

**THE ASSOCIATION OF APARTMENT OWNERS OF ONE ARCHER LANE, INC.**  
**Resolution Regarding High-Risk Components**

The Board of Directors (the "Board") of The Association of Apartment Owners of One Archer Lane, Inc. (the "Association"), under the Declaration of Condominium Property Regime of One Archer Lane dated February 1, 1996 (the "Declaration"), as amended, hereby adopts the following administrative resolution pursuant to section 514B-138 of the Hawai'i Revised Statutes:

**WHEREAS**, the Board is empowered, on behalf of the Association, to regulate the use of the common elements of the project pursuant to Article III, Section 2 and Article X, Section 1 of the Bylaws of the Association of Apartment Owners of One Archer Lane (the "Bylaws"), and Sections 514B-104(a)(6) and 514B-106(a) of the Hawai'i Revised Statutes;

**WHEREAS**, Section 514B-138 of the Hawai'i Revised Statutes authorizes the Board, after notice to all unit owners and an opportunity for owner comment, to determine that certain portions of the units, or certain objects or appliances within the units pose a particular risk of damage to other units or the common elements if they are not properly inspected, maintained, repaired, or replaced by owners;

**WHEREAS**, among other things, leaking plumbing fixtures and washing machines (also including, but not limited to those items listed in Exhibit "A") can cause severe water damage to the Project. Delays in taking action to: (i) eliminate water leaks and water intrusion in units; (ii) eliminate water leaks and water intrusion into walls, floors, and ceilings; and/or (iii) repair and replace any damage caused by water leaks, may lead to mold problems and expensive remedial action;

**WHEREAS**, Section D.3 of the Declaration, Article X, Section 7 of the Bylaws, and Section 514B-137(a) of the Hawai'i Revised Statutes require each unit owner to afford to the Association and its employees, independent contractors, and agents access – during reasonable hours – through the owner's unit as reasonably necessary for the operation of the property;

**WHEREAS**, Section D.4 of the Declaration, Article X, Section 7 of the Bylaws, and Section 514B-137(b) of the Hawai'i Revised Statutes give the Association the irrevocable right, to be exercised by the Board, to have access to each unit at any time as may be necessary for making emergency repairs to prevent damage to the common elements or to another unit or units;

**NOW, THEREFORE, BE IT RESOLVED THAT** the Board of Directors of The Association of Apartment Owners of One Archer Lane, Inc., on behalf of the members of the Association, hereby adopts the following resolution to designate high-risk components, and establish requirements for care of high-risk components:

**A. Designation of High-Risk Components.** The components listed in Exhibit "A" attached to this resolution are designated high-risk components.

**B. Replacement at Specific Intervals.** The components listed in Exhibit "B" attached hereto shall be replaced at the intervals specified in Exhibit "B." Upon request, owners shall provide a copy of the contractor's invoice showing that the component has been replaced as required.

**C. Inspections.** The Association may conduct inspections of the high-risk components upon notice to the owners and residents. During the inspection, certain high-risk components may be identified as faulty. For purposes of this resolution, a high-risk component is faulty if: (1) the component has failed; (2) the component is near failure in the judgment of the inspector; and (3) the component's age is such that the inspector believes that it should be repaired or replaced even if not otherwise faulty. The Association may include in the notice of inspection an opportunity for the owner to elect to have the Association repair or replace any faulty high-risk components identified during the inspection at the cost of the owner. The Association is under no obligation to repair or replace the faulty high-risk component, but if it does so, the owner will be responsible for all costs and expenses of the repair or replacement except as provided in Paragraph E, below. Nothing herein shall override the Association's authority to conduct emergency repairs and replacements of unit components.

**D. Repair or Replacement.** If a high-risk component is identified as faulty during an inspection conducted pursuant to this resolution, the high-risk component shall be repaired or replaced by the time identified in the inspection report or the cover letter unless the Association has repaired or replaced the faulty high-risk component pursuant to Paragraph C, above. In the event that the Association has repaired or replaced a faulty high-risk component pursuant to Paragraph C, above, and except as provided in Paragraph E, below, the Association shall notify the owner and assess the owner the cost of the repair or replacement which if unpaid shall constitute a lien on the unit as provided by HRS Section 514B-146. Within four (4) business days of completion of the repair or replacement of the faulty high-risk component, the owner shall provide a copy of the contractor's invoice showing that the repair or replacement has occurred. If the faulty high-risk component is located in a unit, the unit owner shall be responsible for the cost of repairing or replacing the high-risk component, except as provided in Paragraph E, below. If the faulty high-risk component is located in a common element and it has been damaged by the owner, the Association shall repair or replace the components, but the owner will be charged the cost except as provided in Paragraph E, below.

**E. Repair and Replacement as a Common Expense.** Notwithstanding anything to the contrary stated herein, the Board in its sole discretion may choose to have the cost of repairing or replacing faulty high-risk component(s) paid for as a common expense.

**F. Failure to Comply with Resolution.** If an owner: (a) fails to comply with

the requirements of this resolution within the time frame in the inspection report or cover letter, (b) fails to make their unit available for any work covered by this resolution in a timely manner; or (c) does anything or refrains from doing anything that results in additional costs for the Association relating to work covered by this resolution, then the Association is authorized to: (1) enter the unit to perform the requirements with regard to such high-risk components at the sole cost and expense of the unit owner, which costs and expenses shall be a lien on the unit as provided in section 514B-146; (2) charge the unit owner any expenses incurred by the Association as a result of the actions or inactions of the unit owner; (3) issue fines and penalties against the unit owner; and (4) take any steps authorized by the Declaration, Bylaws, or applicable law.

**BE IT FURTHER RESOLVED THAT** nothing in this resolution shall be deemed to limit the remedies of the Association for damages, or injunctive relief, or both.

**CERTIFICATE**

I, KAREN SEDDON, Secretary of the Board of Directors of The Association of Apartment Owners of One Archer Lane, Inc., do hereby certify that the above is a true copy of the resolution duly adopted at a meeting of the Board of Directors, duly held on JANUARY 28, 2014 and duly entered in the book of minutes of the Association, and that this resolution is in full force and effect.

DATED: Honolulu, Hawaii, JANUARY 28, 2014.

THE ASSOCIATION OF APARTMENT OWNERS OF ONE ARCHER LANE, INC.

By: Karen Seddon

Print Name: KAREN S SEDDON  
Its Secretary

## EXHIBIT "A"

### HIGH RISK COMPONENT RESOLUTION

1. Washing machine
2. Washing machine hoses
3. Dishwasher
4. Dishwasher hoses
5. Clothes dryer exhaust connection
6. Electrical outlets and electrical switches
7. Breaker box
8. Water shut off valves
9. All faucets in the unit
10. All faucet hoses
11. All drainage pipes
12. All sink drain traps
13. Kitchen sink garbage disposal
14. Toilet "O" rings
15. Toilet flush valves and toilet tank-to-bowl gaskets
16. Bathroom toilet water hose
17. Bathroom toilet wax seal
18. Bathroom vents
19. Bathtub tile
20. Shower pan
21. Smoke alarms
22. Water connection to refrigerator
23. Lanai surfaces
24. A/C drip line drain
25. Lanai glass sliding door track cover strip and roller wheels
26. Lanai floors and rails
27. Window hardware including "all cranks, frames or other window or sliding door hardware" (Section B.1.b(v) of the Declaration)
28. Unit front door

## EXHIBIT "B"

### **\* HIGH-RISK COMPONENTS THAT MUST BE REPLACED IF DEEMED NECESSARY BY A LICENSED PROFESSIONAL:**

#### **Name of Component:**

1. Water shutoff angle valves
2. Water shutoff ¼ turn ball valves
3. Water supply lines (flex lines)  
(including vanity faucets, kitchen faucet and toilets)
4. Washing machine supply lines (rubber or braided flex hose)
5. Washing machine supply lines (flood check hose)
6. Ice maker plastic tubing
7. Dishwasher flex line
8. Toilet wax seals
9. Dryer vent and sub-duct systems
10. A/C drip line drain

**\* Note: When a component listed above is deemed defective by an appropriate licensed professional inspector, the apartment owner must replace it immediately.**