

TO: All Shareholders.

24 July 2017

I hope all of you are having a quiet and relaxing summer. It has been a relatively quiet one for Palm Worth but of course we still have weeks and months before the arrival of the "Season".

The important project this summer was to repair and replace the cracked tile under the lip of the pool as well as complete the restoration and painting of the pool deck. We contracted with our pool company, Mako, to remove the old tiles (there were 2 layers), repair the concrete, and install new tiles. I asked a committee of several shareholders plus Marcy and Kevin to advise us on which of the numerous colored tiles best matched our existing color tiles since, of course, our original tiles were no longer available. From all reports as well as photos the finished pool tile project is "perfect", if that is possible at Palm Worth, and the pool remains one of Palm Worth's best assets! We also contracted with Munyan Painting Contractors to caulk around the coping perimeter of the pool as well as all surface cracks remaining on the pool deck and to paint the entire pool deck. The painting of the pool deck was in our original Painting Contract with Munyan several years ago but removed since there was a need to do repairs to the deck and pool tile prior to painting. We also included in Munyan's contract the repair and painting of the sidewalk to the beach. The painted surface of these areas - pool deck and walkway - now match. In addition, we are in contact with Munyan to resolve the caulked areas on the walkways that are capturing dirt, sand, etc.

The Board has dealt with several areas of concern for Palm Worth. Upon the monthly inspection of the units, specifically those unoccupied for months and years, activity of sewer rats was detected. We are taking a strong stand on this and have called the PB City Works Personnel in to inspect the areas that are their responsibility since they did work in the area in front of our building a couple years ago. They have come, inspected the system, set traps and given suggestions to Marcy for areas that Kevin can secure. I have instructed Marcy that Kevin is to inspect on a monthly basis all those units that are unoccupied over a long period of time and not just during off-season. The Board will address what other options are available if there continues to be a problem such as working with a plumber to secure the areas. As of the last inspection, there has been no activity.

In addition, the Board is working with our Attorney in securing an Access Easement Agreement that specifically protects the interest of Palm Worth. We, as a Board, felt the Easement Agreement presented to us by the Town of Palm Beach for their access to equipment to be placed on Tideline property was a general agreement giving unlimited rights to place any or whatever on Palm Worth property even though the access area alone is 3 ft by 21 ft. In conversation with the Town's Attorney, our Attorney has written an Access

Agreement Easement that is acceptable to our Board. Our concern is protecting the interest of Palm Worth. I believe the Town will work with us in lieu of pursuing Eminent Domain.

Kevin is working on the list of summer projects. He is replacing all the rusting brackets on the stairwell railings with stainless steel brackets thus hopefully stopping the rusting of the newly painted and repaired railings.

Enjoy the rest of your summer!

Juanita Leary  
Pres. Palm Worth Board of Directors