

ST AUGUSTINE SHORES SERVICE CORPORATION SPECIAL BOARD MEETING

SEPTEMBER 20, 2017

The St. Augustine Shores Service Corporation's Special Board of Directors meeting was called to order by President James O'Such at 7:00 P.M. Present: Vice President Austin Dietly, Treasurer Claire Lorbeer, Director Thomas Filloramo, Director Jeremy Duncan, Secretary Nicolas Arocha, Director Philip Van Tiem. Quorum Established.

General Manager Smith explained the origin of the pier, the Reserve Study that accounts for replacement of the pier and provided a status on the work completed and the work needed to complete the replacement of the pier.

The construction cost for the work completed prior to Hurricane Irma is \$50,000.

The cost to reconstruct the pier after Hurricane Irma using the first 250 feet of pier as it exists and building new pier at a higher elevation with new wood for the second 250 feet and the terminal end is \$198750.00.

Board Discussion.

Secretary Arocha discussed obtaining permitting for a pier through the Army Core of Engineers.

Motion:

Vice President Dietly made a motion to accept the bid to continue construction on the pier to stay first in line and complete the project. Seconded by Director Van Tiem.

Director Duncan voiced his concerns on future liabilities for future Boards. He is concerned about the financial position of the Service Corporation and spending a large percentage of the Reserves on 1 asset.

He recommends we apply for a 3-year business loan at 3.99 percent.

President O'Such stated that he supports the attending membership's desire to re-build the pier.

Secretary Arocha reiterated the Boards responsibility to replace an existing amenity that has been destroyed by an Act of God or a Natural Disaster.

The membership inquired about the strength of the pier and wanted to know if the reserve fund is added to each year.

There is concern about the handrails and splintering.

There was discussion on the demand for the pier and the length of the pier.

There was comment on the financial structure of the Corporation.

There was recommendation to support this project through fundraisers and to appoint a committee to handle this drive.

There was comment on the property values associated with the pier.

Unanimous. The Motion Carried.

Meeting Adjourned.

_____ President

_____ Secretary