

John Cannon
RECORDED BY JOHN CANNON & COMPANY CO

2006 APR -4 PM 1:45

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Foster Pepper PLLC
Attention: Gary N. Ackerman
1111 Third Avenue, Suite 3400
Seattle, Washington 98101-3299



2006 1177869 Clallam County

AMENDMENT NO. 1 TO
DECLARATION OF COVENANTS, CONDITIONS, RESTRICTIONS, EASEMENTS,
AND RESERVATIONS FOR SOLANA COMMUNITY ASSOCIATION

Grantor/Declarant: SEQUIM HIGHLANDS LLC, a Washington limited liability company,
SEQUIM HIGHLANDS ESTATE HOMES LLC, a Washington
limited liability company
Additional names on pg. N/A

Grantee: SOLANA COMMUNITY ASSOCIATION, a Washington corporation
Additional names on pg. N/A

Legal Description: Ptn. of W 1/2 of Sec. 28, Twp. 30 N., Rge. 3 W., W.M.
Official legal description on Exhibit A

Assessor's Tax Parcel ID#: 033028 300010 1000; 033028 300010 2001
033028 300020 - 300280
033028 420250

Reference # (if applicable): 20061177023

1177869

AMENDMENT NO. 1 TO DECLARATION OF COVENANTS, CONDITIONS,
RESTRICTIONS, EASEMENTS, AND RESERVATIONS FOR
SOLANA COMMUNITY ASSOCIATION

The undersigned, as Declarant and owner of all of the lots and tracts in Solana Estate Lots Phase I per plat recorded under Clallam County Auditor's File No. 20061177015, recorded a Declaration of Covenants, Conditions, Restrictions, Easements, and Reservations for Solana Community Association under Clallam County Auditor's File No. 20061177023 (the "Declaration"). The undersigned hereby amends Section 6.6 of the Declaration to read in full as follows:

Section 6.6 Commencement of Assessments. Assessments on each Lot shall commence upon the closing of the sale by Declarant of the Lot or upon the occupancy of the Completed Home, whichever is earlier. Until Assessments have commenced on all Lots, Declarant shall pay to the Association an amount equal to the excess, if any, of actual expenses of the Association over the amount of Assessments levied by the Association for operating expenses (excluding amounts levied for reserves). The Declarant shall establish the initial Assessment against the Lots based on the annualized budget adopted by it under Section 6.3; thereafter the Board shall fix the amount of the annual Assessment against each Lot based on the budget adopted by the Board and ratified by the Owners. Written notice of the annual Assessment shall be sent to each Owner. The Assessment may be divided into equal installments to be paid every month or quarter over the period of time covered by the budget.

Dated: April 4, 2006.

DECLARANT:

SEQUIM HIGHLANDS LLC, a Washington
limited liability company

By: John Cannon
Its: Managing Member

SEQUIM HIGHLANDS ESTATE HOMES
LLC, a Washington limited liability company

By: John Cannon
Its: Managing Member

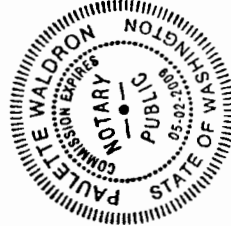
STATE OF WASHINGTON

ss.

COUNTY OF Clallam

I certify that I know or have satisfactory evidence that John C. Cannon and is the person who appeared before me, and said person acknowledged that he/she signed this instrument, on oath stated that he was authorized to execute the instrument and acknowledged it as the Managing Member, of SEQUIM HIGHLANDS LLC, a limited liability company, to be the free and voluntary act of such limited liability company for the uses and purposes mentioned in the instrument.

Dated this 4th day of April, 2006.



Paulette Waldron

(Signature of Notary)

Paulette Waldron

(Legibly Print or Stamp Name of Notary)

Notary public in and for the state of Washington,

residing at Port Angeles

My appointment expires 5-2-09

STATE OF WASHINGTON

ss.

COUNTY OF Clallam

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Dated this 4th day of April, 2006.



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