

PPOA Emergency Board Meeting Minutes

May 10, 2012; 7:00 pm; PPOA Lodge

Meeting called to order at 7:05 PM

Attendees:

Board Members: David Blad, Deb Daly, Walter Ducharme, and Nancy Eichenberger

Purpose of meeting: Determine financial strategy to accommodate excessive increase in liability insurance rate.

The proposed rate encompassed a 57% increase. This rate could not be supported by the approved FY 2013 Operating Plan. Various options such as drop the protection completely, reduce the liability limits, seek out other providers, (not an option as policy runs out on May 12 2012.) It was agreed to fill out the requested forms, submit them on May 1, 2012 in order to obtain an accurate quote from our current provider Broberg Insurance. The major factor in the increase is due to the dams on site, one of which was not accounted for in previous quotes.

Other factors such as the basketball court, the 180 acres of vacant land, the increase of homes from 120 to 125 and the revised square footage of the lodge from 900 to 1,548 sq. ft. Walter agreed to fax the forms to the agency.

Meeting adjourned at 8:05 PM

May 11, 2012

Upon verification that the actual increase was projected at \$2,035.28 which would have increased our fee from \$4,417.60 to \$6,452.88. A monthly payment plan was offered for the increase but was rejected. Walter remained in contact with Broberg as they sought out six or seven other brokers each of which provided minimal reduction or would not bid at all due to the dams.

Eventually Western World Insurance Co. provided a bid \$5,285.00 which is an increase of \$867.40 over our rate of \$4,417.60.

Policy was bound today with a required payment of \$867.40 due on Monday May 14, 2012

Respectfully submitted,

Walter J. Ducharme