

GRENELEFE ASSOCIATION OF CONDOMINIUM OWNERS NO. 1, INC.
Minutes of the Meeting of the Board of Directors
February 27, 2012

John Rasmussen called the meeting to order at 1:00 p.m. on the date above noted at the location and time specified in the notice of meeting.

Those present were:

John Rasmussen, President	Richard Moore, Director (via phone)
Earl Monari, Vice-President (via phone)	Joyce Morris, Director (via phone)
Bryon Smith, Secretary (via phone)	Glenn Norton, Director (via phone)
Carl Bauer, Director	Chris Gourdie, General Manager
John "Randy" Kuhl, Director	Carol Post, Assistant General Manager

Robert Krueger was absent.

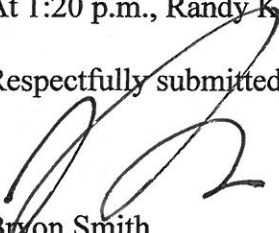
The president announced that a quorum was present and that the notice for this meeting was posted in accordance with the bylaws and statutory requirements.

The following proposal was submitted by McGriff, Siebels and Williams and presented to the board prior to the meeting: \$67,919,055 in property and casualty insurance at a total premium of \$258,697, \$2,000,000 in general liability insurance at a total premium of \$27,967, and \$10,000,000 in umbrella coverage at a premium of \$9,270. Chris Gourdie explained that he had spoken with Brian Siegel and that Mr. Siegel indicated he had gone over the proposal and that an increase of only 9 percent on property and casualty in today's market was good. Mr. Siegel told Mr. Gourdie that he had gotten the verbage changed regarding the aluminum wiring, that he was comfortable with the flood coverage, and that everything looks good. Mr. Bauer indicated that Mr. Siegel had told him the same thing. Richard Moore then moved, and Carl Bauer seconded a motion, which was passed unanimously, to accept the insurance proposal as presented.

The next item on the agenda was discussion of the proposal by Treehouse LLC. In its latest proposal, which was previously provided to the board, Treehouse asked the Association to discount the \$117,000 balance which was the subject of the prior agreement by 25 percent, with the resulting \$87,500 balance due in 60 monthly installments. Richard Moore stated that he didn't feel the board should accept the proposal, that it would set a precedent, and John Rasmussen said if Treehouse's fees were discounted, the Association would have to do the same for every other owner. Carl Bauer moved and Randy Kuhl seconded a motion, which was passed unanimously, to reject Treehouse's new proposal.

At 1:20 p.m., Randy Kuhl moved and Carl Bauer seconded a motion to adjourn.

Respectfully submitted,


Bryon Smith
Secretary