

BYLAWS OF FLYING ACRES HOMEOWNERS ASSOCIATION

A NON-PROFIT CORPORATION

Updated Feb 13, 2011

The following are the Bylaws of Flying Acre's Homeowners Association

(FAHA) (hereinafter referred to as the "Corporation").

**ARTICLE I
DEFINITIONS**

1.1 General Definitions: The following words, phrases, terms used in this Declaration shall have the following meanings:

1.1.1 'Owner' shall mean the owner of record, whether one or more persons or entities of a fee simple title to any lot of real property in Flying Acres or Crest Airpark, including contract purchasers, but excluding those having such interests merely as security for the performance of an obligation. An Owner shall include any person who holds record title to a lot in ownership with one or more persons or holds an undivided fee interest in any lot.

1.1.2 "Beneficial Owner" shall mean any person or entity holding any type of real property security interest in any lot of real property in Crest Airpark,

1.1.3 'Taxi-ways' shall mean the real property that is presently used to access the runway.

1.1.4 "Runway" shall mean the real property that is presently used for the purposes of the departure and arrival Of all-craft at Crest Airpark.

1.1.5 'Lot" shall any lot of land shown on any recorded subdivision Or short plat of the Crest Airpark or Flying Acres as legally (escribed in Exhibit 'A'.

1.1.6 'Crest Airpark" shall refer collectively to those lots of real property contained within any recorded subdivision or short plat of the Crest Airport or Flying Acres as legally described in Exhibit "A" and to the lots of real property owned by the persons described in Article II (l) (b) or this document, provided that such property is at the locations described in Article Il (l) (h).

1.1.7 "Articles" shall mean the Articles of Incorporation of Flying Acre's Homeowners Association (FAHA), a non-profit corporation.

1.1.8 "Bylaws" shall mean the Bylaws of Flying Acre's Homeowners Association (FAHA), a non-profit corporation.

1.1.9 "Member" shall mean any person holding a membership in Flying Acre's Homeowners Association (FAHA), a non-profit corporation.

1.1.10 "Membership" shall mean membership in the Corporation.

1.1.11 "Board" shall mean the Board of the Corporation.

1.1.12 "Annual Assessment" shall mean the charge levied and assessed each year against each member.

1.1.13 "Assessment" shall mean Special Assessment.

1.1.14 "Governing Documents" shall mean the Articles of Incorporation and Bylaws of the Corporation.

1.1.15 "Good Standing" - shall mean the member has paid in full all outstanding Dues, Annual Assessments and Special Assessments.

ARTICLE II
MEMBERSHIP-VOTING-REGISTER-PURCHASE OPTION

1. Membership. The membership of the Corporation may consist of the following persons and/or entities:

(a) Every person and/or entity that is an owner of record, including contract purchaser, of a fee simple or undivided fee interest in any lot of real property located in any recorded subdivision or short plat of Flying Acres or of Crest Airpark as legally described on Exhibit "A" and that is in "Good Standing" shall be a member of this Corporation. The foregoing is not intended to include persons or entities that hold an interest in the above mentioned real property merely as security for the performance of an obligation.

(b) Those property owners not considered part of Flying Acres, including: Owners of 17633 S.E. 296th Pl, Kent Washington, 98042; owners of 29300 179th Pl. S.E., Kent Washington, 98042; and owners of 29426 PI, S.E. Kent Washington, 98042, shall be members of this corporation provided that each is in "Good Standing".

2. Voting: The Corporation shall have one class of voting membership. There shall be one vote allowed for each lot of real property located in any recorded subdivision or short plat of Flying Acres or Crest Airpark and for each lot of real property owned by the persons described in Article II (1) (b) Of this document, provided that such property is at the locations described in Article II (1) (b). Where a lot of real property is owned by more than one member owner, the owners shall decide among themselves how to cast their one vote.

3. Register of Members: The Secretary of the Corporation shall maintain a Register of Members containing the names and addresses of all members and their designated representatives. This document shall provide that by being in "Good Standing" one becomes a member of the Corporation and is bound to comply with all of the articles and bylaws of the Corporation and agrees that the Corporation has the authority to act on behalf of, and bind its members with, the benefits and detriments of the Settlement Agreement between FAHA and Norman C. Grier, Grier Family Holdings, LLC and Crest Airpark, Inc. effective as of February 25, 2008. Any member that sells or conveys his interest in any lot of real property in Flying Acres and/or Crest Airpark as set forth on Exhibit 'A' or in Article (1) (b) of this document shall promptly report to the Board of Directors the name and addresses of his successor(s) in interest.

Persons claiming membership in the Association shall, upon request, furnish the Board of Directors with a copy of any document under which they assert ownership or any interest therein of any lot of real property or Crest Airpark. The Board of Directors may require any member to supply it with copies of any mortgage or other security interest instrument affecting his interest.

4. Removal of Members: Any member may be removed at any meeting of the members, the notice for which included notice of the proposed removal. Such removal shall be accomplished by a vote of the majority of the members present at such meeting, provided quorum is present, and provided that at the meeting, prior to removal, the

member has the opportunity to address those assembled for a period time.

Members also forfeit membership if not in Good Standing by June of 2008. After June 15th of 2008 a member forfeits membership after one year of not being in Good Standing provided FAHA has presented that Member two notices to pay Assessments and/or dues outstanding. Should a lot be sold belonging to a Member not in Good Standing or a person who lost membership after June 1 2008, the new owner can gain membership by paying all outstanding Assessments and dues on their lot,

5. Purchase Option. As part of the settlement agreement effective February 25, 2008 between FAHA and Norman C. Grier, Grier Family Holdings, LLC and Crest Airpark, Inc., FAHA was granted an option on the terms and conditions as set forth in Section 6 of the Settlement Agreement.

All FAHA Corporation Members in Good Standing as defined in Article of the Bylaws shall have a right but not an obligation to participate in the exercise of this option. The exercise of this purchase option will not require a Quorum or a majority vote of the corporation members. It is acknowledged that this sub-set of FAHA Corporation members will need to adopt a legal structure to execute their ownership rights. This legal entity will be governed by its participating members/owners and will be separate from the FAHA Corporation. The sub-set of FAHA Corporation Members in good standing who purchase the airpark under the Purchase Option will be members of the purchasing entity and will no longer be Members of FAHA.

The property described by the purchase Agreement will be subject to the terms described in the Nesland Easement, Special Master's final findings of facts and conclusions of law and the Permissive Easement settlement until 12/31/2025.

(Note: For clarity, after 12/31/2025 every person and/or entity who is a record owner, including contract purchaser, of a fee simple or undivided fee interest in any 10/ of real property located in any recorded subdivision short plat of' Flying Acres Or Crest Airpark as legally described On Exhibit " Who is NOT member Of the purchasing entity referenced above will have to negotiate future access to the and taxiways of Crest Airpark with the purchasing entity.)

ARTICLE III
MEETINGS OF THE CORPORATION

1. Annual Meeting: The annual meeting of the members of this Corporation for the purpose of election of directors and for such other business as may come before it, shall be held at the time, date, and place as designated by resolution of the Board of Directors or by the President and stated on the notice of the meeting. If the annual meeting is omitted by oversight or otherwise; a subsequent annual meeting may nonetheless be held, and any business transacted or elections held at such meeting shall be as valid as if the annual meeting had been held as provided above.

2. Special Meetings: Special meetings of the members of this Corporation may be called at any time by the President, majority of the Board, or written request of twenty-five percent of the voting members.

(a) No business shall be transacted at any special meeting of the members except as is specified in the notice called for said meeting.

(b) The Board of Directors may designate any place, either within or without the State of Washington, as the place of any special meeting called by the President or the Board of Directors, and special meetings called at the request of members shall be held at such place in King County, Washington as may be determined by the Board of Directors and placed in the notice of such meetings_

3. Notice of Meetings:

(a) Written or printed notice of annual or special meetings of members stating the place, date and Incur of the meeting and, in the case of a special meeting, the purpose or purposes for which the meeting is called shall be delivered either personally or by mail by or at the direction of the Secretary or persons authorized to call the meeting Or by the person(s) calling the meeting to each member of record entitled to vote at the meeting. Said notice shall be delivered in person or mailed to the address of each member as furnished in writing by the member to the Board of Directors. Such notice shall be given not less than 10 days or more than 50 days prior to the date of the meeting. Special Meetings may be called with notice not less than 5 days or more than 50 days prior to the date of the meeting.

(b) A notice of the meeting to act on an amendment to the Articles of Incorporation or to these Bylaws, or on the proposed sale, lease, exchange or other disposition of all or substantially all of the assets of the Corporation other than in the regular or usual course of business, or on the dissolution of the Corporation, shall be given no fewer than 20 days no more than 60 days before the meeting date.

(c) Notice of any and all meetings may be transmitted by mail, private carrier,

personal delivery, telegraph, teletype, telephone, wire or wireless equipment which transmits a facsimile of the notice,

(d) If mailed, notice of any and all meetings shall be deemed to be delivered when deposited in the United States mail addresses to the member at his address as furnished in writing to the Board of Directors and as it appears on the records of the Corporation, with the postage thereon prepaid.

(e) Notice of regular meetings other than annual shall be made by providing each member with the adopted schedule of regular meetings for the ensuing year at any time after the annual meeting and ten(10) days prior to the next succeeding regular meeting and at any time when requested by member or by such other notice as may be prescribed in these bylaws.

4. Waiver of Notices: Notice of the time, place and purpose of any meeting may be waived in writing, either before or after such meeting. Notice will be deemed waived by any member by such member's attendance at the meeting in person or by proxy, unless the member at the beginning of the meeting objects to the holding the meeting or to the transaction of business at the meeting. The member's failure to object at the time of the meeting to the presentation of a matter not within the purpose or purposes described in the meeting notice shall be deemed to have waived his right to such notice. Any members so waiving shall be bound by the proceedings of any such, meeting in all respects as if due notice thereof had been given.

5. Quorum: The presence in person or by proxy of members representing a majority of the votes of the Corporation shall constitute a quorum at any meeting of members for the transaction of business.

6. Adjourned Meetings: If any meeting of the Corporation cannot be held because a quorum is not in attendance, the members may adjourn the meeting at a time not less than 48 hours from the time that the original meeting was called.

7. Proxies: At all meetings of members, a member may vote by proxy executed in writing by the member or by his duly authorized attorney-in-fact. Such proxy shall be filed with the Secretary of the Corporation before or at the time of the meeting in which such proxies are cast. No proxy shall be valid after 11 months from the date of its execution, unless otherwise provided in the proxy.

8. Majority Vote: Except as otherwise provided by these Bylaws, passage of any matters submitted to vote at an annual or a special meeting, duly called in accordance with these Bylaws, where a quorum is in attendance in person or by proxy, shall require the affirmative vote of a majority of the total votes present in person or by proxy.

ARTICLE IV

BOARD OF DIRECTORS

1. General Powers: The Board of Directors shall have the power to:

(a) Carry on any activities deemed suitable or proper for the accomplishment of any and of the objects and purposes set forth in the Articles of Incorporation, these Bylaws, and to have and exercise all powers which are now or may hereafter be conferred by the laws of Washington upon like corporations.

(b) Determine by rational means the extent of each member's financial obligation to achieve the stated purposes of the Corporation and to determine the share of each member.

(c) Suspend the voting rights of a member during any period in which such member is in default in payment of any Assessment levied by the Corporation.

(d) Exercise for the Corporation all powers, duties, and authority vested in or delegated to the Corporation and not reserved to the membership by other provisions of these Bylaws and the Articles of Incorporation.

(e) Declare the office of a member of the Board of Directors to be vacant in the event such member shall be absent from three consecutive regular meetings of the Board of Directors.

(f) Employ a manager, an independent contractor, or such other agents or employees as deemed necessary and to prescribe their duties.

(g) Represent that The Corporation has been designated the agent by the homeowners listed on attached Exhibits "A" and "B" of the Settlement Agreement between FAHA and Norman C. Grier, Grier Family Holdings, LLC and Crest Airpark, Inc. effective as of February 25, 2008 and has the express authority to enter into this agreement on behalf of all listed on attached Exhibits "A" and "B" and to bind such homeowners to the terms and conditions stated in the agreement.

2. Duties: The Board of Directors shall have the power and duty to:

(a) Cause to be kept a complete record of all its acts and corporate affairs and to present a statement thereof to the members at the meeting of the or at any special meeting when such statement is requested in writing by the majority of the members who are entitled to vote.

(b) Supervise all officers, agents, and employees of the Corporation and to see that their duties are properly performed.

(c) Assessments:

- (1) Make annual and Special Assessments, including a membership fee, necessary to fulfill the stated purposes and duties of the Corporation.
- (2) To fix the amount of the Annual Assessment against each owner at least 30 days in advance of each Annual Assessment period
- (3) Send written notice of each Assessment to each member subject thereto at least 30 days in advance of each Assessment period.

(d) The President or Treasurer shall, upon demand by any person, issue a certificate setting forth whether or not any Assessment has been paid. A reasonable charge may be made by the Board for the issuance of these certificates. If a certificate states an Assessment has been paid, such certificate shall be conclusive evidence of such payment.

(e) Procure and maintain adequate liability and hazard insurance as may be required for any legal activity of the Corporation.

(f) Cause all officers or employees having financial responsibilities to be bonded, as it may be deemed appropriate.

3. Number: The affairs of the Corporation shall be governed by a Board of Directors composed of nine (9) persons and such number may be increased or decreased with the consent of at least 66-2/3% of the membership vote. Each Director shall hold office until the next annual meeting of members and until his successor shall have been elected and qualified, unless a Director is removed or resigns pursuant to these Bylaws; provided, that the affairs of the Corporation during its initial stage shall be carried out by the initial Board of Directors as set forth in the Articles of Incorporation. The initial Board of Directors shall exercise the rights, duties, and functions as set forth in the Articles and these Bylaws.

4. Election: Nomination for election to the Board of Directors shall be made by a nominating committee. Nominations may also be made from the floor at the annual meeting from the voting members, The nominating committee shall consist of a chairman, who shall be a member of the Board of Directors, and two or more members of the Association, The nominating committee shall be appointed by the Board of Directors prior to each annual meeting of the members, to serve from the close of such meeting until the close of the next annual meeting and such appointment shall be announced at each annual meeting. The nominating committee shall make as many nominations for the election to the Board of Directors as it shall in its discretion determine, but not less than the number of vacancies that are to be filled.

The directors shall be elected by the members at their annual meeting each year; and if for any cause, the directors shall not have been elected at an annual meeting, they may be elected at a special meeting of the members called for that purpose in the manner provided by these Bylaws. At the first annual meeting, the members shall

elect four directors for a term of one year and five directors for a term of two years and the members shall elect four directors and five directors, each for two-year terms, alternatively, at succeeding annual meetings. Election to the Board of Directors shall be by secret written ballot. At such election, each member or his or her proxy may cast as many votes as he or she is entitled to cast under the Bylaws. The person(s) receiving the largest number of votes shall be elected. Cumulative voting is not permitted.

5. Removal of Directors: Any director or the entire Board of Directors may be removed at a meeting of the members the notice for which contained notice of the proposed removal. Such removal shall be accomplished by a vote of the majority of the members present at such meeting, provided a quorum is present. Alternatively, any director may be removed from the Board or from office without cause by the Board of Directors at a Board of Directors' meeting, the notice for which contains notice of the proposed action, and provided that a quorum is present.

6. Vacancies: In the case of any vacancy on the Board of Directors, the remaining directors may elect a successor to hold office the unexpired portion of the previous director's term and until his successor shall have been duly elected and qualified. Any director may resign all any time by delivering written notice to the secretary of the Corporation.

7. Compensation: No compensation shall be paid to directors for their services as directors.

8. Organization Meeting: After the issuance of the certificate of incorporation an organization meeting of the initial board of directors named in the articles of incorporation shall be held, either within or without this state, at the call of a majority of the directors named in the articles of incorporation, for the purpose of adopting bylaws, electing officers and the transaction of such other business as may come before the meeting. The directors calling the meeting shall give at least three days' notice thereof by mail to each director so named, which notice shall state the time and place of the meeting. Any action permitted to be taken at the organization meeting of the directors may be taken without a meeting if each director signs an instrument stating approval of the action so taken.

9. 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 the Directors, but at least two such meetings shall be held during each fiscal year. Notice of regular meetings of the Board shall be given to each Director at least three days prior to the day fixed for such meeting, which notice shall state the time and place of the meeting.

(a) Order of Business for First Meeting. 'Ille order of business at the first meeting of the Corporation shall be as follows:

- (1) Roll call.
- (2) Review of Bylaws.
- (3) Election of Board of Directors.
- (4) Adjournment.

(b) Order of Business at All Other Meetings. The order of business at meetings of the Corporation shall be as follows unless dispensed with or altered by resolution Of the Board of Directors:

- (1) Roll call
- (2) Proof of Notice of Meeting or Waiver of Notice
- (3) Minutes of preceding Meeting,
- (4) Report of Officers.
- (5) Report of Committees.
- (6) Election of Directors (Annual Meeting or Special Meeting called for Such Purpose) _
- (7) Unfinished Business.

(8) New Business.

(9) Adjournment.

10. Parliamentary Authority: In the event of dispute, the parliamentary authority for the meeting shall be the current available edition of Robert's Rules of Order, revised.

11. Special Meetings: Special meetings of the Board of Directors may be called by the President on three days prior notice to each Director; such notice shall state the time, place and purpose of the meeting. At the written request of three or directors, the President shall call special meetings of the Board of Directors in like manner and with like notice.

12 Waiver of Notice: Before or after any meeting of the Board of Directors, any director may, in writing, waive notice of such meeting. Attendance by a director at any meeting or the Board of Directors shall be a waiver of notice by him at the time and place thereof. If all the directors are present at any meeting of the Board of Directors, no notice shall be required and any business may be transacted at such meeting.

13. Quorum: At all meetings of the Board of Directors, a majority of the directors shall constitute a quorum for the transaction of business. Each director shall have one vote. Passage of any matter submitted to vote at any meeting of the Board, duly called in accordance with these Bylaws, provided a quorum is present, shall require the affirmative vote of at least five directors present at the meeting, in person or by proxy.

14 Official Business: All official business shall be transmitted to the Board of Directors writing, emergencies excepted, and such written business shall be submitted to the Board of Directors through the President, if available, and the Secretary of the Corporation, if the president is not available.

ARTICLE V

OFFICERS

1. Designation: The officers of the Corporation shall be a President, a Vice President, a Secretary, and a Treasurer, all of whom shall be elected by and from the Board of Directors. The Board of Directors may appoint a Vice President, an Assistant Treasurer, and an Assistant Secretary, and any such other officers as in their judgment may be necessary. The office of Secretary and Treasurer may be held by the same person. The President may not hold another office.

2. Election of Officers: The officers of the Corporation shall be elected each year at the annual meeting of the Board of Directors to serve until the next annual meeting of the Board of Directors and until his successor shall have been duly elected and qualified, and shall hold office at the pleasure of the Board

3. Removal of Officers: In any regular meeting of the Board of Directors or at any special meeting of the Board of Directors called for that purpose, any officer may be removed, with or without cause, and his successor elected, upon an affirmative vote of at least five members of the Board of Directors. At any meeting of the members called for that purpose, any officer may be removed with or without cause by a majority of the members, provided that a quorum is present. Any officer may resign at any time by giving written notice to the Secretary of the Association.

4. President: The president shall be the chief executive officer of the Corporation and shall preside at all meetings of the Corporation and at the Board of Directors and shall have all powers and perform all duties usually incident to the office president of a business corporation. The president and the treasurer shall co-sign all checks and promissory notes.

5. Secretary: The secretary shall keep the minutes of all meetings of the Board of Directors and of the Corporation and shall also maintain the register of members, designated representatives, and voting rights pledges, the secretary shall keep the corporate seal of the Corporation and affix it on all papers requiring said seal. The secretary shall serve notice of all meetings of the Board and of the members. In addition, the Secretary shall perform all duties usually incident to the office of secretary of a business corporation.

6. Treasurer: The treasurer shall have responsibility for the Corporation's funds and securities and shall be responsible for keeping full and accurate accounts of all receipts and disbursements in books belonging to the Corporation, the president and treasurer shall co-sign all checks and promissory notes.

7. Other Officers: Assistants and Employees. Other officers of the Corporation, assistants to the officers, or persons employed to assist the officers, shall have such authority and shall perform such duties as the Board of Directors may prescribe within the provisions of applicable statutes, the declaration and these bylaws. A vice-president, assistant secretary, and an assistant treasurer, if any are elected, shall also have all powers of the president, secretary and treasurer, respectively, in the absence of such officers.

ARTICLE V

COMMITTEES AND MANAGER

1. Committees of Directors: The Board of Directors may designate one or more committees, each of which shall consist of one or more directors. Such committees shall have and exercise to the extent provided in the resolution establishing the committee, the authority of the Board of Directors in the management of the Corporation. The designation of such committee shall not operate to relieve the Board of Directors of any responsibility imposed upon it by law.

2. Committees: Other committees, not having or exercising the authority of the Board of Directors in the management of the Corporation, may be designated by the president or by the Board of Directors and such committees may be composed of one or more non-director members of Corporation, but each committee shall have at least one director as member.

3. Delegation to Manager: The Board of Directors may delegate any of its duties, powers, or functions to any person or persons as provided in the declaration; provided, that the Board shall not delegate its power to elect officers and directors of the Corporation, to amend these Bylaws or to adopt rules and regulations.

ARTICLE VII

HANDLING OF FUNDS

1. Accounts: The Corporation shall establish the necessary funds or accounts to properly accomplish the purposes of the Corporation, and/or as required by the declaration. Overall management of these funds shall be the responsibility of the Treasurer of the Corporation, who shall be authorized to open such accounts and adopt such procedures as may be advisable to properly secure the accounts and funds of the Corporation.

2. Insurance Account: The Treasurer may establish an interest-bearing savings account a savings bank or savings and loan association, to be known as the insurance account, and shall make the monthly deposits therein.

3. Reserve Account: The Treasurer may establish an interest-bearing savings account in a savings bank or savings and loan association, to be known as the reserve account. The purpose of the reserve account is to provide for financial stability during periods of special stress and to meet deficiencies in the general funds that may occur, from time to time, as a result of delinquent payments of Assessments, and for other contingencies. A portion of the Assessment chargeable to the members shall be allocated to a reserve account. The manner of such allocation shall be determined in the discretion of the Board of Directors, and may be adjusted from time to time by the Board of Directors.

4. General Account: The Treasurer may establish a checking account in a commercial bank to be known as the general account. This account will be the working capital account for the current operations of the Corporation and will normally receive all Assessments, and income and other funds received by the Corporation. Checks shall be issued from this account for all expenditures necessary to accomplish the purposes and duties of the Corporation. Funds for the insurance account and reserve account will normally be received and deposited in the general account and checks issued to the other accounts immediately so that the overall accounting of the funds received and disbursed by the Corporation be centralized in the check register of the general account.

ARTICLE VIII

KEEPING RECORDS AND REPORTS

1. Records: The corporation shall keep at its registered office, its Principle office in this state, or at its secretary's office if in this state, the following;

- (a) Current articles and bylaws;
- (b) A record of members, including names, addresses, and classes of membership, if any;
- (c) Correct and adequate records of accounts and finances;
- (d) A record of officers' and directors' names and addresses;
- (e) Minutes of the proceedings of the members, if any, the board, and any minutes which may be maintained by committees of the Board. Records may be written, or electronic If capable of being converted to writing.

The records shall be open at any reasonable time to inspection by any member of more than three months standing or a representative of more than five percent of the membership.

Costs of inspecting or copying shall be borne by such member except for costs of copies of Articles or Bylaws. Any such member must have purpose for inspection reasonably related to membership interests. Use or sale of members' lists by such member if obtained by inspection is prohibited.

The superior court of the Corporation's or such members residence may order inspection and may appoint independent inspectors. Such member shall pay inspection costs unless the court orders otherwise.

2. Financial Reports: The Board of Directors may cause to be issued and mailed to all members at least one copy of each annual financial statement and report of the Corporation prepared by the outside auditor, and a statement from the President indicating the general condition of the Corporation and providing a comparison between the actual expenses of the Corporation and the projected expenses outlined in the current budget upon which the current Assessments are based.

ARTICLE IX

AMENDMENTS

These Bylaws may be amended by a majority of voting members present in person or by proxy at a regular or special meeting of the members provided that a quorum is in attendance and provided that the notice of proposed alteration or amendment appears in the notice of such meeting,

ARTICLE X

MISCELLANEOUS

1. Assessment: Each member is obligated to pay to the Association such annual and Special Assessments as set forth in these Bylaws. Each member who is more than 30 days delinquent in payment of such Assessment shall lose his voting rights and will not be included when determining meeting quorums until his account is brought current.
2. Notice of All Purposes: Any notice permitted or required to be delivered under the provisions of these bylaws may be delivered either personally or by the mail. Mailing addresses may be changed from time to time by notice in writing to the Board.
3. Waiver: Failure of the Board of Directors in any one or more instances to insist upon the strict performance of any of these bylaws or of any rules or regulations established by the Board of Directors contained in such documents or to serve any notice or institute any action, shall not be construed as a waiver or a relinquishment for the future as to such term, covenant, condition or restriction, but such term, covenant, condition or restriction shall remain in full force and effect. Receipt by the Board of Directors of any Assessment from a member, with knowledge of such breach, shall not be deemed a waiver of such breach. No waiver by the Board of Directors of any provision hereof shall be deemed to have been made unless expressed in writing and signed by the Board of Directors.
4. Interpretation: The provisions of these Bylaws shall be legally construed to effectuate the purpose of perpetuating rights to the use of the runway and taxiways of the Crest Airpark; to represent the members of the Corporation in all matters pertaining to their use of Crest Airpark, and for the purpose of directing and/or hosting activities that promote harmony and/or social activities for the member community. It is intended also that, insofar as it affects the Declaration, these Bylaws and the provisions of the Non-Profit Corporation Act shall be liberally construed to effect the intent of these bylaws insofar as reasonably possible.
5. Fiscal Year: The fiscal year of the Association shall be set by resolution of the Board of Directors.

Article XI
INDEMNIFICATION OF DIRECTORS AND OFFICERS

Each director and officer of the Corporation now or hereafter serving as such, shall be indemnified by the Corporation against any and all claims and liabilities to which he has or shall become subject by reason of serving or having served as such director or officer, or by reason of any action alleged to have been taken; omitted, or neglected by him as such director or officer and the Corporation shall reimburse each such person for all legal expenses reasonably incurred by him in connection with any such claim or liability, provided however, that no such person shall be indemnified against, or be reimbursed for, any expense incurred in connection with any claim or liability arising out of his own willful misconduct or gross negligence. Indemnification by the Corporation shall be in accordance with the laws and procedures of the state of Washington.

Adopted this _____ day of _____, 2010

President

Secretary

EXHIBIT "A"

Flying Acres, recorded in Volume 92 of Plats at pages 83 and 84, King County, Washington.

Flying Acres Division #2, recorded in Volume 87 of Plats at pages 94, 95 and 96, King County, Washington.

Flying Acres Division #3 recorded in Volume 98 of Plats at pages 99 and 100, King County, Washington.

Flying Acres Division #4, recorded in Volume 99 of Plats at pages 22 and 23, King County, Washington.