Mount Shaddai Home Owner's Association 64 Top Lane Aquone, North Carolina 28703

August 14, 1996

Dear Members (s):

At the conclusion of the Home Owner's Association meeting convened on June 29, 1996, I was elected as your new president. I am a property and cabin owner at Mount Shaddai so I have a keen interest in the prudent management of our collective property and the continuing success of our association. I would never have agreed to such an undertaking without the able assistance of your other elected officers: Elmo Neff, Vice President, Roger Mays, Treasurer and Bob Liniger, Secretary. Also, a farewell and thank-you is due to Jim Rhodes, your past president, for the work he did on your behalf.

I am excited about the progress that was made during the Home Owner's Association meeting. I believe we are prepared to move forward with responsible management decisions which will enhance and protect your investment by maintaining and improving the current roadways and infrastructure.

As an enclosure to this letter are the minutes adopted at the recent association meeting which you may wish to peruse. Some of the highlights are: local decision making authority to handle your needs in a timely manner, improved maintenance including roadways and adjacent right-of ways and a plan to evaluate the existing water system and make corrections as noted by a licensed professional engineer.

It would be my pleasure to meet each of you personally either at Mount Shaddai or at our next meeting. In the interim, we will keep you advised of any new developments.

Sincerely,

Torrey M. Johnson, President

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Mount Shaddai Home Owner's Association

TMJ/tj Enclosure

cc: Elmo Neff, Vice President Roger Mays, Treasurer Bob Liniger, Secretary

Mount Shaddai Homeowner's Association, Inc.

Bob Liniger, Secretary 64 Top Lane Aquone, NC 28703 704/321-5939

Association Update August 16, 1996

Water System

I have talked with the NC state engineer who will review our system. He assured me that we will not have any troubles with new building permits or with using the water system if we proceed promptly with the engineering study.

We have selected WK Dickson Co. of Asheville to do the job and one of their engineers will be here next week to survey and certify the system, as built. Once we find out what we have, the engineer will prepare a plan and schedule for the required improvements. These will be submitted to the state for review and approval. Meanwhile, we can continue activities as usual. There are no special restrictions on our system and we do not expect any to be imposed, as we continue to improve it.

The water quality tests continue to be fine. No problems.

Road System

We have received one quote on repaving the asphalt at the entrance -- \$9,600+. Since this is higher than expected, we are attempting to get two more quotes. This is not an easy assignment because the paving business is good here, and we are having difficulty getting the contractors to even come up here to give us an estimate. I won't give up.

I have not found anyone to give us a gate quote yet. Will keep looking. Any suggestions?

The gravel roads are generally in good shape and we have mowed the shoulders again. We hope to install some new culverts when the backhoe is here for the engineer's inspection of the water system.

Promises, Promises

I plan to see our attorney, our insurance agent and the Whispering Springs Association representatives ASAP, but that will probably be next month. I'm pedaling as hard as I can and still have some fun.

We now have 77 members

Torrey Johnson President 4801 S.E. 17th St. Gainesville, FL 32641 Orlando, FL 32825 352/371-5089

Elmo Neff Vice President 668 Paradi Lane 407/275-1204

Roger Mays Treasurer 15401 Woodcastle Pl Tampa, FL 33612 813/961-4820