

ARTICLES OF INCORPORATION

OF:

GULF TERRACE CONDOMINIUM ASSOCIATION, INC.

The undersigned by these Articles associate themselves for the purpose of forming a corporation not for profit under Chapter 617, Florida Statutes, and certify as follows:

ARTICLE 1.

NAME

The name of the corporation shall be GULF TERRACE CONDOMINIUM ASSOCIATION, INC. For convenience the corporation shall be referred to in this instrument as the Association.

ARTICLE 2.

PURPOSE

2.1 The purpose for which the Association is organized is to provide an entity pursuant to Section 12 of the Condominium Act, which is Chapter 711, Florida Statutes, for the operation of GULF TERRACE CONDOMINIUMS, a condominium located upon the following lands in Okaloosa County, Florida:

(SEE EXHIBIT "A" ATTACHED HERETO  
AND MADE A PART HEREOF)

2.2 The Association shall make no distribution of income to its members, directors or officers.

ARTICLE 3.

POWERS

The powers of the Association shall include and be governed by the following provisions:

3.1 The Association shall have all of the Common Law and statutory powers of a corporation not for profit not in conflict with the terms of these Articles.

3.2 The Association shall have all of the powers and

duties set forth in the Condominium Act except as limited by these Articles and the Declaration of Condominium, and all of the powers and duties reasonably necessary to operate the condominium pursuant to the Declaration and as it may be amended from time to time, including but not limited to the following:

- a. To make and collect assessments against members as apartment owners to defray the costs, expenses and losses of the condominium.
- b. To use the proceeds of assessments in the exercise of its powers and duties.
- c. To maintain, repair, replace and operate the condominium property.
- d. To purchase insurance upon the condominium property and insurance for the protection of the Association and its members as apartment owners.
- e. To reconstruct improvements after casualty and the further improvement of the property.
- f. To acquire additional common elements. ✓
- g. To make and amend reasonable regulations respecting the use of the property in the condominium; provided, however, that all such regulations and their amendments shall be approved by not less than 51% of the votes of the entire membership of the Association before such shall become effective.
- h. To approve or disapprove the transfer and ownership of units as may be provided by the Declaration of Condominium and the Bylaws.
- i. To enforce by legal means the provisions of the Condominium Act, the Declaration of Condominium, these Articles, the Bylaws of the Association and the Regulations for the use of all property in the condominium.
- j. To contract for the management or operation of portions

of the common elements susceptible to separate management or operation, and to lease such portions.

k. To employ personnel to perform the services required for proper operation of the condominium.

l. To the extent permissible by the laws of this state, to contract for the management of the condominium and to delegate to such contractor all powers and duties of the Association except such as are specifically required by the Declaration of Condominium to have approval of the Board of Directors or the membership of the Association.

3.3 The Association shall not have the power to purchase a unit of the condominium except at sales in foreclosures of liens for assessments for common expenses, at which sales the Association shall bid no more than the amount secured by its lien. This provision shall not be changed without unanimous approval of the members. 100<sup>0</sup>

3.4 All funds and the titles of all properties acquired by the Association and their proceeds shall be held in trust for the members in accordance with the provisions of the Declaration of Condominium, these Articles of Incorporation and the Bylaws.

3.5 The powers of the Association shall be subject to and shall be exercised in accordance with the provisions of the Declaration of Condominium and the Bylaws.

#### ARTICLE 4.

##### MEMBERS

4.1 The members of the Association shall consist of all of the record owners of fee simple title of units in the condominium from Choctaw Developers, Inc., or assignees of said record owners; and after termination of the condominium shall consist of those who are members at the time of such termination and their successors

and assigns.

4.2 After receiving the approval of the Association required by the Declaration of Condominium, change of membership in the Association shall be established by recording in the public records of Okaloosa County, Florida, a warranty deed establishing a record interest to a unit in the condominium and the delivery to the Association of a certified copy of such instrument. The grantee designated by such instrument thus becomes a member of the Association, and the membership of the prior owner is terminated.

4.3 The share of a member in the funds and assets of the Association cannot be assigned, hypothecated or transferred in any manner except as an appurtenance of his apartment.

4.4 The owner of each unit shall be entitled to at least one vote as a member of the Association. The exact number of votes to be cast by owners of an apartment and the manner of exercising voting rights shall be determined by the Bylaws of the Association. Where more than one unit is owned by the same person or corporation, such person or corporation shall be entitled to one vote for each unit owned. ✓

ARTICLE 5.

DIRECTORS

5.1 The affairs of the Association will be managed by a board consisting of the number of directors determined by the Bylaws, but not less than three directors, and in the absence of such determination shall consist of three directors. Directors need not be members of the Association. *Disc 31*

5.2 Directors of the Association shall be elected by the annual meeting of the members in the manner determined by the Bylaws. Directors may be removed and vacancies in the Board of Directors shall be filled in the manner provided by the Bylaws.

5.3 The first election of directors shall not be held until the developer elects to terminate its control of the condominium or until two years after date of completion of all condominium improvements, whichever occurs first. The directors named in these Articles shall serve until the first election of directors, and any vacancies in their number occurring before the first election shall be filled by the remaining directors.

5.4 The names and addresses of the members of the first Board of Directors who shall hold office until their successors are elected and have qualified, or until removed, are as follows:

MARVIN E. CHAPMAN	620 Camborne Avenue Fort Walton Beach, Florida 32548
MATTIE E. CHAPMAN	620 Camborne Avenue Fort Walton Beach, Florida 32548
ROBERT R. MOORE	113 Yacht Club Court Fort Walton Beach, Florida

ARTICLE 6.

OFFICERS

The affairs of the Association shall be administered by the officers designated in the Bylaws. The officers shall be elected by the Board of Directors at the first meeting following the annual meeting of the members of the Association and shall serve at the pleasure of the Board of Directors. The names and addresses of the officers who shall serve until their successors are designated by the Board of Directors are as follows:

<u>NAME</u>	<u>OFFICE</u>	<u>ADDRESS</u>
Marvin E. Chapman	President	620 Camborne Avenue Fort Walton Beach, Florida 32548
Mattie E. Chapman	Vice- President	620 Camborne Avenue Fort Walton Beach, Florida 32548
Robert R. Moore	Secretary- Treasurer	113 Yacht Club Court Fort Walton Beach, Florida

<u>NAME</u>	<u>OFFICE</u>	<u>ADDRESS</u>
Mattie E. Chapman	Assistant Secretary	620 Casborne Avenue Fort Walton Beach, Florida 32548

ARTICLE 7.

INDEMNIFICATION

Every director and every officer of the Association shall be indemnified by the Association against all expenses and liabilities, including counsel fees, reasonably incurred by or imposed upon him in connection with any proceeding or any settlement of any proceeding to which he may be a party or in which he may become involved by reason of his being or having been a director or officer of the Association, whether or not he is a director or officer at the time such expenses are incurred, except when the director or officer is adjudged guilty of willful misfeasance or malfeasance in the performance of his duties; provided that in the event of a settlement the indemnification shall apply only when the Board of Directors approves such settlement and reimbursement as being for the best interests of the Association. The foregoing rights of indemnification shall be in addition to and not exclusive of all other rights to which such director or officer may be entitled.

ARTICLE 8.

BYLAWS

The first Bylaws of the Association shall be adopted by the Board of Directors and may be altered, amended or rescinded in the manner provided by the Bylaws.

ARTICLE 9.

AMENDMENTS

Amendments to the Articles of Incorporation shall be proposed and adopted in the following manner:

9.1 Notice of the subject matter of a proposed amendment shall be included in the notice of any meeting at which a proposed amendment is considered. ✓

9.2 A resolution for the adoption of a proposed amendment may be proposed either by the Board of Directors or by the members of the Association. Directors and members not present in person or by proxy at the meeting considering the amendment may express their approval in writing, providing such approval is delivered to the secretary at or prior to the meeting. Except as elsewhere provided, such approval must be either by:

a. not less than seventy-five percent (75%) of the entire membership of the Board of Directors and by not less than seventy-five percent (75%) of the votes of the entire membership of the Association; or

b. not less than eighty percent (80%) of the votes of the entire membership of the Association; or

c. until the first election of Directors, only by all of the Directors, provided the amendment does not increase the number of private dwellings nor alter the boundaries of the common elements.

9.3 Provided, however, that no amendment shall make any changes in the qualifications for membership nor the voting rights of members, nor any change in Section 3.3 of Article 3, without approval in writing by all members. No amendment shall be made that is in conflict with the Condominium Act or the Declaration of Condominium.

9.4 A copy of each amendment shall be certified by the Secretary of State and recorded in the public records of Okaloosa County, Florida.

ARTICLE 10.

TERM

The term of the Association shall be perpetual.

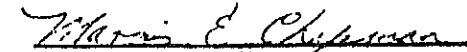
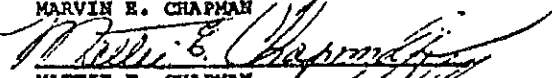
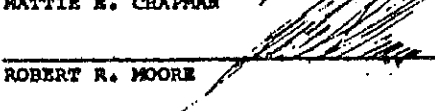
ARTICLE 11.

SUBSCRIBERS

The names and addresses of the subscribers of these  
Articles of Incorporation are as follows:

MARVIN E. CHAPMAN	620 Camborne Avenue Fort Walton Beach, Florida 32548
MATTIE E. CHAPMAN	620 Camborne Avenue Fort Walton Beach, Florida 32548
ROBERT R. MOORE	113 Yacht Club Court Fort Walton Beach, Florida

IN WITNESS WHEREOF the subscribers have affixed their  
signatures this 3<sup>RD</sup> day of APRIL, 1972.

  
MARVIN E. CHAPMAN  
  
MATTIE E. CHAPMAN  
  
ROBERT R. MOORE

STATE OF FLORIDA

COUNTY OF

Before me, the undersigned authority, personally appeared  
Marvin E. Chapman, Mattie E. Chapman and Robert R. Moore, who,  
after being duly sworn, acknowledged that they executed the  
foregoing Articles of Incorporation for the purposes expressed  
in such Articles this 3<sup>RD</sup> day of APRIL, 1972.

My Commission Expires:

My Commission expires May 6, 1974


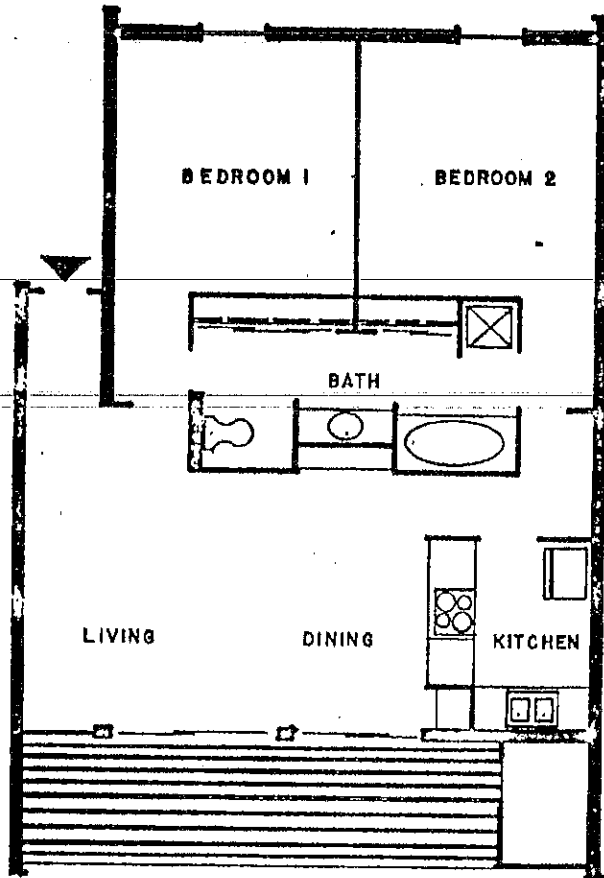
  
Notary Public  
State of Florida at Large.



EXHIBIT C

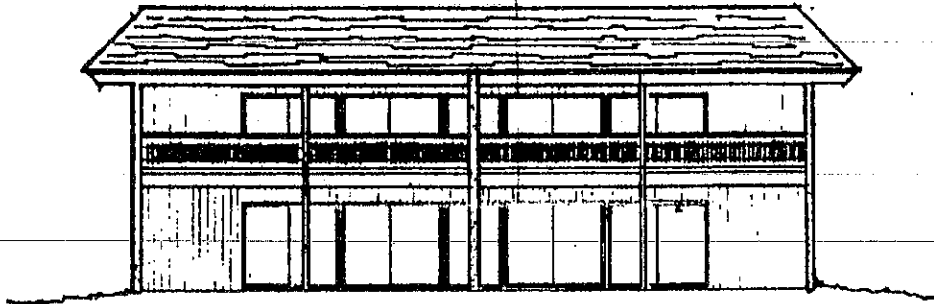
BOOK 694 PAGE 684  
OFFICIAL RECORDS



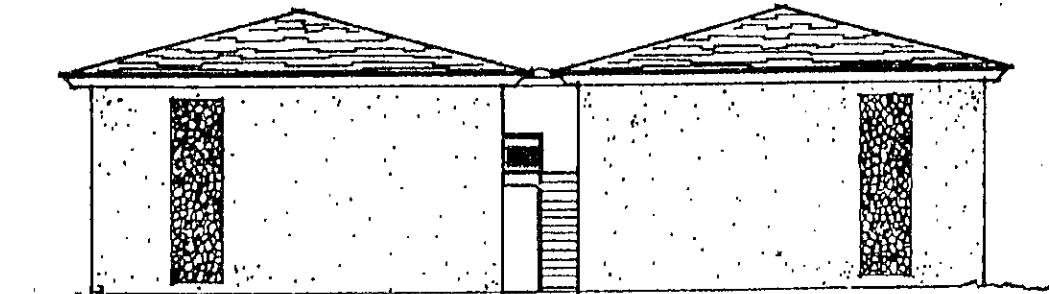
TWO BEDROOM VILLA

EXHIBIT B

BOOK 694 PAGE 685  
OFFICIAL RECORDS



FRONT-REAR ELEVATION



SIDE ELEVATION

EXHIBIT F

BOOK 694 PAGE 686

OFFICIAL RECORDS

