

Approved July 11, 2008

**CLUB REGENCY OF MARCO ISLAND
BOARD OF ADMINISTRATION
TELECONFERENCE MEETING
WEDNESDAY, JUNE 11, 2008**

The meeting was called to order at 11:00 a.m. by President, Ralph Pearman at Club Regency of Marco Island, Marco Island, Florida. Board members in attendance via telephone were: Jan Brehm, Jim Chinavare and Judge Pearman. Attending from Hilton Grand Vacations (HGV) were: Tony McHugh – Resort Manager, Lael Kilpatrick – Regional Manager Resort Operation and Riki Martin – Administrative Assistant and Acting Recording Secretary for this meeting.

PROPOSALS & DISCUSSIONS

a. DBPR Letter

The Board discussed the letter received from the Department of Business and Professional Regulations (DBPR). The negative operating fund balance at December 31, 2007 was \$(66,054), indicating an increased deficit from the negative fund balances of recent years. The budget of the Club Regency of Marco Island Association has not adequately addressed prior period deficits for the past several years. The Board will need to provide to the Division a plan of action to fund the deficit.

MOTION was made by Ms. Brehm and seconded by Mr. Chinavare to have discussion and action to correct the prior deficit at the October 2, 2008 budget meeting. Ms. Brehm voted aye, Jim Chinavare voted aye and Judge Pearman voted aye. **Motion carried unanimously.**

Mr. Zimmerman joined the meeting at 11:10 a.m.

b. Club Regency Legal Issues

There is a suit against Club Regency of Marco Island Condominium Association, Inc. by a former HGV employee. Ms. Kilpatrick advised that a motion to remove the Association as a named defendant was necessary and that the Association needed to retain an attorney to file that motion.

MOTION was made by Mr. Zimmerman and seconded by Ms. Brehm to direct Hilton Grand Vacations to hire attorney Michael J. Belle to file a motion to remove the Association as the named defendant, from the law suit filed by the former employee. Hilton Grand Vacations will bear the cost of the attorney since he was a HGV employee. Ms. Brehm voted aye, Mr. Chinavare voted aye, Judge Pearman voted aye and Mr. Zimmerman voted aye. **Motion carried unanimously.**

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ADJOURNMENT

MOTION was made by **Mr. Zimmerman** and seconded by **Mr. Chinavare** to **adjourn the meeting**. Ms. Brehm voted aye, Mr. Chinavare voted aye, Judge Pearman voted aye and Mr. Zimmerman voted aye. **Motion carried unanimously. Meeting adjourned at 11:30**