

FILED
In the office of the Secretary of State
of the State of California

JUL 18 1988

March Fong Eu
MARCH FONG EU, Secretary of State

ARTICLES OF INCORPORATION

OF

LA CRESTA PROPERTY OWNERS' ASSOCIATION

A California Nonprofit Mutual Benefit Corporation

One: The name of the corporation is La Cresta Property Owners' Association.

Two: This corporation is a nonprofit mutual benefit corporation organized under the Nonprofit Mutual Benefit Corporation Law. The purpose of this corporation is to engage in any lawful act or activity for which a corporation may be organized under such law.

Such purposes for which this corporation is formed is the maintenance, repair and upkeep of the private roads, drainage improvements, slope easements, water acquisition areas, and fire retreat areas within the boundaries of the La Cresta Development, County of Riverside, California.

Three: The name and address in California of the corporation's initial agent for service of process is Austin Linsley, 41811 Ivy Street, Murrieta, California 92362.

Four: Notwithstanding any of the above statements of purposes and powers, this corporation shall not, except to an insubstantial degree, engage in any activities or exercise any powers that are not in furtherance of the specific purpose of this corporation.

Five: The name of the existing unincorporated association now being incorporated by the filing of these articles is La Cresta Property Owner's Association.

Dated: 4-27-88

Austin G Linsley
Austin Linsley, Incorporator

I hereby declare that I am the person who executed the foregoing Articles of Incorporation, which execution is my act and deed.

Austin G Linsley
Austin Linsley, Incorporator

DECLARATION

Austin Linsley and Innette Starckenberg declare under penalty of perjury under the laws of California that they are the president and secretary, respectively, of La Cresta Property Owner's Association referred to in the Articles of Incorporation to which this declaration is attached, and that that association has duly authorized and approved in accordance with its rules and procedures its incorporation by means of those articles.

Executed at Murrieta, Calif.,
on April 27, 1988.

Austin Linsley
Austin Linsley, President
Innette Starckenberg
Innette Starckenberg, Secretary

JUL 18 1988



STATE OF CALIFORNIA

FRANCHISE TAX BOARD

9750 BUSINESS PARK DRIVE, SUITE 214
SACRAMENTO, CALIFORNIA 95827-1702

July 18, 1988

In reply refer to
347:APP:LA:dh:g

La Cresta Property Owners' Association
P. O. Box 1089
Murrieta, CA 92362

Purpose : Homeowners Association
Form of Organization : Corporation
Accounting Period Ending: October 31
Organization Number :

On the basis of information submitted and provided your present operations continue unchanged or conform to those proposed in your application, you are exempt from state franchise or income tax under Section 23701t, Revenue and Taxation Code. Any change in operation, character or purpose of the organization must be reported immediately to this office so that we may determine the effect on your exempt status. Any change of name or address also must be reported.

You are required to file Form 199 (Exempt Organization Annual Information Return) or Form 199B (Exempt Organization Annual Information Statement) on or before the 15th day of the 5th month (4 1/2 months) after the close of your accounting period. See annual instructions with forms for requirements.

You are not required to file state franchise or income tax returns unless you have income in addition to amounts received from membership fees, dues and assessments from tenant-shareholders or owners of residential units, residences or lots. In the event you have income in excess of \$100 from other than the above, you are required to file Form 100 (Income Tax Return) by the 15th day of the 3rd month (2 1/2 months) after the close of your accounting period and pay the tax due computed by using the corporate rate of tax. Such income is not subject to the minimum franchise tax.

If the organization is incorporating, this approval will expire unless incorporation is completed with the Secretary of State within 60 days.

Special Audit Section
Telephone (800) 852-5711

cc: Hart, King & Coldren
Secretary of State

FTB 4208-ATS (REV. 8-87)

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