations, any Rules and Regulations and any Policies, including the right to enjoin, abate or remedy by appropriate legal proceedings, either at law or in equity, the continuance of any breach.

Section 5.2 - Fines for Violation. By resolution, following notice and hearing, the Board may levy reasonable fines per day for each day that a violation of the Condominium Documents or Rules persists after Notice and Hearing and more specifically defined in Declaration, but this amount shall not exceed that amount necessary to insure compliance with the rule or order of the Board.

ARTICLE 6 INDEMNIFICATION

The Board members and officers of the Association shall have the liabilities, and be entitled to indemnification, as provided in the Corporation Act, the provisions of which are incorporated by reference and made a part of this document.

ARTICLE 7 RECORDS

Section 7.1 - Records and Audits. The Association shall maintain financial records consistent with the governance policies of the Association. The cost of any audit shall be a Common Expense unless otherwise provided in the Condominium Documents.

Section 7.2 - Examination. All records maintained by the Association or the Manager shall be available for examination and copying by any Unit Owner, any holder of a Security Interest in a Unit or its insurer or guarantor, or by any of their duly authorized agents or attorneys, at the expense of the person examining the records, during normal business hours and after reasonable notice.

ARTICLE 8 MISCELLANEOUS

Section 8.1 - Notices. Any and all notices to the Association or the Board shall be sent to the office of the Manager, or, if there is no Manager, to the office of the Association, or to such other address as the Board may designate by written notice to all Association Unit Owners, which may be a mailing address or e-mail address. Except as otherwise provided, all notices to any Unit Owners shall be sent to the Association Unit Owner's mailing address or e-mail address (as determined by the Association) as it appears in the records of and as provided by the Unit Owner to the Association. All notices shall be deemed to have been given when mailed, except notices of change of address, which shall be deemed to have been given when received. A Unit Owner has an affirmative duty to notify the Association, through its Manager, of their mailing address, phone number, cell number, fax number and email address and any changes to such information as such changes occur from time to time.

Section 8.2 - Fiscal Year. The Board shall establish the fiscal year of the Association, which shall initially be deemed to commence on August 1 and expire on July 31, unless and until changed by the Board. Any change to this date shall be documented, dated, and attached to these Bylaws.

Section 8.3 - Waiver. No restriction, condition, obligation or provision contained in these Bylaws shall be deemed to have been abrogated or waived by reason of any failure to enforce the same, irrespective of the number of violations or breaches which may occur.

Section 8.4 - Office. The principal office of the Association shall be at such place as the Board may from time to time designate.

Section 8.6 - Reserves. As a part of the adoption of the regular budget the Board shall include an amount which, in its reasonable business judgment, will establish and maintain an adequate reserve fund for the replacement of improvements to the Common Elements and those Limited Common Elements that it is obligated to maintain, based upon age, remaining life and quantity and replacement cost of major Common Element improvements.

ARTICLE 9 AMENDMENTS TO BYLAWS

Section 9.1 - Vote of Unit Owners. These Bylaws may at any time and from time to time be amended, altered or repealed by a vote of the majority of the Unit Owners by mail, email or at any annual or special meeting provided that the notice of such meeting states that such amendment, alteration or repeal is to be considered.

Section 9.2 - Restrictions on Amendments. No amendment of these Bylaws shall be adopted which would affect or impair the validity or priority of any security interest covering any Unit or which would materially change the provisions of the Bylaws with respect to a first lien security interest or the interest of any mortgagees or liens of record. Nor shall any amendment of these Bylaws be contrary to or inconsistent with any provision of the Declarations.

APPROVAL AND EXECUTION

The foregoing Bylaws are hereby adopted by the Association.

Telluride Lodge Association,
a Colorado nonprofit corporation

By: _____

Date: May 12, 2011

Printed Name: Randy Reece

Title: President

Recorded May 17, 2011

418042
San Miguel County, CO