

# ***SURFSIDE III***

## ***February 2006 NEWSLETTER***

We appreciate your understanding and patience; we apologize for canceling our January 25th meeting. We didn't have a Board quorum. We appreciate the suggestion to notify owners via email regarding meeting changes, and we will attempt to do so.

We are sorry to say that Tony had to resign for personal reasons and will be living in Europe for a period of time. In addition, Skip has submitted his resignation, effective February 23, 2006, he will be selling his unit and moving closer to his children. Both Tony and Skip support the direction that the Board is taking, they are not resigning due to Board actions.

Spectrum is withdrawing as of March 31. We would like to thank them for their hard work and assistance with day-to-day management and preparations for the assessment. At this time Spectrum believes that we will be served better with a different management company. The Board is actively seeking a new company.

At this time, the Board is requesting that all interested parties submit Bios for consideration for the two open board positions by February 17, 2006. At that time the board will fill the vacant board positions. Also any owners that would like to participate in committees please provide your information as soon as possible to Spectrum.

Regarding the special assessment, the Board is continuing to evaluate this issue and is attempting to obtain firm quotes and to determine what the maximum loan commitment will be. Also the Board would like to explore more favorable funding options.

February 1, 2006