

Filed for Record at Request of and
After Recording Return to:

Brett T. Sullivan, Esq.
Sullivan Homes, Inc.
16114 E. Indiana Ave., Suite 200
Spokane Valley, WA 99216

**FIRST AMENDMENT TO DECLARATION AND COVENANTS, CONDITIONS,
RESTRICTIONS, EASEMENTS AND RESERVATIONS
FOR INVERNESS**

Grantor: Sullivan Homes, Inc.
Grantee: Inverness Spokane Homeowners Association
Tax Parcel Nos.: 55073.1449 (Parent Parcel)
Legal Description: Portion Tract 34 Plat A Greenacres Irrigation District
Full Legal Description: Set forth in attached Exhibit "A"
Related Documents: 5332931, 5576298

THIS FIRST AMENDMENT TO DECLARATION AND COVENANTS, CONDITIONS, RESTRICTIONS, EASEMENTS AND RESERVATIONS FOR INVERNESS (the "Declaration") is made by Sullivan Homes, Inc., a Washington corporation ("Declarant") as of this 29th day of November, 2007.

RECITALS

A. Sullivan Homes, Inc. is the named Declarant as Assigned under Spokane County Auditor's File No. 5576298 (the "Assignment of Declarant's Rights") for the Plat of INVERNESS recorded under Spokane County Auditor's File No. 5332931, (the "Original Declaration"), pursuant to the authority granted to the Declarant.

B. Declarant wishes to amend the Declaration in conformance with the authority provided therein.

1. Modification of Section Entitled "7.2.2 Computation of Regular Assessments". Declarant hereby modifies the section in the Declaration entitled

"7.2.2 Computation of Regular Assessments", which such modified section will provide as follows:

7.2.2 Computation of Regular Assessments. The regular assessment for calendar year 2006 shall be \$180.00 per year. During that year only, Declarant shall pay any shortfall in meeting actual amounts required in connection with obligations to be paid by regular assessments, without provision for any reserve fund accumulation. Thereafter, the Association shall compute the amount of its expenses on an annual basis and charge homeowners on a pro-rata basis.

2. Modification of Section Entitled "7.2.3 Amount Paid by Owners". Declarant hereby modifies the section in the Declaration entitled "7.2.3 Amount Paid by Owners", which such modified section will provide as follows:

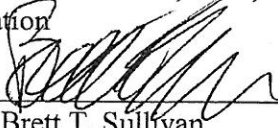
7.2.3 Schedule of Assessments. The Board can require, in its discretion or as provided in the Articles or Bylaws, payment of the Regular Assessment in annual or monthly installments.

DATED as of the date first written above.

DECLARANT:

SULLIVAN HOMES, INC., a Washington
corporation

By: _____


Brett T. Sullivan
Its: Vice President

STATE OF WASHINGTON)
) ss.
COUNTY OF SPOKANE)

On this day personally appeared before me Brett T. Sullivan, to me known to be the Vice President of Sullivan Homes, Inc., the corporation which executed the within and foregoing instrument, and acknowledged the said instrument to be the free and voluntary act of said corporation, for the uses and purposes therein mentioned, and on oath stated that he was authorized to execute the said instrument.

GIVEN under my hand and official seal this 29th day of November, 2007.

Tracy L. Carter
(Signature)

Tracy L. Carter
(Print Name)

Notary Public in and for the State of
Washington
My commission expires 1-5-2010

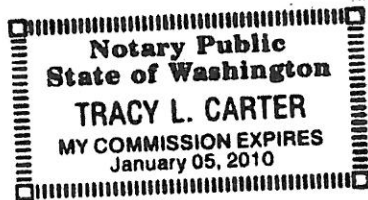


EXHIBIT "A"

The East half of tract 34 of Greenacres Irrigation District plat "A" as per plat thereof recorded in volume "E" of plats, Page 21;

except the West 6.00 feet of the South 357.70 feet thereof;

and except the South 118.44 feet of the East 241.79 feet thereof;

and except that portion of the East 132.00 feet thereof lying South of the North 313.00 feet of said tract 34;

situate in the Southwest Quarter of the Southwest Quarter of Section 7, Township 25 North, Range 45 east, W.M.;

also show as Parcel B of record of survey recorded in book 114 of surveys, page 64 on January 6, 2005 under auditor's file No. 5166475;

situate in the County of Spokane, State of Washington.