

EXHIBIT "C"

NONBINDING ADVISORY VOTE OF MEMBERS ON PROPOSED SETBACK VEHICLE STORAGE RULE

The Board of Directors requests the members indicate their support or opposition to a rule change proposed to the Board last year. Rule changes are decided upon by the Board of Directors pursuant to Civil Code Section 1357.100, et seq., but the Board has decided to seek member input before proceeding further with consideration of such a rule change. The current version of the proposed rule follows:

1. Community Setback Parking Restrictions

As of January 1, 2010, the following items shall not be parked or stored, in whole or in part, in the portion of the Community Setback 6' from the back of the curb:

- Trailers
- Golf carts
- Boats
- Jet Skis, Sea-Doos and similar items
- RVs (defined as a motor home, travel trailer, truck camper, carryall, camp trailer, toy haulers, 5th wheel or any similar vehicle)
- Any vehicle with a height in excess of 7' at any point.

Limited Exception for Water View Drive - since the Community Setback on Water View Drive is 4' from the back of the curb, the Community Setback restricted parking zone imposed by this rule shall only be 4' on Water View Drive.

Limited Exception for Existing Boats of 21' or less and RVs. A boat that is 21' or less in length, or an RV, parked, as of the adoption of this rule, in the Community Setback restricted parking zone imposed by this rule may continue to park that RV or boat (one or the other, but not both) in the restricted parking zone after January 1, 2010, if the RV or boat is registered with the Association and has displayed on the bumper or other location specified by the

Association a current Association-issued Community Setback Restricted Parking Zone Permit. In order to register an RV or boat and obtain a Community Setback Restricted Parking Zone Permit, the RV or boat owner will need to demonstrate compliance with the following requirements:

- a) There is no alternative method of parking the RV or boat on an existing paved surface at the applicant's address so the RV or boat would not extend into the 6' restricted parking zone.
- b) The RV or boat is operational and has a current state registration and, as to boats, is 21' or less in length.
- c) The registered owner of the RV or boat, as appropriate, lives at the subject address and is either the lot owner or Lessee.
- d) The RV or boat is maintained in a neat and attractive condition.
- e) Payment of all applicable processing and parking permit fees.

Upon the sale of the existing boat or the existing RV, the holder of the Community Setback Restricted Parking Zone Permit may replace the RV or boat one time only with one of the same size or smaller. Upon sale of the replacement boat or RV or of the lot, no further boat or RV parking will be permitted in the restricted Community Setback parking zone imposed by this rule.

No more than one Community Setback Restricted Parking Zone Permit will be issued per lot, and then only if the above-listed requirements are satisfied. The permits are not transferable.

Commercial Vehicles. The restrictions set forth in Section VI.D.1 of these Rules on lot parking of commercial vehicles apply to the entire Community Setback. [Section VI.D.1 of the Rules states in relevant part: Parking of commercial vehicles on a lot is generally prohibited, but this prohibition does not extend to vehicles that are often used in society as non-commercial vehicles (2 and 4 door trucks being the prime example) and that are primarily used for regular transportation purposes.]

2. Revised Parking Rule C.3, CLPOA Rules and Regulations,
Section VI

No inoperable, stripped-down, partially wrecked or junk vehicle, or any part thereof, shall be parked on any Canyon Lake street or any lot in such a manner as to be visible from any other lot, street, lake or golf course within Canyon Lake.