

FOX LAKE ASSOCIATION INC.

CONSTITUTION

The members of Fox Lake Association Inc. (the Corporation) hereby enact the following as the Constitution of the Corporation.

WHEREAS:

- a) The Corporation has been formed by Articles of Incorporation dated _____, 2006.
- b) The members of the Corporation have met to approve the Constitution of the Corporation at an Association Meeting duly called for that purpose.
- c) The members of the Corporation wish to enact the said Constitution.

NOW THEREFORE the following are the provisions of the Constitution of the Corporation.

1.0 Purpose. The purpose of the Corporation is the following:

- 1.01 To be a forum to allow discussion amongst property owners on Fox Lake in regard to matters of mutual interest related primarily to the quality of the environment at Fox Lake and the enjoyment of their properties to the fullest extent.
- 1.02 To be a vehicle to allow the property owners to present a common position before government bodies, and to have communications with other Associations of similar purpose, and with public or private organizations
- 1.03 To promote the development of the Fox Lake Community through the sponsorship of regular social events.

2.0 Qualification for Membership. The Corporation shall be comprised of members whose qualification is defined as follows:

- 2.01 A person who is a registered owner, or within the family of a registered owner, of a property situated within the geographic boundary described as follows:
 - 2.01.1 fronting on the Buck River south of the flood control gate (dam)
 - 2.01.2 properties fronting on Fox Lake
 - 2.01.3 properties fronting on the Fox Tail of Fox Lake situate north of the flood

control dam

2.01.4 for more particularity, the owners of properties which are back lots and do not have frontage on any of the above-named bodies of water shall not be entitled to membership in the Corporation.

2.02 There shall be two (2) classes of membership in the Corporation, namely:

2.02.1 **Voting Members.** A Voting Member is defined as a person who is a registered owner of a property described in 2.01

2.02.2 **Participating Member.** A Participating Member is defined as a member of the family, by blood or marriage, of a registered owner of a qualifying property (a voting member). While not having a vote at any meeting of the Corporation (unless by proxy he/she has been granted a vote), the Participating Member is encouraged to be involved in the life of the Corporation and therefore of the community which the Corporation seeks to reflect and represent. It is understood by the Incorporating members that the involvement of such Participating Members is critical to the life of the Fox Lake community, but may have no direct ownership interest.

2.03 Notwithstanding the foregoing, when a vote by members of the Corporation is called at any meeting, only one vote shall be cast for each property as defined in Paragraph 2.01, and the member so voting must be a member in good standing as at the time of the vote.

2.05 The method of proxy for the purpose of voting at any meeting of the Corporation shall be set out in the General By-law Number 1, as amended from time to time.

3.0 Assets. The Corporation may own assets in the nature of:

3.01 Bank Accounts, Guaranteed Investment Certificates.

3.02 Office equipment, furniture and other chattels needed for the administration of the affairs of the Corporation.

3.03 Land or easements over land, and structures situate thereon.

3.04 Upon the dissolution of the Corporation, the assets shall be transferred to a not-for-profit organization, the identity of which shall be decided by the Corporation at an Annual General Meeting called for that purpose.

4.0 Minimum Number of Meetings. The minimum number of meetings of the Corporation shall be one per fiscal year. The Corporation shall convene at least one (1) Annual General Meeting in every fiscal year.

5.0 Operational By-law. The membership of the Corporation shall have an Operational By-law in the records of the Corporation, which by Resolution is made and passed at a General Meeting of the Corporation called for that purpose from time to time.

5.01 The Corporation may pass other related by-laws from time to time as the Membership deems advisable.

5.02 Decisions shall be made by the Corporation in strict accordance with the Operational By-law.

6.0 Permitted Activities of the Corporation. The following are the permitted activities of the Corporation:

6.01 The preparation of briefs and submissions for presentation to political bodies, regulatory bodies and relevant levels of government.

6.02 The hiring of technical and legal advisers as required.

6.03 The representation on behalf of individual members or groups of members of the Corporation in courts of law and before regulatory bodies.

6.04 Attendance at meetings of Associations of property owners or ratepayers whose purpose is similar to that of the Corporation.

6.05 The convening and sponsoring social, sporting and other events for the purpose of enhancing communication amongst members of the Corporation.

6.06 Engaging in any other activity or participating in any other event which has the general purpose of enhancing the general purpose of the Corporation as defined in Paragraph 1.0 herein.

7.0 Activities Precluded to the Corporation. Generally, the Corporation is precluded from participating in any activity or event not described in Paragraph 5.0, and in any commercial activity.

8.0 Financial Aspects of the Corporation. The Corporation is empowered through its General Operating Bylaw to administer the financial aspects of the Corporation. Notwithstanding this:

8.01 The Board of Directors shall within 60 days after the fiscal year-end, deliver to all members of the Corporation a Consolidated Financial Statement of the financial operations of the Corporation for the immediately preceding year and of the current financial status of the Corporation.

8.02 The Board of Directors shall promptly reply to any inquiry from any member of the Corporation in respect of the financial aspects of the Corporation, and the Board of Directors shall keep a permanent record for such correspondence.

9.0 Amendment or Cancellation. This Constitution may be amended or cancelled by a vote of at least eighty per cent (80%) of the members of the Corporation at a meeting of the Corporation called for *inter alia* that express purpose.

Certified to be a true copy of the Constitution passed at the General Meeting of the Corporation held this day of , 2006.

- Secretary.