

Approved 4-23-2009

**THE SURF CLUB CONDOMINIUM ASSOCIATION  
BOARD OF DIRECTORS MEETING  
MARCH 5, 2009**

The meeting was called to order at 4:00 p.m. at Hilton Grand Vacations Regional Office Marco Island, Florida. Board members in attendance were: Bill Chandler, Jim McCanna (via telephone) and Joe McCluskey. Attending from Hilton Grand Vacations (HGV) were: Sharry Luneke – Resort Manager, Randy Piatt – Regional Vice President Resort Operations and Riki Martin – Administrative Assistant and Acting Recording Secretary for this meeting.

**APPOINTMENT OF RECORDING SECRETARY**

**MOTION was made by Mr. McCluskey and seconded by Mr. McCanna to appoint Riki Martin as recording secretary for this meeting.** Mr. Chandler voted aye, Mr. McCanna voted aye and Mr. McCluskey voted aye. **Motion carried unanimously.**

**APPROVAL OF AGENDA & CERTIFICATION OF MEETING NOTICE**

**MOTION was made by Mr. McCluskey and seconded by Mr. McCanna to approve the agenda and certification of meeting notice.** Mr. Chandler voted aye, Mr. McCanna voted aye and Mr. McCluskey voted aye. **Motion carried unanimously.**

**POOL FURNITURE**

**MOTION was made by Mr. McCluskey and seconded by Mr. McCanna to approve the purchase of 5 – 9’ Fiberlite Market umbrella’s, 5 umbrella bases, 3 – 11’ Fiberlite umbrella’s and 3 free standing bases from Admiral Furniture for the cost of \$3,845.30.** Mr. Chandler voted aye, Mr. McCanna voted aye and Mr. McCluskey voted aye. **Motion carried unanimously.**

**DIRECTOR ENDORSEMENT**

**MOTION was made by Mr. McCanna and seconded by Mr. Chandler with Joe McCluskey abstaining, that the Board endorses the election of Joe McCluskey to the Board in 2009, and that Board President Bill Chandler be authorized and directed to write an endorsement letter for Director McCluskey on behalf of the Board, to be included in the mailing of ballots by Management, and that said letter explain the Board's rationale to the Owners, including the other three candidates, and encouraging the candidates to run again in future elections should Joe be elected.**

The Board, with Joe McCluskey recusing himself from any discussion and any vote, discussed the status of the elevator modernization project, which will be implemented within the next year at a cost in excess of \$300,000. Joe McCluskey has been the Board liaison with Management, our elevator consulting firm, and prospective elevator contracting firms interested in bidding on the project, and his services have been invaluable, given his years of experience in the electrical construction industry. This expertise has already exhibited itself with his leadership in this project, and the other

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Board members feel this expertise is essential in seeing the project through to completion now that the bid has been awarded and the project set to begin in the coming months. However, Joe's term as a Board member is expiring. Because of changes in Florida law, incumbent Board members may run again, but the term for all Board members is only one year in the absence of a By-Law amendment extending the term to a maximum of two years (which the Board hopes will be the case in the 2010 elections if the Board-endorsed By-Law fixing the term at two years is approved this year). Joe has agreed to run again for a one year term to see this project through to completion. Given the unique situation with which the Board finds itself this year, facing an election for only a one year term, and given the importance of both the elevator modernization project and Joe's role in the successful completion of that project, the Board is considering the extraordinary position of setting aside its history of neutrality in Director elections and endorsing the candidacy of Joe McCluskey for a one year term, while at the same time encouraging the other candidates to run again for a hopefully expanded Board in 2010 and 2011 to a five member Board and two year terms.

Following that discussion, the vote on the Motion took place. Mr. Chandler voted aye, Mr. McCanna voted aye, and Mr. McCluskey abstained. **MOTION CARRIED 2-0 WITH ONE ABSTENTION.**

**REPORT OF MEETINGS WITH HILTON MANAGEMENT**

Mr. Chandler reported on the Presidents meeting with Kim Kreiger Senior Vice President Hilton Grand Vacations. Mr. Kreiger will coordinate with Ms. Kilpatrick to improve communications and specific items that the Presidents have concerns about. Mr. Shelby will prepare the minutes of the meeting to be distributed to all board members.

**ADJOURNMENT**

**MOTION was made by Mr. McCanna and seconded by Mr. McCluskey to adjourn the meeting.** Mr. Chandler voted aye, Mr. McCanna voted aye and Mr. McCluskey voted aye. **Motion carried unanimously.**

**Meeting adjourned at 4:10 p.m.**