

Stout Island Fund: Voting, Stewardship

The Stout Island Fund was created through voluntary donations by The Little Sissabagama Shore Owners Association (LSSOA) members to pay taxes on Frank Stout Island by way of the interest earned from the Fund. Details of the Fund can be found in the IRREVOCABLE DECLARATION OF DESIGNATED ACCOUNT OF LITTLE SISSABAGAMA LAKE SHORE OWNERS ASSOCIATION (IDD).

The Fund has a voting rights minimum donation threshold of \$1,000. This threshold can be achieved in a single donation or over time through multiple donations. Once this threshold has been reached, the donor gains full contributor status with one full vote per association member (one member per lot as outlined in the Association Articles and by-laws) regarding disbursement of the Fund. At the present time (2007) 100% of the fund is designated toward the payment of real estate taxes. Only fully vested contributors have a vote on matters regarding the Fund. Matters regarding the fund are to be brought to the Association members and Fund Contributors at the semi-annual meeting of the Association. A special meeting regarding the fund can be called by the trustees with a written sixty-day notice to all contributors. Limited voting rights: voting rights expire with the death of the last member of the contributing family and may not be passed on to a non-lakeshore owner successor, or ten years after the sale of property on the lake of the voting member family, or when the funds are liquidated or are exhausted. A voting member may elect to discontinue their voting rights at any time in writing to the Trustees of the Fund or as defined by the IDD.

A three person Trustee Committee was established to oversee management of the trust on behalf of the association. Trustees have an unlimited term of office but on less than three years, unless they are voted off the Trustee Committee by a majority of the fund voting members, they resign, do not demonstrate an ability to perform their fiduciary duty, are involved in any illegal or dishonest acts related to the Island Fund or personal activities. The association suggests Trustees voluntarily limit their term of office to no more than 10 (ten) years. No more than one Trustee may be replaced on the Committee per year except as defined above or as defined by the IDD.

A Trustee must be selected from the fund contributors except in such cases where no such members are available. If such is the case the trustee must come from the association membership and or as defined by the IDD

A Stewardship Committee was established by the Association to make recommendations to the full association on island matters regarding management of the property, ecology of the property and oversee and implement stewardship policy of the Island as related to the wishes of the Association. The stewardship committee must seek funds from the association for expenses related to the island, except for taxes, which are paid by the association from the Stout Island Fund. The Stewardship committee will make an annual report to the Association on the status of the island. The term of office for Stewards will be no less than three years and no more than seven years unless otherwise defined by the

association. The board for failure to perform his or her fiduciary responsibility may remove a steward. Stewards will have a rotating seat on the committee in which no more than one steward can be replaced per year. The Stewardship committee may work with the IDD Trustee to implement recommendations for the island.

All lakeshore owners in good standing with the association (as outlined in association by-laws, Article 2, par. 6) have 1 vote per membership donation on matters that come before the association. However, the general association membership donation does not include a vote on the management of the Fund.

Trustee Committee

Peter Lytle Term to Expire 2012
Mark Johnson Term to Expire 2013
David Sirianni Term to Expire 2011

Stewardship Committee

Peter Lytle Term to Expire 2010
Carol Abrams Term to Expire 2011
Leslie Kreofsky Term to Expire 2009

Fund members as of May, 2007

Voting Contributors

J. Amato
Abrams
Corcoran, Jr.
Corcoran, Sr.
Fleming
Frazer
Houden (Dick)
M. Johnson
Johnston
Kerofsky
Krolak
Lytle
Olson
Schnack
Schneider
Schield ?
Sirianni
Skwira

Non-voting contributors

Anderson

Barenbaum

Hruska-Claeys

Rheume