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September 10, 2013

PSA Homeowners:

Television Service



The Board knows that everyone is concerned about the state of our television service, so we would like to take this opportunity to give you a status report on our television service contract and potential options for the future. Pegasus Communications filed Chapter 11 Bankruptcy, and in early July, a receiver was appointed by the court. In August, the PSA Board of Directors voted to approve the assignment of our Pegasus contract to Smithville through April 2014. Neither the terms nor the price of our contracts will change until the end of April. We have notified the court-appointed receiver for Pegasus that PSA wishes to terminate the contracts at the end of April, so that the automatic extension is not enacted.

The board has not yet met with Smithville to discuss the service they intend to provide between now and April; however, we have provided them a letter which states that if the contracted service is not delivered we will stop payment. The board will meet with Smithville in the next few weeks to discuss the current service. As for TV service after April 2014, the board does not have a definitive list of options for you at this time. As you are aware Smithville has offered residents a temporary discount on one of their packages to encourage residents to switch to their service. The Boards of the various villages also continue to gather information and pursue options for discounted service with Direct TV, which could include direct billing or bulk-rate billing options, based on the total number of villages who wish to participate. Additionally, Comcast has expressed interest in providing service after April, but we have not received any recent information on that possibility.

The good news is that we still have lots of time to make decisions before the end of April. Your Village Boards will continue collecting information and will ensure that residents have the best range of choices by early spring. So please do not feel pressured into making immediate decisions. We will continue to have basic service through our Pegasus contract, and the board will continue to share what information we have with your village representatives.

Culvert Repair

A culvert has collapsed on our main road between Harbor Pointe and Fairway Knoll. The board contracted with an engineering firm to develop a design specification that was used to solicit bids from three major contractors. The Board voted to award the repair contract to Milestone Contractors. They will begin work over the next few weeks, and hope to conclude by the end of November. The road will be closed to through traffic for 2-3 weeks. This repair will cost approximately \$75,000.

CY 2014 Budget

Everyone is also curious about what will happen with the funds currently collected and dispersed for TV service. The PSA board will be deciding on the calendar year 2014 PSA budget and assessment rates in October. The Board will be evaluating the funds necessary for road repair and maintenance, including the culvert repair mentioned above. You will receive your January assessment billings in mid-late December.

Sincerely,



Donna Stroup, PSA president