

**INSURANCE COMMITTEE MEETING
IN THE SOUTH BUILDING COMMUNITY ROOM
THURSDAY, NOVEMBER 13, 2009
9:00 A.M.**

MINUTES

CALL TO ORDER

Chairman Richard Werner called the meeting to order at 9:00 a.m.

ROLL CALL

John Dalton, Fred Travis and Dick Werner were present. Also in attendance was Manager Marino and approximately 3 owners.

REVIEW MINUTES FROM PREVIOUS MEETING

A motion was made by John Dalton and seconded by Fred Travis to waive the reading and approve the minutes of the January 29, 2009 Insurance Committee Meeting.

PROJECTED COST INCREASES

The Committee discussed the increased cost of flood insurance and the fact that the Association's attorney advised that the Board insure for flood at the 100% level. The Committee generally felt that the Board could not ignore their attorney's advice and the insurance should remain at the 100% level.

The Committee discussed the projected 20% wind increase for 2010. Unfortunately, few insurance companies are writing wind insurance policies in the State of Florida so the Committee agreed to accept the renewal with the State of Florida Pool, Citizens.

The Committee is expecting renewal figures for the remaining policies sometime during the first two weeks of December.

REVIEW STATUTE TO ASK OWNERS FOR PROOF OF HAZARD AND LIABILITY INSURANCE

New Florida Statute requires all condominium associations to require that each owner provide evidence of a currently effective policy of hazard and liability insurance. The law further states that upon failure of an owner to provide a certificate of insurance issued by an insurer approved to write such insurance in this state within 30 days after the date on which a written request is delivered, the association may purchase a policy of insurance on behalf of an owner. The cost of such a policy, together with reconstruction costs undertaken by the association but

which are the responsibility of the unit owner, may be collected in the manner provided for the collection of assessments in statute 718.116.

Since the Creciente Association has no recourse but to follow the new law, the Committee requested that the manager send the request for proof of insurance to each owner as soon as possible.

DISCUSS POLICY DEDUCTIBLES

The committee discussed the fact that the association is responsible for replacing drywall damaged during a casualty and felt that lowering the deductible from \$5,000 to \$2,500 on the property insurance policy was prudent. This recommendation will be brought forth at the next full Board meeting scheduled for December 1, 2009.

DISCUSS NEED FOR SECOND QUOTE FOR INSURANCE

The Committee generally felt that it would be a good plan to ask Statewide Insurance along with Brown and Brown for a Broker proposal for the 2011 insurance renewals. This work should begin no later than September 1, 2010. The Committee would also like to know how much the Brokerage firms are paid from the various insurance companies.

QUESTIONS AND COMMENTS FROM UNIT OWNERS

An owner requested that the Committee explore alternative workers compensation policies that would include volunteers.

ADJOURN

John Dalton motioned to adjourn at 10:25 a.m. and Fred Travis seconded. Motion Carried.