

From: Steve Hardee (hardeesteve@hotmail.com)

To: Morgan Dale <morganstx@gmail.com>,
kelly klempen <kellyklempen@yahoo.com>,
chris hanley <chris@chrishanley.com>,
Joseph Croney <joe@beamreach.co>,
"kimusvi@gmail.com" <kimusvi@gmail.com>,
mike sanford <mike@saastx.vi>,
"stxoceangirl@gmail.com" <stxoceangirl@gmail.com>

Date: Feb 20, 2019

Subject: SCYSA

Morgan and Kelly, unfortunately the lack of support and competitive actions of the SCYC along with the loss of a key EDC donor has put the SCYSA in severe financial distress. As of this writing there is a \$20,000 shortfall for obligations through May 31,2019(funds on hand will cover Tino's coaching fees through March 15th). Tino will be receiving the enclosed 60 day notice of termination today. SCYSA is exercising its its right to terminate based on actions by the SCYC. We now have the green fleet/fun sail program run by the SCYC, the high school program run by the parents and Opti advanced/high performance run by Tino.

I have included Kim and Nancy as they along with Kelly were key parents at the recent fund raiser where the SCYSA was repeatedly told it was not allowed to participate until the day of the event. I believe these parent fundraisers should have some say in how the \$13,000 plus dollars raised should be spent. Virgin Islands Sports Trust recently gave \$1,500 to the SCYC that could have been redirected to the SCYSA.

Joe has expressed reluctance to assume leadership of SCYSA as we do not have Director's and Officer's insurance. I understand his reluctance given the things that have been said about SCYSA in the past." YSA does not follow IRS/BIR rules and it was set up only to benefit certain sailors" are just two examples of falsehoods that have not helped the organization's reputation. We had 45 sailors at our peak and still have almost 20 that ALL benefit from the program. If we cannot find new leadership I will dissolve the organization once Tino leaves.

I want to give Kim a heartfelt thanks for running the program during the early years and her fund raising efforts. Thanks to Mike for his pro bono legal work.

Chris is an incredible fundraiser. He secured a house donation that he helped us sell for \$45,000 without commission and those proceeds were part of the \$105,000 spent on the six c420's and six 29er's we acquired in 2017. He has been responsible for countless other smaller donations we have received over the years. The boats would not be here without his support. Thank you, Chris.

If the financial situation does not improve by March 15th, SCYSA will attempt to sell the 420's to ST. Thomas to cover our remaining expenses. Dan Nicolosi has repeatedly expressed an interest in these boats. We will offer to donate the 29er's to the Kohl foundation as it has expressed interest in supporting international skiff sailing. The Nacra's lease will be terminated.

It is my sincere hope that funding can be found to keep Tino and that SCYSA will continue as a going concern under new leadership. I truly believe that the donor funds are out there to maintain the program as it exists and provide travel money so that the sailors can move to the next level. More support from SCYC will be important.

This is a very difficult email for me to write, but time is running out. Thank you all.