

**Kappa Sigma Zeta of Lambda Chi Alpha
Alumni Association, Inc.**
412-9 Tournament Drive
Union, New Jersey 07083
Phone/Fax (908)688-9062
Internet: AULAMBDA@HOME.COM

May 15, 2000

Dear Brother:

Since our re-colonization three years ago the colony has been struggling to attract brothers. This inability to attract members has put a financial strain on the Colony and the Alumni Association. Over the past two years the Alumni Association has been subsidizing the operating costs of the house because the active Colony/Chapter has been unable to fill it. Vacancies in the house have been in excess of 20%. This has resulted in a loss of revenue of more than \$30,000.00. This shortfall has been covered through operating surpluses from previous years and cutbacks in repairs. Unfortunately, we have now run out of this surplus and there seems to be no sense of urgency on the part of the actives to fill the house. The accounts receivables for room and board have also been growing steadily. Active brothers are not living up to their financial responsibilities.

The Board of Directors has decided that it is in the best interest of both the Active Colony and the Alumni Association to sell the house. The house and all property of the Alumni Association will be sold over the next 60 days. Details of the sale and the status of the Colony will be in the next issue of the Kappa Sigma.

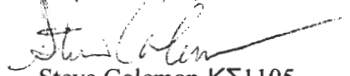
The Alumni Association will once again restructure itself and become an Alumni Association for the benefit of the Alumni. The Housing Corporation status will be dissolved. The money received from the sale of the assets will be used to pay off the existing mortgage, and any debts of the Alumni Association. The balance of the funds will be held in trust either by the Association or The National Fraternity for use by the Alumni Association for meetings, administrative costs such as the Kappa Sigma and club meetings.


If the Colony survives the downward trend of the Greek system at Alfred and is able to meet the standards set by the National Fraternity we will entertain the options to investigate housing opportunities at Alfred.

The Alumni Association will continue to support the Colony of Kappa Sigma Zeta of Lambda Chi Alpha in any way it can. It is the Boards belief that without the financial burden and responsibilities that come with the house that the Colony will be able to concentrate on the ideals of Lambda Chi Alpha and the true meaning of brotherhood.

If you have any questions or comments please feel free to contact us at the above number and address.

Yours in ZAX,


Steve Coleman KΣ1105
President


Mitch Feldman KΣ1064
Treasurer