

ROCKPORT COUNTRY CLUB MEMBERS ASSOCIATION

BOARD OF DIRECTORS SPECIAL MEETING MINUTES

February 11, 2019

A Special Meeting of the Board of Directors of the Rockport Country Club Members Association was held at the clubhouse located at 101 Champions Dr., Rockport, Texas.

Those present were: Jon Heffron – President, John Hitchcock, Elyce Kahn, Charles Giesey, Ric Young, Herb Sutter, and Chet Cloudt.

Guest: Blake McDavid, GSM Insurors

Also, in attendance: Rick DeLoach, General Manager.

Jon Heffron, the Club President convened the meeting at 4:00 PM.

APPROVAL OF MINUTES: Jon asked if there was a motion to approve the minutes of the last Regular Meeting held on January 23, 2019. Accordingly, a motion was made and seconded to approve said minutes, as written. **A vote was taken and the motion carried.**

Jon then stated that the purpose of the meeting was two-fold:

1. Consider and vote on two proposed By-law amendments; and
2. Consider and vote on the implementation of the Club insurance policies for the coming year.

BY-LAW AMENDMENTS:

The first By-law amendment to be considered:

ARTICLE VII – 7.01 – Resignations, Suspensions and Expulsions. The amended language essentially provides for a member’s resignation to become effective as of the last day of the month in which proper notification is provided by the resigning member.

The second By-law amendment to be considered:

ARTICLE VIII – 8.01 – Dues, Fees and Charges. The amended language essentially provides that the Board of Directors shall have the authority to reduce or suspend club dues in the event of a catastrophe.

Jon provided an “explanation and rationale” for each proposed amendments. The exact language of each amendment was provided to the board members prior to the meeting and is incorporated herein by reference.

A motion was then made and seconded to adopt the By-law amendments referred to above, as presented. **A vote was taken and the motion carried.**

INSURANCE:

Jon introduced Blake McDavid of GSM to make a presentation regarding the Club's proposed insurance coverages for the coming year. Blake provided a 68-page insurance proposal package to the board, a copy of which is incorporated herein by reference. Blake opened the discussion by referring to the Premium Summary on page three. He then provided an explanation of three columns entitled "Expiring Premiums", "Renewal Premiums" and "Optional Premiums" for each type of coverage with total premiums of \$119,209.00, \$124,480.10 and \$110,537.35 respectively. He then referred to the marketing Submission Analysis found on page 5, noting that all of the companies solicited declined to submit proposals for various reasons, except those indicated for their respective coverages. He said he suspected the lack of interest by many companies was because of the extreme amount of damage caused by named storms in 2017-2018 and that he felt more companies would be willing to compete next year. Blake then explained the differences between last year and the proposed current year coverages. He also stated that the Club will have superior coverage under the proposed new policies over what we had last year and prior to Hurricane Harvey. He then concluded by recommending that we purchase the plans listed under Optional Premiums in the premium Summary. Jon also recommended that we make those selections. Blake and Jon further recommended that we put a prior arrangement in place for the services of both a Loss Mitigation Contractor and a Public Adjuster, which can be done without any binding financial commitment. By doing this, you can put yourself first in the que with these companies for their services in the event of a catastrophe. Blake offered his assistance in arranging for those representations.

A motion was then made and seconded to accept GSM's proposed recommendations for insurance coverages, as submitted. **A vote was taken and the motion carried.**

ADJOURN:

No further business coming before the Board, the meeting was adjourned at 4:40 PM.

Chester R. Cloudt, Jr.
Secretary/Treasurer
Rockport Country Club Members Association