

GLEN OBAN ASSOCIATION, INC.

ARNOLD, MARYLAND 21012

BYLAWS

APPROVED SEPTEMBER 29, 1977

AMENDED APRIL 13, 1978
(Sections 1.2 and 2.1)

AMENDED NOVEMBER 13, 1981
(Section 1.6 and Article IX)

AMENDED MARCH 31, 1993
(Section 2.1 and 3.1)

AMENDED June 25th, 2019
(Major Revision)

Current Amendment February 28, 2021
(Section 7.2 n)

This document replaces all previous BYLAWS for Glen Oban Association.

ARTICLE I
(Name)

The Glen Oban Association, Inc., is a body corporate, duly organized and existing under the laws of the State of Maryland, hereinafter referred to as Association and the common areas real property owner of Glen Oban.

ARTICLE II
(Object of Organization)

The object of the Glen Oban Association, Inc., is to ensure the best use and most appropriate development and improvement of each building site of Glen Oban; to protect the owners of Glen Oban against the improper use of surrounding building sites as will depreciate the value of their property; and to preserve, so far as practical, the natural beauty of said property.

ARTICLE III
(Members)

Section 3.1 Member Definition: The members of the Glen Oban Association, Inc. (Association) shall be comprised of every person, firm, or corporation, which owns, severally or with others, any lot within Glen Oban as described in Article I.

Section 3.2 Qualification for Membership: Upon the recording of purchase of a lot within Glen Oban, a person, firm, or corporation of said lot will be automatically enrolled as members of the Association incurring all rights, restrictions, and responsibilities of membership outlined in these bylaws.

Section 3.3 Required Dues: For the purposes of creating and maintaining a fund to be known as the Community Improvement Fund, the owner(s) of each lot subject to the Declaration of Restrictive Covenants, hereinafter called Covenants, shall pay annual dues to Glen Oban Association, Inc., its successors and/or assignees by May 1st of each and every year, for each lot owned, which sum shall be a lien on the land until paid. The community Improvement Fund shall be used for construction, reconstruction, improvement, maintenance, lighting and/or repair of buildings, structures, parks, beaches, roads, piers, bulkheads, utilities, pool, tennis courts, storm drain facilities, and administrative expenses of the community property in Glen Oban and for expenses incident to, and for the enforcement of these restrictions, covenants, easements, charges, and agreements herein contained.

Payments will be made by check to the Association Treasurer at Glen Oban Association, Inc. P.O. Box 443, Arnold, MD 21012. Members in delinquent status of their required annual dues, as voted by the board, relinquish their voting privileges until their delinquent dues are paid in full to the Association Treasurer.

Section 3.4 Adjustment of Annual Dues: Modification of the Association dues may be increased or decreased at an annual meeting of the Association by a majority of lot owners, defined as the number of votes which equals or exceeds fifty-one percent (51%) of the total number of lots located in Glen Oban, excluding those members whose right to vote has been suspended.

ARTICLE IV (Officers)

Section 4.1 Designation: The principal officers of the Association shall be a President, a Vice President, a Secretary and a Treasurer, all of whom shall be members of the Glen Oban Association and elected by the Board of Directors. The Directors may appoint assistants and such other officers as in their judgment may be necessary.

Section 4.2 Election of Officers: The Officers of the Association shall be elected annually by the Board of Directors at the organization meeting of each new Board and shall hold office at the pleasure of the Board.

Section 4.3 Removal of Officers: Upon an affirmative vote of a majority of the members of the Board of Directors or a majority vote of the membership of the Glen Oban Association, any officer may be removed, either with or without cause, and his/her successor may be elected at any regular meeting of the Board of Directors, or at any special meeting of the Board called for such purpose.

Section 4.4 President: The President shall be the chief executive officer of the Association. They shall preside at all meetings of the Association. They shall have all of the general powers and duties which are usually vested in the office of President of a corporation, including but not limited to the power to appoint committees from among the owners from time to time as they may in his/her discretion decide it is appropriate, to assist in the conduct of the affairs of the Association.

Section 4.5 Vice-President: The Vice President shall take the place of the President and perform their duties whenever the president shall be absent or unable to act. If neither the President nor the Vice President is able to act, the Board of Directors shall appoint a member of the Board to do so on an interim basis. The Vice President shall also perform such other duties as shall from time to time be assigned to them by the Board of Directors.

Section 4.6 Secretary: The Secretary shall keep the minutes of all meetings of the Board of Directors and the minutes of the Association; shall have charge of such books and papers as the Board of Directors may direct; and shall in general perform all the duties incident to the Office of Secretary.

Section 4.7 Treasurer: The Treasurer shall have responsibility for Association funds and securities and shall be responsible for keeping full and accurate accounts of all receipts and disbursements in books belonging to the Association; shall be responsible for the deposit of all moneys and other valuable effects in the name, and to the credit, of the Association in such depositories as may from time to time be designated by the Board of Directors. The Board shall arrange for an annual review of the fiscal records of the Association by two or more non-Board members of the community in addition to an independent accountant.

Section 4.8 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 them in connection with any proceeding to which they may be a party or in which they may become involved, by a reason of their being or having been a director or officer of the Association except in such cases wherein the director or officer is adjudged liable for, or admits to, willful misfeasance or malfeasance in the performance of their duties. In order for the individual to avail himself/herself to this Indemnification provision, the individual must provide the Board with written notice of the allegation or claim immediately upon learning of the same, which shall include the service of any summons or judicial process. Any unreasonable delay in providing notice to the Board shall be grounds for the Board to refuse Indemnification. In the event of a potential settlement of any indemnified claim, the individual shall provide notice to the Board of the potential settlement, as well as a report outlining the legal and factual basis for settlement. The Board of Directors shall thereafter vote on the approval of such settlement and whether it is in the best interests of the Association. The vote of a simple majority of the Board of Directors is sufficient to approve settlement. The Foregoing right of indemnification shall be in addition to and not exclusive of all other rights to which such director or officer may be entitled.

ARTICLE V **(Meetings)**

Section 5.1 Annual Meeting: The annual meeting of the members of the Association shall be held in February at a date, time, and place within Anne Arundel County, Maryland, as may be fixed by the Board of Directors. Such annual meetings shall be general meetings, that is to say open for the transaction of any business within the powers of the Association.

Section 5.2 Majority of Lot Owners: As used in these bylaws, "majority of lot owners" means that number of votes which equals or exceeds fifty-one percent (51%) of the total number of lots located in Glen Oban, excluding those members whose right to vote has been suspended.

Section 5.3 Quorum: Except as otherwise provided in these bylaws, presence in person or by proxy of a “majority of owners’ as defined in Section 5.2 of this Article shall constitute a quorum. Fifty-one percent (51%) of lot owners present at a duly constituted meeting of the Association or represented by proxy and eligible to vote shall constitute a majority.

Section 5.4 Proxies: Votes may be cast in person or by proxy. Proxies must be received by the Secretary before the appointed time of each meeting.

Section 5.5 Voting: Voting, in person or by proxy, shall be on a lot basis with each lot having the right to cast one vote. Where the ownership of a lot is more than one person, then only one person shall be entitled to cast the vote of that lot. The Board of Directors may suspend the right to vote of any member who is otherwise qualified to vote, for non-payment of dues. A suspension may be ordered into effect when the dues have been unpaid for two (2) months and notice of the Board's intent has been mailed to the lot owner at least thirty days prior to the effective date of suspension. Voting may be accomplished, in person, electronically, or by written proxy. Electronic voting will be valid in all situations other than the approval of the annual budget, which will be accomplished during the annual meeting when votes may be cast in person or by written proxy only.

Section 5.6 Special Meeting: It shall be the duty of the President to call a special meeting of the Association when directed by resolution of the Board of Directors or upon petition by a majority of the lot owners. The notice of any special meeting shall state the time, place of such meeting and the purpose thereof.

Section 5.7 Notice of Meeting: Notices of meetings shall be given to each member of the Association, stating the purpose thereof as well as the time and place where the said meeting is to be held, at least 10 but not more than 30 days prior to such meeting. This notice will be sent via U.S. Postal Service, or via e-mail with receipt confirmation. For residents who do not use e-mail, or if a read receipt is not obtained, the Secretary shall send the notice via the U.S. Postal System. Proof of such notification shall be given by the affidavit of the Secretary and shall be presented to and made a part of the minutes of such meeting.

Section 5.8 Adjourned Meetings: If any meeting of the Association cannot be organized because a quorum has not attended, the lot owners who are present, either in person or by proxy, may adjourn the meeting to a date not less than ten business days from the date the original meeting was called. The President of the Association is authorized to invoke the procedure authorized by Section 5-206, Corporations and Associations Article, Maryland Annotated Code.

Section 5.9 Order of Business: The order of business at all meetings of the regular members shall be as follows:

- a. Roll Call^{SEP}

- b. Proof of notice of meeting or waiver of notice
- c. Reading of minutes of preceding meeting
- d. Reports of officers
- e. Reports of committee
- f. Election of inspectors of election, if applicable
- g. Election of directors, if applicable
- h. Unfinished business
- i. New business
- j. Adjournment

Section 5.10 Conduct of Meeting: The President shall preside over all meetings of the Association and the Secretary shall keep the minutes of the meeting and record in a Minute Book all resolutions adopted by the meeting as well as a record of all transactions there at. Robert's Rules of Order shall govern the conduct of all meetings of the Association when not in conflict with the Bylaws or any of the statutes of the State of Maryland. At the discretion of the chair of the meeting and with 2/3 vote of the members present, special rules as described in Robert's Rules may be used for meeting procedures.

Section 5.11 Annual Budget. In accordance with Maryland statutory law, the Board of Directors shall offer for approval at the annual meeting the proposed annual budget. The budget shall be approved by a simple majority vote of all voting eligible lot owners in accordance with Paragraph 5.2 of this Section. The Board of Directors shall cause to be prepared and submitted to the lot owners an annual proposed budget at least 30 days before its adoption. The annual proposed budget may be sent to each lot owner by electronic transmission, by posting on the homeowners association's home page, or by including the annual proposed budget in the homeowners association's newsletter.

ARTICLE VI

(Board of Directors)

Section 6.1. Number and Qualification of Directors: The affairs of the Association shall be governed by a Board of Directors composed of seven persons, all of whom must be lot owners in Glen Oban.

Section 6.2. Powers and Duties: The Board of Directors shall have the powers and duties necessary for the administration of the affairs of the Association and may do all such acts and things as are not by law or by these bylaws directed to be exercised and done by the majority of lot owners.

Section 6.3. Other Duties: In addition to the duties imposed by these bylaws or by any resolution of the majority of the lot owners that may hereafter be adopted, the Board of Directors shall be responsible for the following:

- a. To prepare an annual budget and submit the same to the members of the Association at their annual meeting for approval.
- b. To establish the means and methods of collecting such contribution from the lot owners.
- c. To provide for the care, upkeep and surveillance of all of the Association's property both real and personal.
- d. To designate, hire and dismiss the personnel necessary for the maintenance and operation of the Association's property, and provide services for the same, and where appropriate provide for the compensation of such personnel and for the purchase of equipment, supplies and material to be used by personnel in the performance of their duties, which supplies and equipment shall be deemed the property of the Association.
- e. To collect the contributions of the members in accordance with the manner fixed by the majority of lot owners, to deposit the proceeds thereof in a bank depository which the Board of Directors shall approve, and to use the proceeds of the contribution to carry out the administration of the Association.
- f. To make or authorize all purchases and disbursements necessary or desirable for the operation of the Glen Oban Association; such purchases or disbursements may be made without further approval of the membership if authorized by a line item within the approved annual budget.
- g. To make and amend regulations respecting the use of the Association's property, including but not limited to establishing fees and charges for the rental of boat slips, the use of the tennis courts, or any other recreational facilities of the Association.
- h. To enforce by legal means the provisions of the Declaration of Restrictive Covenants, these bylaws and the regulations for the use of the Association's property and facilities.
- i. To carry insurance for the Glen Oban Association against casualties and liabilities, and to pay the premium cost thereof.
- j. To ensure the treasurer has kept books with detailed accounts in chronological order of the receipts and expenditures affecting the Association and the administration of the same, specifying the maintenance and repair expenses incurred. Both the said books and the

vouchers accrediting the entries there upon shall before examination by the members of the Association, their duly authorized agents or attorneys, at general hours on working days at times and in the manner that shall be set and announced by the Board of Directors for the general knowledge of the members. The Board shall ensure that the books and records of the Association are kept in accordance with generally accepted accounting in practice; that an annual review be conducted as provided in section 4.7 and shall establish the fiscal year for the Association.

- k. To do such other things and acts which it may be authorized to do by a resolution of the majority of lot owners.

6.4. Election and Term of Office: Each Director shall be elected to serve a term of three years. The Directors shall hold office until their successors have been elected and hold their first meeting. No compensation shall be paid to Directors for their services as Directors. No remuneration shall be paid to a Director for services performed by the director for the Association in any other capacity, unless a resolution authorizing such remuneration shall have been unanimously adopted by the Board of Directors before the services are undertaken.

Section 6.5. Vacancies: Vacancies in the Board of Directors caused by any reason other than removal of a Director by a vote of the Association shall be filled by a vote of the majority of the remaining Directors, even though they may constitute less than a quorum of said Board; and each person so elected shall be a director until a successor is elected at the next annual meeting of the Members of the Association.

Section 6.6 Removal of Directors: At any regular or special meeting duly called, any one or more of the Directors may be removed with or without cause by a majority of the lot owners and a successor may then and there be elected to fill the vacancy thus created. Any Director whose removal has been proposed by the owners shall be given an opportunity to be heard at the meeting.

Section 6.7 Organization Meeting: The first meeting of a newly elected Board of Directors shall be held within thirty days of election at such place as shall be fixed by the Directors at the meeting at which such Directors are elected, and no notice shall be necessary to the newly elected Directors in order legally to constitute each meeting, providing a majority of the whole Board shall be present.

Section 6.8 Regular Meetings: Regular meetings of the Board of Directors may be held at such time and place as shall be determined from time to time by a majority of the Directors, but at least two such meetings shall be held during each fiscal year. Notice of regular meetings of the Board of Directors shall be given to each director, personally or by mail, telephone or email, at least three days prior to the day named for such meeting.

Section 6.9 Special Meetings: Special meetings of the Board of Directors may be called by the President on five days notice to each Director. Such notice shall be given personally or by mail, telephone, or email, and such notice shall state the time, place(as herein above provided) and the purpose of the meeting. Special meetings of the Board of Directors shall be called by the President or Secretary in like manner and on like notice on the written request of at least three Directors.

Section 6.10 Waiver of Notice: Before, or at any meeting of the Board of Directors, any Director may, in writing, waive notice of such meeting and such waiver shall be equivalent to the giving of such notice. Attendance by a Director at any meeting of the Board shall be a waiver of notice by him of the time and place thereof. If all the Directors are present at any meeting of the Board, no notice shall be required and any business may be transacted at such meeting.”

Section 6.11. Board of Directors’ Quorum: At all meetings of the Board of Directors, a majority of the Directors shall constitute a quorum for the transaction of business, and the acts of the majority of the Directors present at a meeting at which a quorum is present shall be the acts of the Board of Directors. If, at any meeting of the Board of Directors, there be less than a quorum present, the majority of those present may adjourn the meeting from time to time. At any such adjourned meeting, any business which might have been transacted at the meeting as originally called may be transacted without further notice.

Section 6.12. Fidelity Bonds: The Board of Directors may require that all officers and employees of the Association handling, or responsible for funds, furnish adequate fidelity bonds. The premium on such bonds shall be paid by the Association.

ARTICLE VII (Committees)

Section 7.1. Formation of Committees: The President shall have the power to create committees whenever the need for a committee is deemed appropriate. The President shall appoint a chair of the committee with the approval of the Board of Directors. The Chair of a committee may be removed with or without cause, but such removal is subjected to the Board of Directors’ approval.

Section 7.2. Committee Chair - Responsibilities: General responsibilities of the Committee Chair include, but are not necessarily limited to, the following items, i.e., the Committee Chair shall:

- a. Appoint and discharge committee members as appropriate.
- b. Be fully responsible for the actions of the committee.
- c. Prepare and adopt such rules and procedures as the committee may deem necessary for its operations.

- d. Prepare and adopt such rules and procedures for the use of the Association's property or facilities within its responsibilities.
- e. Communicate such rules and procedures in writing to the members of the Association upon approval of the Board of Directors.
- f. Make provisions for the continuity of the committee's work from year to year as appropriate.
- g. Establish, on a non-profit basis, for such items as are within its responsible charge, such fees and charges as appropriate for rental, maintenance and improvement of facilities and participation in activities. All surpluses are to be turned over to the treasurer.
- h. Prepare an annual budget.
- i. Cooperate with other committees, the Board of Directors, and the Executive Officers of the Association to serve the best interests of the community.
- j. Maintain suitable records of activities, facilities and equipment and report same to the President or Board of Directors upon request.
- k. Not create any obligation on behalf of the committee or Association or any member of the Association outside the scope of the committee authority of interest nor for any period of time beyond his/her present term without the prior written approval of the Board of Directors.
- l. Committee chair appointments expire with the term of the appointing President.
- m. Perform duties subject to such written direction, rules and procedures as may be issued by the President and the Board of Directors.
- n. Any fees for services controlled by the committee shall be approved at the nearest Board of Directors meeting, and reconfirmed as part of the budget at the first available community meeting by majority vote of attendees. Changes to the fee structure during the year will also be subject to Board of Directors approval and confirmation by majority vote of attendees at the closest annual meeting.

ARTICLE VIII

(Parliamentary Authority)

Section 8.1 Parliamentary Authority. The rules contained in the most current edition of Robert's Rules shall govern the Association in all cases to which they are applicable and in which they are not inconsistent with these bylaws and any special rules of order the Association may adopt.

ARTICLE IX

(Amendment of ByLaws)

Section 9.1 Amendment of Bylaws: These bylaws may be modified or amended from time to time in the manner here after provided. Modifications of and amendments to the bylaws shall be proposed and adopted in the following manners:

- a. Notice of the subject matter of a proposed modification or amendment shall be included in the notice of any meeting at which the proposed amendment is to be considered. [SEP]
- b. A resolution adopting a proposed modification or amendment must receive the approval of a majority of the lot owners as defined in Section 5.2. [SEP]
- c. A modification or amendment may be proposed by a majority vote of the Board of Directors at a [SEP]duly constituted meeting thereof or upon a petition signed by a majority of the lot owners and duly filed with the Secretary of the Association. Upon such filing of such petition or upon the adopting of [SEP]a resolution to that effect by the Board of Directors, then the President of the Association shall call a special meeting of the Members of the Association to be convened in the manner provided for in [SEP]these bylaws for the purpose of considering the proposed modification or amendment. [SEP]
- d. A modification or amendment when adopted in accordance with the provisions of these bylaws shall become effective upon passage and be disseminated to all lot owners. [SEP]
- e. No modification or amendment of the bylaws may be adopted which shall be inconsistent with any Maryland law or statute applicable to the Association. A modification or amendment once adopted [SEP]as provided for therein shall then constitute part of the official bylaws of the Glen Oban Association, Inc. [SEP]

ARTICLE X

(Compliance Severability)

Section 10.1 Compliance Severability: These bylaws are set forth to comply with the requirements of the State of Maryland. In case any of the bylaws conflict with the provisions of said statute, the provisions of the state statute will apply. If any provision of the bylaws or any section, sentence, clause, phrase, or word, or the application thereof in any circumstance is held invalid, the validity of the remainder of these bylaws shall not be affected thereby and to this end, the provisions hereof are declared to be severable.

ARTICLE XI

(Resident Agent)

Section 11.1 Resident Agent: A resident agent may be appointed by the Board of Directors to accept service of process as provided by law.

ARTICLE XII

(Ratification)

Section 12.1 Ratification: A person by their purchase of a lot in Glen Oban shall thereby ratify all actions previously taken by the Association and the Board of Directors.

ARTICLE XIII

(Community Property and Facilities)

Section 13.1 Application: The commonly owned facilities and property of the Glen Oban Association are for the use of members, their resident immediate relatives, and bona fide guests. Such use is subject to fees as may be established by the Board of Directors. Facilities and property may not be used for commercial purposes or in any manner inconsistent with the private nature of the community or its Association.

For the purposes of clarity, the following uses shall not be deemed to be violations of the provisions of this paragraph:

- a. The incidental chartering of a member's boat,
- b. The use of a member's boat for entertaining business guests or clients or prospective clients, or
- c. The giving of tennis or swimming lessons for members of the Association and their families.

The Board of Directors or the appropriate delegated committee of the Board will resolve any problems arising in all cases.

Section 13.2. Notification. In order to gain access to community facilities and property by tenants or bona fide guests in the absence of the owner, owners shall notify the Secretary of the Association when a residence will be occupied by others than the owner for a period beyond four weeks.

Section 13.3. Damage. Every resident of or lot owner in Glen Oban shall promptly reimburse the Association for any expenditures incurred in repairing or replacing any property or facility damaged through the fault of said resident or owner.

ARTICLE XIV

(Application)

Section 14.1 Application: All owners of any freehold or leasehold interest, all occupants or users of the lots located in Glen Oban, and the agents and servants of

any of them are subject to the provisions of these bylaws, the applicable laws of Maryland, and any rules, regulations, charges or fees which may be duly established from time to time by the Directors, Executive Officers or committees of the Association. The mere acquisition of any lot or the more use or occupancy thereof will conclusively establish that the person so acquiring, being or occupying the same has accepted, ratified, and will comply with these bylaws.

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