



First Amendment and Restatement of the Declaration of Covenants, Conditions, Restrictions and Easements for Fallbrook

This First Amendment and Restatement of the Declaration of Covenants, Conditions, Restrictions and Easements for Fallbrook ("Declaration") is made and entered into as of this ____ day of December, 2002, by the Declarant, Nebco, Inc., a Nebraska corporation. On February 2, 2001, Declarant executed the Declaration of Covenants, Conditions, Restrictions and Easements for Fallbrook which was filed of record with the Lancaster County Register of Deeds on February 5, 2001 as Instrument No. 2001-5337 ("Original Declaration"). This Declaration amends, modifies and supersedes the Original Declaration in its entirety.

SCHOOL BOND DEBT DISCLOSURE

Declarant hereby discloses the fact that the Property subject to this Declaration is being taxed and paying for certain Malcom Public Schools bonded indebtedness, even though the Property is no longer part of that school district. Pursuant to an Interlocal Agreement between the City of Lincoln and Lincoln Public Schools, Lincoln Public Schools has agreed not to levy a tax for any bonded indebtedness incurred prior to the Property being annexed by the City of Lincoln. This Agreement continues in effect through April 3, 2008, but either party may terminate the Agreement in 30 days written notice to the other. The Property will be subject to taxes for new Lincoln Public School debt. For more specific information regarding this issue you may contact the Lancaster County Assessor's office.

ARTICLE I DEFINITIONS

Unless defined elsewhere in this Declaration, the following terms are defined below:

"Additional Property" shall mean any real property and improvements lying adjacent to or in close proximity to the Residential Property, Townhome Property, Transitional Property, Common Area or NU Common Area, which Declarant may from time to time add to the provisions of this Declaration pursuant to Paragraph 2 of Article V below.

"Association" shall mean the Fallbrook Homeowners Association, a Nebraska nonprofit corporation, which has been established for the purpose of enforcing and maintaining compliance with this Declaration.

"Capital View Corridor Lots" shall mean Lots 5 through 7, Block 10, Fallbrook Addition; Outlot "B", Fallbrook 3rd Addition and Lots 1 and 2, Block 1, Lots 1 through 5, Block 2, and Outlots "A" and "D", Fallbrook 4th Addition; all located in Lincoln, Lancaster County, Nebraska, which Lots are subject to special height restrictions set forth herein in Paragraph 4(d) of Article III.

"City" shall mean the City of Lincoln, Nebraska, a political subdivision.

“Commercial Property” shall mean the real property legally described on Exhibit “A”, which is attached hereto and incorporated herein by this reference.

“Common Area” shall mean the real property legally described as Outlots “A”, “B” and “Q”, Fallbrook Addition, Outlot “B”, Fallbrook 3rd Addition, and Outlots “A” and “D”, Fallbrook 4th Addition, all located in Lincoln, Lancaster County, Nebraska, and all private roadways, water features, and other improvements or green area located thereon.

“Commons” shall mean the Common Area and the NU Common Area collectively.

“Declarant” shall mean Nebco, Inc., a Nebraska corporation, its successors and assigns.

“Design Code” shall mean the Fallbrook Design Code identified in Paragraph 4 of Article III below.

“Front Lot Line” shall mean that portion of any Lot line which directly abuts a street or private roadway open to the use of the general public.

“Front Yard” shall mean the entire portion of a Lot from the Front Lot Line of such Lot to the residence to be constructed upon the Lot

“Lot” or “Lots” shall mean all single family lots now or hereafter located on the Residential Property, all townhome lots now or hereafter located on the Townhome Property, and all transitional lots now or hereafter located on the Transitional Property, which are shown on any final plat of all or any portion of the Residential Property, Townhome Property or Transitional Property that has been filed with the Lancaster County Register of Deeds. Notwithstanding the foregoing, the use of the term Lot or Lots within Article III herein shall only refer to single family lots now or hereafter located on the Residential Property.

“Lot Owner” shall mean the record owner, whether one or more persons or entities, of fee simple title to a Lot, but excluding, however, those parties having any interest in any of such Lot merely as security for the performance of any obligation (such as a contract seller, the trustee or beneficiary of a deed of trust, or a mortgage). The purchaser of a Lot under land contract or similar instrument shall be considered to be the “Lot Owner” for purposes of this Declaration.

“Member” shall mean those Lot Owners entitled to vote on matters pertaining to the business of the Association.

“NU Common Area” shall mean Outlots “C”, “E”, “F” and “H”, Fallbrook 4th Addition; and Outlot “A”, Fallbrook 5th Addition, all located in Lincoln, Lancaster County, Nebraska, and all private roadways, alleys, water features, and other improvements or green space located thereon.

“NU-Lot” or “NU-Lots” shall mean all Lots located within the Residential Property that are described on Exhibit “C”, which is attached hereto and incorporated herein by this reference.

“NU Lot Owner” shall mean those Lot Owners who own NU-Lots.

“P-Lot” or “P-Lots” shall mean all Lots located within the Residential Property that are described on Exhibit “D”, which is attached hereto and incorporated herein by this reference.

“Property” shall mean the Residential Property and Townhome Property.

“Residential Property” shall mean the real property legally described on Exhibit “B”, which is attached hereto and incorporated herein by this reference.

“S-Lot” or “S-Lots” shall mean all Lots located within the Residential Property that are described on Exhibit “E”, which is attached hereto and incorporated herein by this reference.

“Side or Rear Lot Line” shall mean that portion of any Lot line which does not directly abut a street or private roadway open to the use of the general public.

“T-Lot” or “T-Lots” shall mean all Lots located on the Townhome Property.

“Townhome Property” shall mean the real property legally described as Lots 1-12, Block, 1, Lots 1-18, Block 2, and Outlots “A”, “B” and “C”, all located in Fallbrook 1st Addition, Lincoln, Lancaster County, Nebraska.

“TR-Lot” or “TR-Lots” shall mean all Lots located on the Transitional Property.

“Transitional Lot Owner” shall mean those Lot Owners who own TR-Lots.

“Transitional Property” shall mean the real property legally described as Outlot “B”, Fallbrook 4th Addition, Lincoln, Lancaster County, Nebraska.

ARTICLE II DECLARATION

In order to provide for the preservation of the values and amenities of the Lots as well as for the maintenance of the character and residential integrity of the Lots, the Declarant, owner of the Residential Property, Townhome Property, Transitional Property and Commercial Property, hereby declares that each and all of the Lots shall be held, sold and conveyed subject to the restrictions, covenants, conditions and easements contained in this Declaration, all of which are for the purpose of enhancing and protecting the value, desirability and attractiveness of the Lots, and the enjoyment of the residents of the Lots. These restrictions, covenants, conditions and easements shall run with such Lots and shall be binding upon all parties having or acquiring any right, title or interest in each Lot, or any part thereof. The Lots are, and each Lot is, and shall be, subject to all and each of the following conditions and other terms.

**ARTICLE III
RESTRICTIONS AND COVENANTS
FOR THE RESIDENTIAL PROPERTY**

The restrictions and covenants contained in this Article III shall only apply to the NU-Lots, P-Lots and S-Lots included within the Residential Property and shall not apply to the T-Lots included within the Townhome Property or the TR-Lots included within the Transitional Property. The use of the term "Lot" or "Lots" within this Article III only shall refer only to Lots within the Residential Property and not the Townhome Property or Transitional Property. Restrictions and covenants contained in a separate documents shall govern the Lots contained within the Townhome Property and the Transitional Property.

1. Use. Each Lot located within the Residential Property shall be used exclusively for single family residential purposes.

2. Plan Approval.
 - (a) Improvements. Prior to the construction of any single family residence on any Lot, a set of building plans for such residence along with a one hundred dollar (\$100) review fee shall be submitted by the Lot Owner to the Declarant for approval. Said building plans shall be signed and certified by the Lot Owner as a true and correct copy of the building plans for the residence to be constructed on such Lot, and contain a statement that the Lot Owner will submit to the Declarant, for written approval, any amendments, modifications or changes to such building plans. Such building plans shall show the size, exterior material, design and plot plan for the residence to be constructed on such Lot and shall indicate the location of the residence, attached or detached garage and any other structures to be placed or constructed on such Lot. Such plans shall also include erosion control measures which will contain erosion of soil on the Lot during construction. One set of such building plans, and all amendments, modifications and changes thereto, signed by the Lot Owner shall be left on permanent file with the Declarant. Declarant shall have the right to request the Lot Owner provide samples of the Lot Owner's proposed exterior materials. No construction of any single family residence on any Lot shall be commenced unless and until written approval of the building plans for such residence has first been obtained from the Declarant. Written approval or disapproval of such building plans shall be given by the Declarant within ten (10) days from and after receipt thereof by the Declarant. Approval of such building plans shall not be unreasonably withheld; provided, however, that the Declarant shall have the sole and exclusive right, in its sole discretion, to approve or reject any such building plans if, in the opinion of the Declarant, either the style, size, material or plot plan of such residence does not conform to the general standard and character of the single family residences constructed or to be constructed on other Lots located within the Property.

Prior to the construction of any addition to any residence constructed on any Lot, or the change or modification in the exterior of any residence constructed on any Lot, the Lot Owner shall first obtain the written approval of the Declarant to proceed with any such construction, change or modification, which approval shall not be unreasonably withheld.

Any single family dwelling to be constructed on any Lot must be constructed by a builder approved in writing by the Declarant. Upon written request, the Declarant shall provide any Lot Owner, or potential Lot Owner, with a list of approved builders who have been authorized by the Declarant to construct single-family dwellings on the Lots.

(b) Landscaping. Prior to the occupancy of any single family residence on any Lot, a landscape plan signed by the Lot Owner shall also be submitted to the Declarant for approval. Any landscape plan must include at a minimum:

- (i) a landscape plan for the entire portion of the Front Yard;
- (ii) show a minimum planting schedule for such Lot of:
 - (A) for each NU-Lot, one (1) one and one-half inch caliper deciduous tree or one (1) evergreen of minimum five feet in height in the Front Yard and (1) one and one-half inch caliper deciduous tree or one (1) evergreen of minimum five feet in height in the back yard;
 - (B) for each P-Lot and S-Lot, two (2) one and one-half inch caliper deciduous trees and two (2) evergreens of minimum five feet height in the front yard and any portion of the side yard visible from the street or private roadway;
- (iii) meet the screening requirements of Paragraph 9 of this Article;
- (iv) contain a written certification by the Lot Owner that, to wit:
 - (A) all of the plantings required pursuant to Paragraph 2(b) of this Article will be installed within nine (9) months of completion of construction of the single family residence to be constructed on such Lot, and that such Lot will be seeded or sodded, as required herein, prior to occupancy of the single family residence;
 - (B) for all P-Lots, that an underground sprinkler system will be installed on such Lot by the Lot Owner prior to any sodding of the Front Yard or any seeding and/or sodding of the remainder of such Lot, in accordance with Paragraph 7 of this Article; and
 - (C) that the landscape plan, the plantings and the underground sprinkler system, if any, required to be installed on the Lot pursuant to this Declaration will be continually maintained (and replaced if necessary) by the Lot Owner, or the Lot Owner's successors or assigns.

No single family residence constructed upon a Lot shall be occupied unless and until written approval of the landscape plan has first been obtained from the Declarant. Written approval or disapproval of such landscape plan shall be given by the Declarant within ten (10) days from and after receipt of such plans by the Declarant. Approval of such landscape plan shall not be unreasonably withheld; provided, however, that the Declarant shall have the sole and exclusive right, in its sole discretion, to approve or reject any such landscape plan if, in its opinion, such landscape plan does not conform to the general standard and character of landscape plans for other Lots located within the Residential Property.

Lot Owner shall be responsible for completing the planting of all items identified on the landscape plan within nine (9) months after the date the single family residence constructed upon a Lot has been occupied. Each Lot Owner shall escrow Two Hundred Fifty Dollars (\$250) for each tree required to be planted on the Lot he/she is purchasing pursuant to this Paragraph 2(b) at the time such Lot is purchased from the Declarant. In the event the Lot Owner does not complete the planting of any tree required under this Paragraph 2(b) upon its Lot within the time frame set forth herein, Declarant shall have the right to use the escrow proceeds to purchase such tree(s) and shall have an easement to enter upon the Lot Owner's Lot to plant such tree(s) in accordance with the approved landscape plan. In the event the Lot Owner completes the planting of all trees required under this Paragraph 2(b) within the time frame set forth herein, Lot Owner shall notify Declarant and Declarant shall, upon verification of the plantings, return the escrowed funds to the Lot Owner.

Declarant shall have the right, in Declarant's sole and absolute discretion, to waive and/or modify the application and interpretation of any term, condition or restriction imposed by this Paragraph 2.

3. Grading and Erosion Control. Declarant shall have the sole and exclusive right to establish grades, slopes and/or contours on all Lots and to fix the grade upon which any single family residence shall be placed or constructed upon any Lot. Once such grades, slopes and/or contours have been established by the Declarant, they shall not be changed in connection with the construction of any single family residence on a Lot without written permission from the Declarant, but in no event will any such Lot be graded or sloped so as to change the flow of surface waters to or from adjoining Lots. If any damage is caused to an abutting Lot during construction, the Lot Owner of the Lot upon which construction is taking place shall be responsible for repairing such damage and returning the abutting Lot to its original condition. If upon notice from Declarant to repair an abutting Lot, the Lot Owner of the Lot upon which construction is or has taken place or his/her contractor fails to comply within seven (7) days of delivery of such notice, Declarant may take such measures as may be necessary to repair the damage done to the abutting Lot and charge the cost of the measures to the Lot Owner. Such charges, when shown of record, shall be a lien upon the Lot and shall bear interest at the rate of fourteen percent (14%) per annum until paid.

The adequacy of erosion control measures on a Lot shall be subject to continual review during construction. Declarant shall have the right to require any Lot Owner to maintain silt fences or other additional measures if soil is observed to be eroding onto abutting Lots, sidewalk or into any street or private roadway. If upon notice from Declarant to repair, maintain or take additional measures to control erosion, the Lot Owner of any Lot or his/her contractor fails to comply within forty-eight (48) hours of delivery of such notice, Declarant may take such measures as may be necessary to control the erosion and charge the cost of the measures to the Lot Owner. Such charges, when shown of record, shall be a lien upon the Lot and shall bear interest at the rate of fourteen percent (14%) per annum until paid.

No dirt from grading, excavation or resulting from any other activity on any Lot may be removed from the Residential Property without the prior written permission of Declarant. Declarant will designate an area or areas within the Residential Property for stockpiling dirt and those placing dirt in such areas will level it so as to allow for mowing and maintenance. The Declarant may, in the Declarant's sole discretion, at such time as the Declarant deems appropriate, transfer, convey and assign to the Association the right to designate an area for stockpiling dirt.

4. Minimum Standards; Fallbrook Design Code; Modification or Amendment. The minimum standards to be applied in the review of any plans for any single family residence submitted for approval within the Residential Property are set forth below and in the Fallbrook Design Code. The Design Code is on file with the Declarant and shall be available for review by all Lot Owners, Members, mortgagees and prospective Lot Owners. The standards, requirements and restrictions set forth below and in the Design Code shall not be relied upon, interpreted or applied as absolute requirements for plan approval. The Declarant shall have the right, in the Declarant's sole and absolute discretion, to modify the application and interpretation of these standards, requirements and restrictions when exercising plan approval authority. Declarant reserves the right on behalf of itself, its successors and assigns, to revise and amend the Design Code; provided that any such revisions or amendment shall not result in a reduction of the quality of the Residential Property. In the event the plan review and approval process is assigned to the Association in accordance with Article V, Paragraph 6 below, the Association shall have the right to revise and amend the Design Code, subject to the written approval of the holders of two-thirds of the cumulative total voting rights established without regard to class of membership; provided that any such revision or amendment shall not result in a reduction of the quality of the Residential Property.

(a) Minimum Floor Area and Dwelling Set Backs. The minimum floor area for any single family residence constructed upon a Lot, exclusive of basements, garages, porches, patios, decks or enclosed decks, are set forth below along with the minimum setback requirements from the Front Lot Line and Side or Rear Lot Line for each Lot.

- (i) NU-Lots:
 - 1,400 square feet
 - 15 feet setback from the Front Lot Line
 - 5 feet setback from the Side or Rear Lot Line

- (ii) P-Lots:
 - 3,000 square feet
 - 25 feet setback from the Front Lot Line
 - 7 ½ feet setback from the Side or Rear Lot Line

- (iii) S-Lots:
 - 1,700 square feet
 - 25 feet setback from the Front Lot Line
 - 7 ½ feet setback from the Side or Rear Lot Line

(b) Exterior Finish Requirements. The front and any side of any single family residence constructed upon a P-Lot that faces a public street or private roadway must be faced with at least sixty percent (60%) brick or natural stone, and each side (excluding the rear) not facing a street or private roadway must be faced with at least thirty percent (30%) brick or natural stone. The front of any single family residence constructed upon a S-Lot shall be faced with at least forty percent (40%) brick or natural stone. All fireplace chimneys constructed as part of a single family residence on any Lot shall be faced with brick or natural stone. All exposed foundations constructed as part of a single family residence on any S-Lot or P-Lot exceeding 12 inches in height shall be faced with brick or natural stone, except on a side yard when the slope is 4:1 or greater, then all exposed foundations on such side yards exceeding 18 inches in height shall be faced with brick or natural stone. The brick used on any single family residence constructed upon a Lot shall meet the requirements set forth in the Design Code.

(c) Roof Requirements. The roof of each single family residence constructed upon any Lot shall be a minimum pitch of 6:12, or as may be dictated by a unique architectural style and shall be covered with built-up asphalt shingles as defined in the Design Code.

(d) Height Restrictions for Capital View Corridor Lots. Declarant recognizes that there are certain corridors located within the Fallbrook development which, if protected, may provide a view of the Nebraska State Capital Building. The following height restrictions shall apply to any and all building and landscaping that shall be constructed or planted on the Capital View Corridor Lots in Fallbrook:

<u>Capital View Corridor Lots</u>	<u>Height Restriction</u>
Lots 5, 6 and 7, Block 10 Fallbrook Addition and Outlot "B", Fallbrook 3rd Addition	30 feet
Lots 1 and 2, Block 1, Lots 1 through 5, Block 2, and Outlots "A" and "D"; Fallbrook 4 th Addition	35 feet

No building and/or landscaping placed on any Capital View Corridor Lot shall, at maturity, exceed the height restrictions set forth above. Declarant shall, upon request, provide assistance to the Lot Owners of the Capital View Corridor Lots in preparing a landscape plan that meets the height restrictions set forth herein.

5. Construction Time Frame. Commencement of construction of a residential dwelling upon a Lot must begin within eighteen (18) months from the date title is conveyed by Declarant. In the event construction is not commenced within eighteen (18) months from the date of conveyance by Declarant, Declarant shall have the option to purchase the Lot for its original sale price, less any real estate commissions or other closing costs paid by Declarant at the time of the original sale. Construction of any building to be located upon a Lot shall be completed within eighteen

(18) months from the date of commencement of excavation or construction of the improvement. No excavation dirt shall be spread across any Lot in such a fashion as to materially change the grade or contour of any Lot.

6. Garages and Access. All garages for single family residences constructed upon any P-Lot or S-Lot must be attached to the residence constructed on such Lot. Lot 1, Block 1, Fallbrook Addition must take driveway access from N.W. 2nd Street and shall not be permitted driveway access onto Humphrey Avenue. Garages for single family residences constructed upon any NU-Lot may be detached from the residence. No doors for any vehicular traffic entering any garage located upon a P-Lot may face the Front Lot Line of such P-Lot. The doors accepting vehicular traffic into all garages for single family residences constructed upon any NU-Lot must face the alley abutting the rear of such Lot.
7. Lawn Irrigation and Sodding. Prior to the occupancy of any single family residence to be constructed upon any P-Lot, an underground lawn irrigation system shall be installed on such Lot, the Front Yard of such Lot shall be sodded and the remainder of the Lot shall be seeded or sodded, weather permitting. Prior to the occupancy of any single family residence to be constructed upon any NU-Lot or any S-Lot, such Lot shall be seeded or sodded, weather permitting.
8. Fences. Fencing shall not be constructed on any Lot closer to the street than four feet back from the front wall of the residence constructed upon such Lot. All fences are subject to the review and approval of the Declarant and must be constructed according to the standards set forth in the Design Code.
9. Air Conditioning Units. Any exterior air conditioning unit or system placed on any Lot must be located in the side or rear yard and, if such unit or system is visible from a street or private roadway, must be screened by landscape shrubbery or fencing approved by the Declarant, in connection with the approval of the initial landscape plan submitted to the Declarant for approval.
10. Accessory Buildings. No detached accessory buildings, sheds, playhouses, greenhouses, or any structures of any kind (not including swing sets), except detached garages permitted on the NU-Lots as set forth in Paragraph 6 above, shall be constructed or placed on any Lot without the prior written approval of the Declarant; provided, however, that a detached swimming pool house may be built beside any swimming pool constructed upon any Lot so long as: (i) the swimming pool house is constructed with the same architectural style as the single family residence located upon such Lot; (ii) such pool house is not occupied or utilized as a residence or guest house; and (iii) the swimming pool and the swimming pool house meet the minimum set back requirements set forth in Paragraph 4 above.
11. Animals and Animal Shelters. No stable or other shelter for any animal, livestock, fowl or poultry shall be erected, altered, placed or permitted to remain on any Lot, except for one dog run or kennel; provided always that the construction plans, specifications and the location of

the proposed structure have been first approved by the Declarant, which may require special landscaping or screening. Dog runs or kennels shall (i) be attached to the dwelling structure, (ii) not be visible from any street or private roadway, and (iii) not be located in any required setback. Conventional household pets are permitted subject to the condition that the pet(s) is not allowed to unreasonably annoy and/or disturb the normal residential occupancy of the neighborhood or constitute a hazard to public health or safety.

12. Swimming Pools. Swimming pools shall be permitted on Lots, however, no swimming pool on any Lot may extend more than one foot above ground level. Swimming pools shall be fenced in accordance with Paragraph 8 above.
13. Mailboxes. All mailboxes shall be designed and constructed in accordance with standard specifications established in the Design Code and shall be placed in a location acceptable to the U.S. Post Office.
14. City Requirements. All buildings constructed upon any Lot within the Residential Property shall be constructed in conformity with the requirements of the applicable building codes of the City of Lincoln, Nebraska.
15. Sidewalks. Each Lot Owner, other than the Declarant, shall be, and does hereby assume, any and all responsibility or liability for the construction and installation of public sidewalks parallel to each street or road which abuts the Lot or Lots owned by such Lot Owner. All sidewalks parallel to such street or road which abuts a Lot shall be constructed and paid for by such Lot Owner upon the earlier date of, to wit: (a) the construction of the single family residence constructed upon such Lot, or (b) whenever required by the City of Lincoln, or the Association, whichever is first. Each individual Lot Owner, other than the Declarant, shall indemnify and hold the Declarant harmless from any liability or cost incurred in connection with the installation of or payment for any public sidewalk parallel to each street or road which abuts the Lot owned by such Lot Owner. In addition, each Lot Owner of a NU-Lot, other than Declarant, does hereby agree to construct, at such Lot Owner's cost, a sidewalk from the front door of the single family residence constructed upon such NU-Lot to the street or roadway facing the front door.
16. Street Trees. Declarant shall be responsible for the initial planting of street trees required by the City of Lincoln along each street or road within the Residential Property that abuts any Lot or Lots. Such street trees shall be paid for by the Lot Owner at the time the Lot is purchased from Declarant. The Lot Owner shall be responsible for maintenance and replacement of any street tree installed by Declarant.
17. Signage. No advertising signs, billboards, or other advertising devices shall be erected, placed or permitted to remain on any Lot. However, Declarant may erect signs advertising Lots for sale within the Residential Property and a sign advertising a lot as "For Sale" may be erected upon any Lot.

18. Exterior Restrictions. No exterior television or radio antenna, satellite receiving station or dish, exterior solar heating or cooling device, or windpowered electric generators of any sort shall be permitted on any Lot unless such apparatus is approved by the Declarant and is installed in such a manner that it is not visible from any street or roadway.
19. Repair on Lot. No repair of any boats, automobiles, motorcycles, trucks, campers, or similar vehicles requiring a continuous time period in excess of forty-eight (48) hours shall be permitted on any Lot at any time; nor shall vehicles offensive to the neighborhood be visibly stored, parked or abandoned on any Lot.
20. Storage on Lot. No boat, camper, trailer, auto-drawn or mounted trailer of any kind, mobile home, truck, aircraft, camper truck or similar chattel shall be maintained or stored on any part of a Lot for over twenty-four (24) hours, other than in an enclosed structure. No motor vehicle may be parked or stored outside on any Lot, except properly licensed and registered vehicles driven on a regular basis by the occupants of the dwelling located on such Lot. No grading or excavating equipment, tractors or semitractors/trailers shall be stored, parked, kept or maintained in any yards, driveways or streets. However, this Paragraph shall not apply to trucks, tractors or commercial vehicles which are necessary for the construction of residential dwellings or other improvements during the period of construction.
21. Construction Vehicle and Rolloff Service. Declarant may designate and enforce locations through and over which all construction vehicles shall enter and exit the Residential Property during development. During construction of any single family residence on a Lot, a dumpster shall be placed on the Lot and no material may be staged or stored in any street, road or on another Lot. Such dumpster shall be covered and must be emptied when full. Declarant shall have the right to designate a single provider of rolloff service within the Residential Property in order to limit and control the number of service trucks operating within the Residential Property.
22. Lighting. Prior to the occupancy of any single family residence to be constructed upon any NU-Lot, Lot Owner shall hardwire lighting on the garage facing the alley that contains a photoelectric cell that will illuminate the fixture during all periods of darkness. The Lot Owner shall be responsible for maintaining the photoelectric cell within the lamp in good working order such that the fixture will be illuminated during all periods of darkness. All exterior lighting installed on any Lot shall either be indirect or of such a controlled focus and intensity as not to disturb the residents of adjacent Lots.
23. Temporary or Permanent Structures. No partially completed dwelling or temporary building and no trailer, tent, storage shed, outbuilding, shack or garage on any Lot shall be used as a temporary or permanent residence.
24. Nuisance. No noxious or offensive activity shall be carried on upon any Lot, nor shall anything be done thereon which may be or may become an annoyance or nuisance to the community or which endangers the health or unreasonably disturbs the quiet of the occupants of adjoining Lots. No grass, weeds or other vegetation will be grown or otherwise permitted to commence

or continue, and no dangerous, diseased or otherwise objectionable shrubs or trees will be maintained on any Lot so as to constitute an actual or potential public nuisance, create a hazard or undesirable proliferation, or detract from a neat and trim appearance. Vacant Lots shall not be used for dumping of earth or any waste materials. No vegetation on vacant Lots, excluding vacant Lots owned by Declarant, shall be allowed to reach a height in excess of eighteen (18) inches. In the event vegetation on a vacant Lot not owned by the Declarant is allowed to reach a height in excess of eighteen (18) inches, the Association shall have the right to enter upon and mow the Lot, and to assess the mowing charges against the Lot.

25. Subdivision. No Lot may be split, divided or subdivided for sale, resale, gift, transfer, or otherwise, without the prior written approval of Declarant of plans and specifications for such split, division or subdivision. This provision does not apply to Declarant.

ARTICLE IV HOMEOWNERS ASSOCIATION

1. The Association. Declarant shall cause the incorporation of the Association. The Association shall have as its purpose the promotion of the health, safety, recreation, welfare and enjoyment of the residents of the Residential Property and the Townhome Property, including:

(a) The acquisition, construction, improvement, maintenance, operation, repair, upkeep, replacement and administration of the Common Area for the use, benefit and enjoyment of all the Members, including responsibility for thirty percent (30%) of the maintenance, repair and replacement of the mechanical equipment systems located on the Commercial Property that are associated with any water features located within the Common Area. The Common Area may be situated on property owned or leased by the Association, on private property subject to an easement in favor of the Association, or on public property.

(b) The acquisition, construction, improvement, maintenance, operation, repair, upkeep, replacement and administration of the NU Common Area, including snow removal from all alleys and private roadways, for the use, benefit and enjoyment of the Class B Members. The NU Common Area may be situated on property owned or leased by the Association, on private property subject to an easement in favor of the Association, or on public property.

(c) The promulgation, enactment, amendment and enforcement of rules and regulations relating to the use and enjoyment of the Commons. The rules and regulations may permit or restrict use of the Commons by Members, their families, their guests, and/or by other persons, who may be required to pay a fee or other charge in connection with the use or enjoyment of the Commons.

(d) The exercise, promotion, enhancement and protection of the privileges and interests of the residents of Fallbrook; and the protection and maintenance of the residential character of the Residential Property, the Townhome Property, and the Transitional Property in concert with the Commercial Property.

2. Membership and Voting. Every Lot Owner, whether one or more persons or entities, shall be a Member of the Association. Membership shall be appurtenant to and may not be separated from ownership of each Lot and ownership of such Lot shall be the sole qualification for membership. The Association shall have three classes of membership: Class A membership shall include all Members of the Association except the Declarant and those Members who are NU Lot Owners and Transitional Lot Owners; Class B membership shall include all Members of the Association who are NU Lot Owners and Transitional Lot Owners, except the Declarant; and Class C membership shall include the Declarant.

All Class A Members and Class B Members, whether one or more persons and entities, shall be entitled to one (1) vote per Lot on each matter properly coming before the Members of the Association, except for matters pertaining to the NU Common Area. Class B Members shall be entitled one (1) vote per NU-Lot and TR-Lot on matters coming before the Association that pertain to the NU Common Area. Declarant shall be entitled to ten (10) votes per Lot for each Lot owned by Declarant on each matter coming before the Members of the Association that do not pertain to the NU Common Area and ten (10) votes per Lot for each NU-Lot and TR-Lot owned by Declarant on each matter coming before the Association that pertains to the NU Common Area.

3. Rights of All Members. Each Member of the Association shall have the right to use and enjoy the Common Area and shall have an easement over and upon the Common Area for the use and enjoyment thereof, which shall be appurtenant to and shall pass with the interest requisite for membership held by such Member; provided, however, that no Lot Owner shall construct any structures within the Common Area without the prior written consent of the Association. The rights of the Members of the Association in and upon the Common Area shall be subject to the following:

(a) All easements shown upon any final plat of any portion of the Residential Property, Townhome Property, or Transitional Property recorded with the Register of Deeds of Lancaster County, Nebraska;

(b) The right of the Association to promulgate rules and regulations for the reasonable use and enjoyment of the Common Area and the right of the Association, as provided in its Articles and Bylaws, to suspend a Member's use of the Common Area for any period during which any assessment remains unpaid, or for any period not to exceed thirty (30) days for any other infraction of any published rules and regulations governing the use and maintenance of the Common Area;

(c) The right of the Association to dedicate or transfer all or any part of the Common Area to any public agency, authority, or utility and subject to such conditions as may be agreed to by the Members; provided, however, that any such dedication or transfer shall be approved by a majority vote at a regular meeting of the Members, providing notice of the proposed dedication or transfer be contained in the notice of such meeting; and

(d) The use of the roadways located within the Common Area by the general public pursuant to any public access easement granted or to be granted by the Declarant.

4. Additional Rights of Class B Members. In addition to the rights of all Members set forth in Paragraph 3 above, each Class B Member of the Association shall also have the right to use and enjoy the NU Common Area and shall have an easement over and upon the NU Common Area for the use and enjoyment thereof, which shall be appurtenant to and shall pass with the interest requisite for membership held by such Class B Member; provided, however, that no Class B Member shall construct any structures within the NU Common Area without the prior written consent of the Association. The rights of the Class B Members of the Association in and upon the NU Common Area shall be subject to the following:

(a) All easements shown upon any final plat of any portion of the Residential Property, Townhome Property, or Transitional Property recorded with the Register of Deeds of Lancaster County, Nebraska;

(b) The right of the Class B Members of the Association to promulgate rules and regulations for the reasonable use and enjoyment of the NU Common Area and the right of the Association, as provided in its Articles and Bylaws, to suspend a Class B Member's use of the NU Common Area for any period during which any assessment remains unpaid, or for any period not to exceed thirty (30) days for any other infraction of any published rules and regulations governing the use and maintenance of the NU Common Area;

(c) The right of the Association to dedicate or transfer all or any part of the NU Common Area to any public agency, authority, or utility and subject to such conditions as may be agreed to by such Class B Members; provided, however, that any such dedication or transfer shall be approved by a majority vote at a meeting of the Class B Members of the Association, providing notice of the proposed dedication or transfer be contained in the notice of such meeting; and

(d) The use of the alleys and any roadways located within the NU Common Area by the general public pursuant to any public access easement granted or to be granted by the Declarant.

5. Powers and Responsibilities. The Association shall have the powers conferred upon nonprofit corporations by the Nebraska Nonprofit Corporation Act, and all powers and duties necessary and appropriate to accomplish the purposes and administer the affairs of the Association. The Articles and Bylaws of the Association shall set forth the procedure for electing the Board of Directors of the Association and the number of Directors to be elected; provided, however, the Board of Directors shall always include at least one Class B Member. The powers and duties to be exercised by the Board of Directors, and upon authorization of the Board of Directors by the officers, shall include but shall not be limited to the following:

(a) The acquisition, construction, improvement, development, maintenance, operation, repair, upkeep, replacement and administration of the Commons, including responsibility for thirty percent (30%) of the maintenance, repair and replacement of the mechanical equipment systems located on the Commercial Property that are associated with any water features located within the Common Area, and the enforcement of the rules and regulations relating to the Commons.

(b) The fixing, levying, collecting, abatement, and enforcement of all charges, dues, or assessments made pursuant to the terms of this Declaration.

(c) The expenditure, commitment and payment of Association funds to accomplish the purposes of the Association including, but not limited to, payment for the purchase of insurance covering the Commons against property damage and casualty, and the purchase of liability insurance coverages for the Association, the Board of Directors of the Association and the Members.

(d) The exercise of all of the powers and privileges, and the performance of all of the duties and obligations of the Association as set forth in this Declaration, as the same may be amended from time to time.

(e) The acquisition by purchase or otherwise, holding, or disposition of any right, title or interest in real or personal property, wherever located, in connection with the affairs of the Association.

(f) The deposit, investment and reinvestment of Association funds in bank accounts, securities, money market funds or accounts, mutual funds, pooled funds, certificates of deposit or the like.

(g) The employment of professionals and consultants to advise and assist the Officers and Board of Directors of the Association in the performance of their duties and responsibilities for the Association.

(h) General administration and management of the Association, and execution of such documents and doing the performance of such acts as may be necessary or appropriate to accomplish such administration or management.

(i) The doing and performing of such acts, and the execution of such instruments and documents, as may be necessary or appropriate to accomplish the purposes of the Association.

6. Association Activities Regarding the Common Area. The Association covenants and each Lot Owner of a Lot, by acceptance of a deed by which the interest requisite for membership is acquired, shall be deemed to covenant and agree to pay to administer, insure, maintain, repair, replace, add, improve and to the extent applicable, own the Common Area. The covenant to pay shall be satisfied by the payment of dues and assessments for such administration, insurance, maintenance, repairs, replacement, addition, improvement, and to the extent

applicable, ownership of the Common Area as set forth below. The City has approved the final plat of Fallbrook Addition, as well as subsequent Fallbrook additions, upon the condition that the Common Area be maintained by the Declarant on a continuous basis. The Association covenants and each Lot Owner of a Lot, by the acceptance of a deed by which the interest requisite for membership is acquired, shall be deemed to covenant to assume the obligations of the Declarant to comply with the requirements of the final plat of Fallbrook Addition, as well as all subsequent Fallbrook additions, regarding continuous and permanent maintenance of the Common Area. In the event the Association dissolves, the Lot Owners shall remain jointly and severally liable for the cost of administering, insuring, maintaining, repairing, replacing, adding and improving the Common Area.

7. Association Activities Regarding the NU Common Area. The Association covenants and each Lot Owner of a NU-Lot and a TR-Lot, by acceptance of a deed by which the interest requisite for membership is acquired, shall also be deemed to covenant and agree to pay to administer, insure, maintain, repair, replace, add, improve and to the extent applicable, own the NU Common Area.

The covenant to pay shall be satisfied by the payment of dues and assessments for such administration, insurance, maintenance, repairs, replacement, addition, improvement, and to the extent applicable, ownership of the NU Common Area as set forth below. The City has approved the final plat of Fallbrook Addition, as well as subsequent Fallbrook additions, upon the condition that the NU Common Area be maintained by the Declarant on a continuous basis. The Association covenants and each NU Lot Owner and Transitional Lot Owner of a Lot, by the acceptance of a deed by which the interest requisite for membership is acquired, shall be deemed to covenant to assume the obligations of the Declarant to comply with the requirements of the final plat of Fallbrook Addition, as well as all subsequent Fallbrook additions, regarding continuous and permanent maintenance of the NU Common Area. In the event the Association dissolves, the NU Lot Owners and Transitional Lot Owners shall remain jointly and severally liable for the cost of administering, insuring, maintaining, repairing, replacing, adding and improving the NU Common Area.

8. Refuse Service. The Association shall select a single provider to provide refuse collection services for the entire Residential Property, Townhome Property, and Transitional Property. The cost of the refuse services for each Lot shall be paid by the Lot Owner directly to the service provider and shall not be collected by or paid to the Association.
9. Imposition of Dues and Assessments. The Association may fix, levy and charge each Lot Owner with dues and assessments under the following provisions of this Declaration. Except as otherwise specifically provided, the dues and assessments shall be fixed by the Board of Directors of the Association and shall be payable at the time and in the manner prescribed by the Board. The Board of Directors of the Association shall prepare and adopt separate annual budgets for the costs associated with the administration, improvement, maintenance, operation, repair and replacement of the Common Area and the NU Common Area. Within thirty (30) days of the Board's adoption of the annual budgets, the Board shall (i) provide a summary of the

Common Area budget to all Members of the Association and a summary of the NU Common Area budget to the Class B and Class C Members; and (ii) set a meeting date to consider ratification of the budgets not less than fourteen (14) nor more than thirty (30) days after mailing the summaries. The budget for each of the above Common Areas is automatically ratified by the Members, whether or not a quorum is present, unless at that meeting Members holding at least seventy-five percent (75) of all votes allocated to: (i) all Lots within the Property reject the Common Area budget, or (ii) all NU-Lots and TR-Lots within the NU Property and Transitional Property reject the NU Common Area budget. In the event any one or more annual budget for a Common Area is rejected as set forth herein, the annual budget for that Common Area last ratified by the Members shall be continued until a subsequent budget proposed by the Board is ratified by the appropriate Members as set forth herein.

10. Abatement of Dues and Assessments. Notwithstanding any other provision of this Declaration, the Board of Directors may abate all or part of the dues and assessments due in respect of any Lot, and shall abate all dues and assessments due in respect of any Lot during the period such Lot is owned by the Declarant.
11. Liens and Personal Obligations for Dues and Assessments. The dues and assessments, together with interest thereon, costs and reasonable attorneys' fees, shall be the personal obligation of the Lot Owner at the time when the dues and assessments first become due and payable. The dues and assessments, together with interest thereon, costs and reasonable attorneys' fees, shall also be a charge and continuing lien upon the Lot in respect of which the dues and assessments are charged. The personal obligation for delinquent dues and assessments shall not pass to the successor in title to the Lot Owner at the time the dues and assessments become delinquent unless such dues and assessments are expressly assumed by the successors, but all successors shall take title subject to the lien for such dues and assessments, and shall be bound to inquire of the Association as to the amount of any unpaid dues and assessments.
12. Purpose of Dues. Dues and assessments, other than for capital improvements, may be levied by the Board of Directors of the Association. The dues and assessments levied and collected by the Association shall be committed and expended to accomplish the purposes and to perform the powers and responsibilities of the Association described in this Article.
13. Assessments for Capital Improvements. In addition to the dues, the Board of Directors may levy an assessment or assessments for capital improvements; provided that, such assessment shall be ratified by the Members affected and entitled to vote on the matter at a regular meeting of the Members or at a special meeting of the Members, if notice of the assessment is contained in the notice of the special meeting.
14. Uniform Rate of Dues and Assessments. Dues and assessments related to the Common Area shall be fixed at a uniform rate as to all Lots, but may be abated as to individual Lots, as provided in Paragraph 10, above. Dues and assessments related to the NU Common Area shall be fixed at a uniform rate as to all NU-Lots and TR-Lots, but may be abated as to individual NU-Lots and TR-Lots, as provided in Paragraph 10 above.

15. Certificate as to Dues and Assessments. The Association shall, upon written request and for a reasonable charge, furnish a certificate signed by an officer of the Association setting forth whether the dues and assessments on a specified Lot have been paid to the date of request, the amount of any delinquent sums, and the due date and amount of the next succeeding dues, assessment or installment thereof. The dues and assessment shall be and become a lien as of the date such amounts first become due and payable.
16. Effect of Nonpayment of Dues or Assessments; Remedies of the Association. Any installment of dues or assessment which is not paid when due shall be delinquent. Delinquent dues or assessments shall bear interest from the due date at the rate of sixteen percent (16%) per annum, or the maximum rate allowed by law, whichever is less. The Association may bring an action at law against the Lot Owner personally obligated to pay the same, or foreclose the lien against the Lot or Lots, and pursue any other legal or equitable remedy. The Association shall be entitled to recover as a part of the action and shall be indemnified against the interest, costs and reasonable attorneys' fees incurred by the Association with respect to such action. No Lot Owner may waive or otherwise escape liability for the charge and lien provided for herein by nonuse of the Commons or abandonment of his Lot. The mortgagee of any Lot shall have the right to cure any delinquency of a Lot Owner by payment of all sums due, together with interest, costs and fees. The Association shall assign to such mortgagee all of its rights with respect to such lien and right of foreclosure and such mortgagee may thereupon be subrogated to any rights of the Association.
17. Subordination of the Lien to Mortgagee. The lien of dues and assessments provided for herein shall be subordinate to the lien of any mortgage, contract or deed of trust given as collateral for a home improvement or purchase money loan. Sale or transfer of any Lot shall not affect or terminate the dues and assessment lien.

ARTICLE V GENERAL PROVISIONS

1. Acknowledgment of Commercial Property. By acceptance of a deed to a Lot, each Lot Owner acknowledges that the Commercial Property is zoned O-3 and B-2 and will contain uses permitted in those zoning districts.
2. Additional Property. Declarant reserves the right, in its sole and absolute discretion, at any time and from time to time, to add Additional Property to the provisions of this Declaration without the consent of the Members of the Association. Additional Property may be added to this Declaration by an instrument executed by Declarant and filed with the Lancaster County Register of Deeds, which instrument shall be deemed an amendment to this Declaration (which need not be consented to or approved by any Member of the Association) and shall (i) refer to this Declaration, stating the date and filing information, (ii) contain a statement that such Additional Property is conveyed subject to the provisions of this Declaration or only specified portions thereof; (iii) contain an exact legal description of such Additional Property, and (iv)

state such other or different covenants, conditions and restrictions as the Declarant, in its sole discretion, shall specify to regulate and control the use, occupancy and improvement of such Additional Property.

3. Townhome Association. It is presently contemplated that Declarant may establish an additional association that would be limited to the Lot Owners of T-Lots in order to promote the health, safety and welfare of the Townhome Property. The Townhome Property may be subject to covenants and restrictions which are in addition to, but not in abrogation or substitution of, those imposed herein.
4. Transitional Property. In order to promote the health, safety and welfare of the Transitional Property, the Declarant may establish additional covenants and restrictions for the Transitional Property which would be in addition to, but not in abrogation or substitution of, those imposed herein.
5. Enforcement of Declaration. Except for the authority and powers specifically granted to the Declarant, the Declarant or any Lot Owner named herein shall have the right to enforce by a proceeding at law or in equity, all reservations, restrictions, conditions and covenants now or hereinafter imposed by the provisions of this Declaration either to prevent or restrain any violation or to recover damages or other dues of such violation. In addition, the City shall have the right to enforce by proceedings at law or in equity all restrictive covenants and conditions regarding maintenance of the Commons. Failure by the Declarant, City or any Lot Owner to enforce any covenant or restriction herein contained shall in no event be deemed a waiver of the right to do so thereafter.
6. Amendment. This Declaration may be amended by Declarant, or any person, firm, corporation, partnership, or entity designated in writing by Declarant, in any manner which it may determine in its full and absolute discretion for a period of fifteen (15) years from the date hereof. Thereafter any portion of this Declaration, except Article III, may be amended by an instrument signed by the Lot Owners of Lots comprising not less than sixty-six percent (66%) of the total votes of Lots covered by this Declaration. Article III of this Declaration may only be amended by an instrument signed by the Lot Owners of Lots comprising not less than sixty-six percent (66%) of the total votes of Lots located within the Residential Property.
7. Assignment. Nebco, Inc. shall have the power to assign any or all of its rights and duties as Declarant in this Declaration to a successor or assign, or to the Association at such time as the Declarant deems appropriate, by filing a Notice of Assignment of Declarant Rights and Duties that delineates which rights and duties are being assigned. Nebco, Inc., or its successor or assign, may also terminate its status as Declarant under this Declaration in its entirety, at any time, by filing a Notice of Termination of Status as Declarant. Upon such filing, the Association may appoint itself or another entity, association or individual to serve as Declarant with respect to those remaining rights and duties the Declarant has not previously assigned to another entity, association or individual under a Notice of Assignment of Declarant Rights and Duties, and such appointee shall thereafter serve as Declarant with the same authority and powers as the original Declarant with respect to those remaining rights and duties, except as specifically provided herein.

EXHIBIT "A"
Commercial Property

Outlots "C", "D", "E", "K", "L", "P", and "U";
Lots 1, 3 and 4, Block 2;
Lot 3, Block 13; and
Lot 1, Block 14; Fallbrook Addition
Lots 1 and 2, Fallbrook 2nd Addition,
Outlot "I" and Lot 3, Block 1, Fallbrook 4th Addition,
All located in Lincoln, Lancaster County, Nebraska

EXHIBIT "B"
Residential Property

Lot 1, Block 1;
Lots 1 - 8, Block 3;
Lots 1 - 22, Block 4;
Lots 1 - 3, Block 5;
Lots 1 - 8, Block 6;
Lots 1 - 4, Block 7;
Lots 1 and 2, Block 8;
Lots 1 - 9, Block 9; and
Lots 5, 6 and 7, Block 10; Fallbrook Addition
Lots 1-9, Block 1, Fallbrook 3rd Addition
Lots 1 and 2, Block 1;
Lots 1-12, Block 2; and
Lots 1-10, Block 3, Fallbrook 4th Addition
Lots 1-3, Block 1, Fallbrook 5th Addition
All located in Fallbrook Addition, Lincoln, Lancaster County, Nebraska

EXHIBIT "C"
NU-Lots

Lots 5 and 6, Block 10, Fallbrook Addition
Lots 1-9, Block 1, Fallbrook 3rd Addition
Lots 1 and 2, Block 1;
Lots 1-12, Block 2; and
Lots 1-10, Block 3, Fallbrook 4th Addition
Lost 1-3, Block 1, Fallbrook 5th Addition
All located in Fallbrook Addition, Lincoln, Lancaster County, Nebraska

EXHIBIT "D"
P-Lots

Lots 19 - 22 , Block 4;
Lot 2, Block 8; and
Lots 6 - 9, Block 9; all located in Fallbrook Addition, Lincoln, Lancaster County, Nebraska

EXHIBIT "E"
S-Lots

Lot 1, Block 1,
Lots 1 - 8, Block 3;
Lots 1 - 18, Block 4;
Lots 1 - 3, Block 5;
Lots 1 - 8, Block 6;
Lots 1 - 4, Block 7;
Lot 1, Block 8; and
Lots 1 - 5, Block 9;
all located in Fallbrook Addition, Lincoln, Lancaster County, Nebraska