**The Club at Mexico Beach Homeowners’ Association, Inc.**

**Owners Update Meeting**

**Conference Call**

**March 16th, 5:00 P.M. CST.**

**ATTENDEES:** The members present on the call were, Shannon Glover, Pam Horton, Brent Hamm, Jeff Adams, Ladonna Dodgen, Mandy Luttenton, Kristin Mink and Sharon Holland, Robert Rich, Sherry Hughes, Shawna King, Carol Hittner, Carolyn Wilson, Roxanne Glover, Brenda Hamm, Brett Wendel, Robbi Wendel, Sarah Adams, Larry Hester, Steven Adkins, Clay Parker, Randy Sharp, James Smith, Amy Boggs of Boggs Law, Adrian Welle of 4our SeaSuns and Daniel Etlinger (FIRM NAME?) was also in attendance, via conference call.

**CALL TO ORDER** 5:02 P.M. CST. The meeting was called to order at 5:02 P.M. CST by President Jeff Adams.

**OPERATIONAL AND FINANCIAL UPDATE**

Jeff spoke to the membership and informed the owners that the board has unanimously agreed to file for Chapter 11 Reorganization. Amy Boggs provided further information and a timeline of history of the rebuild process. Ms. Boggs spoke about the litigation as at pertained to the Servpro litigation and the attempts to get insurance proceeds to pay off Servpro. Servpro in turn filed a lien against the HOA in the amount of $5.7M and filed a lawsuit against the HOA. The HOA filed a lawsuit against AMCAP insurance, AMCAP went insolvent. At this point the claim was turned over to the State of Florida (FIGA). The HOA was able to get the Servpro lien dismissed but the court entered a judgment against the HOA in favor of Servpro in the amount of $2.7M, the court also imposed a million-dollar interest award at 18% for a total judgment of $3.7M in favor of Servpro. FIGA offered to settle with the HOA in an amount of $2.9M. Which leads us to where we are today. The reorganization of filing Chapter 11 allows the HOA a way to navigate the Servpro litigation and complete all the repairs. A brief question and answer period ensued.

**ADJOURNMENT**: Jeff Adams motioned to adjourn at 5:46 P.M. CDT.