

motion to approve legal opinions and, in addition, to have the agreement forwarded to Wayne Coulon, State Farm Insurance Agent. The motion, seconded by Jackie Landis, carried.

Master Insurance Policy Renewal: Drew Corley made a motion that, having reviewed the renewal statement from the current carrier, State Farm Insurance, the master insurance policy expiring on March 1, 2009, be renewed with State Farm Insurance with an annual premium of \$97,803 and that the separate State Farm Fidelity Bond and Workers Compensation policies be renewed at their respective expiration dates. The motion, seconded by James Tuck, carried.

The following coverages are provided through State Farm Insurance:

- \$28,106,500 Blanketed Building Coverage (Guaranteed Replacement Cost)
- \$5,000 Deductible Per Occurrence
- 20% Deductible for Earthquake Coverage
- \$5,000,000 General Liability Coverage
- \$5,000,000 Directors & Officers Liability Coverage

Additional insurance information not discussed at the meeting is as follows:

The unit owner is responsible for the payment of the \$5,000 master policy deductible for any loss to his unit.

The master policy does not cover appliances or floor/wall coverings in an individual unit.

Owners should purchase an individual liability policy and a hazard policy to cover the unit interior, improvements not covered by the master policy, and personal property. The master policy covers only the common area and structures; you must insure your personal property and any component for which you have the maintenance responsibility.

Increase Fidelity Bond Coverage: Drew Corley made a motion to increase the amount of the Fidelity Bond from \$3,000,000 to \$3,050,000 with an annual premium increase of \$9.00. The motion, seconded by Jackie Landis, carried.

The meeting was adjourned to Executive Session at 6:50 P.M. to discuss possible interest earning options. No decisions were made.

NEXT MEETING

The next Board meeting will be held at 6:30 P.M. on Tuesday, March 10, 2009, in the Clubhouse at 1200 River Glen Row, San Diego, California.

ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned at 6:50 P.M.

Barbara W. Orvik
Recording Secretary