

Beverly Beach Improvement Club
Board of Trustees Meeting
August 12, 2007

The Board met at 10 AM at the home of President Ron Buzard. Present were Trustees Ray Owen and Lloyd Hamel, as well as Secretary-Treasurer Terry Hawthorne.

The minutes of the 5/25/07 Board meeting that were revised 5/31/07 were reviewed.

The Treasurer's report for fiscal year ending 7/31/07 was reviewed, and the financial records for the fiscal year were given to Terry Hawthorne who will forward them to Eldon Kemp who has agreed to audit the books for the Club.

The Board discussed the subject of increasing the liability limits for the Directors and Officers coverage from 1 million to 2 million dollars. The annual premium would increase \$360 for the increased coverage, changing the annual premium from \$1,030 to \$1,390. Ray Owen made a motion to increase each policy to 2 million dollars. Lloyd Hammel seconded the motion and it was passed.

Discussion regarding the safe deposit box at US Bank in Freeland. The existing box had Wally Tonstad still listed as a signer to access the box as well as Lyman Buzard, Ryan Goodman and Glenna Monsen. Due to bank rules and restrictions the bank was unable on 8/10/07 to update access according to a copy of the Board meeting minutes of May 25, 2007, revised May 31, 2007. Under authority by current signer Glenna Monsen and current President Ron Buzard, the decision was made to close the box so as to avoid complications regarding updating the list of past Board members that may or may not be able to sign on the box. Contents of the safe deposit box that include the original documents of the formation of BBIC, etc. are currently in safe keeping with Ron Buzard pending the decision to open another safe deposit box. Ron will check with Wells Fargo Bank, where the current BBIC checking and savings accounts exist to see if they have safe deposit boxes that would accommodate BBIC's needs, possibly at a reduced rate to what we were being charged at US Bank.

Should Wells Fargo be able to accommodate BBIC as far as box size capacity and the Board should decide to consider opening a safe deposit box at Wells Fargo, it was recommended by Lloyd Hammel that we ask if they have language in their safe deposit box contract that outlines guidelines regarding changes of signers on the box. If it is determined based on availability that a safe deposit box at Wells Fargo Bank would accommodate the needs of BBIC, yet there isn't detailed enough language in the contract to avoid confusion as to the change of Board members when they occur, Lloyd Hammel agreed at the request of Ron Buzard that he would look into coming up with language in a format that was relevant to future Board member changes that basically required that a change to the position of the President of BBIC require that the successor to the position be responsible to get the signers updated on the safe deposit box to include the then current President, Vice-President and Secretary-Treasurer.

(*Note: Possible subject for future Board meeting, although not discussed at this meeting. The above conversation regarding the safe deposit box might also include updating access to the current savings and checking accounts.)

The committee established at the annual meeting on July 28, 2007 to entertain the concept of including all lot owners in future voting and assessments was discussed. The focus of the discussion surrounding this subject was in regards to BBIC versus personal liability insurance issues. John Horn has agreed to be Chair of the committee. Ron will ask Dianne Shiner to head up the committee.

Meeting adjourned at 10:45 AM.