

Questions/Answers From SVDC October 1 Special Board Meeting Comments

Lynn Blalock wants to see copy of lawsuit. She was sent the 5/5/20 email with attachments noted below

Marilyn and Mike Parks

#1 would like to see confirmation of the value of plaintiffs fees actually paid. Moot at this time; but would have been a requirement of settlement

#2 Is Dan's counter suit costing us money and will it be settled at the same time NO, yes

Mary Kohut

#1 Basis of lawsuit You would have to ask the plaintiffs

Ed Mracko

#1 Information about lawsuit On May 5th 2020 the SVDC sent approximately 160 Lot Owners (all the addresses we had at the time) emails including a Summary of the Lawsuit prepared by our Solicitor, and 9 documents filed with the Court.

#2 why was Dan singled out in lawsuit and no other board members You would have to ask the plaintiffs. At this point all but one claim involving him individually has been dismissed

#3 what actions or inactions were made by the board when lawsuit began to prompt a lawsuit

1. The Board was exploring changing the Lot Owner voting from cumulative voting of shares (each share represented 11 votes for Director(s)) to "One Lot one Vote" per open Board seat; and on all other matters.

2. Also at the time the Board suspended the sale of stock except to new members; in response to Mike Jenkins request to purchase 300 (or 500) additional shares. This would have been his 4th share purchase since moving to the lake in 2018. to give him a total of 750 (or 950) shares. Neel also asked to buy an additional 100 shares. These purchases would have given Jenkins 8,250 (or 10,450) votes for Board seats and IIRC Neel 1,650 votes.

#4 Did that board attempt to mitigate the issues prior to the lawsuit being filed The SVDC got a letter from the Plaintiffs Attorney around May 6th 2019 ; Before the issues raised in the letter could be addressed at the next Board meeting on May 16, the Plaintiffs filed their lawsuit (May 15th).

#5 were any of the conditions surrounding the lawsuit covered under the old bylaws Yes

#6 did the previous SVDC board solicitor advise any input to the board regarding the issues of plaintiffs Yes; all actions taken were with the advice of counsel