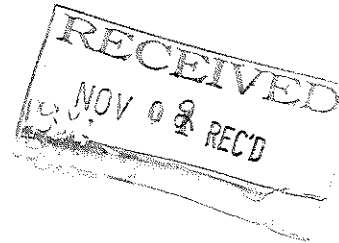


November 1, 2011

Board of Directors
River City Commons Association
c/o Riverside Management
1380 Lead Hill Blvd., Suite 201
Roseville, CA 95661

Re: *Recorded Rental Restriction*
River City Commons Association



Dear Members of the Board:

With the recent passage of *California Senate Bill 150*, which goes into effect on January 1, 2012, the Board has received inaccurate information regarding the application of *California Civil Code § 1360.2*, and whether it impacts the existing rental restriction found in the *First Restated Declaration of Covenants, Conditions and Restrictions for River City Commons* (the "CC&Rs"), as recorded in the office of the Sacramento County Recorder on November 5, 2009, in Book 20091105, at Page 0612. Under the express terms of *California Civil Code § 1360.2(f)* it **does not** apply to any rental restriction that was in effect on or before January 1, 2012. Accordingly, the recorded rental restriction found in the CC&Rs remains in effect and applies to all lots within the River City Commons Association.

Very truly yours,

BAYDALINE & JACOBSEN LLP

A handwritten signature in dark ink, appearing to read "D.M.B.", written over a faint circular stamp.

Darren M. Bevan