

**CAUSEWAY ON GULL
BOARD OF DIRECTORS MEETING
October 19, 2013**

1. The meeting was called to order by Association President, Mark Nagel. Also present from the Board were Pat O'Hara, Gloria Williamson, Glen Johnson, Dennis Nordstrand, Daryl Luthens, and Steve Wagner. Bob Edstrom and Doug Johnson were absent. Ad Hoc Committee members Roy Jensen, Rob Hanson, Joe Lanz, and Chuck Standfuss were present. Laura Johnson was absent. Legal Counsel, Dick Hawke, and Narveson Management representatives Neal Narveson and LeAnne Rundhaug were also present.
2. A motion was made and seconded to approve the minutes of the Board Meeting held July 13, 2013, as corrected. The motion carried.
3. Management Report – Neal reported on the following:
 - A. The bank approved the line of credit increase. Mark will need to resign the loan papers.
 - B. He has been in contact with Capital Source and will be getting together with Dick to discuss options on how to approach them with a settlement offer.
 - C. Currently the Association has 3 intervals listed for sale; however Dick is working on getting the title commitments for 36 more intervals. Those will be listed once they are registered with the Commerce Department.
 - D. Neal has also had some contact with Global Exchange and they may still be interested in taking some intervals.
 - E. Several scam resale companies have been identified and are getting prosecuted nationally. Part of the penalty they are being given is deeding those intervals back to the Association.
 - F. Causeway Development still has some intervals in their name. Neal will see if there is a way Capital Source could help to get them deeded to the Association, otherwise they will have to go through the foreclosure process.
4. Meeting Business:
 - A. There was some discussion regarding the number of intervals that will need to be foreclosed upon. Dick mentioned that he would be willing to work with the Board on a payment plan/option to complete the foreclosures.
 - B. Dick explained that one of the owners passed away and it might be less expensive for the Association to pay for probate to get title to the interval; otherwise it would eventually need to be foreclosed. The Board agreed to pay the probate costs to get the week.
 - C. The Board reviewed the 2014 proposed budget. There was much discussion regarding the need to increase fees. Some options were also considered to get owners to pay on time. Following discussion, a motion was made and seconded to approve the 2014 budget at \$745 for annual usage. The motion carried.
 - D. The Board agreed to offer the foreclosed inventory through May for bonus weeks.
 - E. Neal reported that the roof on unit 47/48 is in bad condition and should be replaced as soon as possible. Because this is a newer unit, he will see if an insurance claim could be filed. A motion was made and seconded to have the roof on unit 47/48 replaced this fall regardless of how it is paid for. The motion carried.
 - F. The Annual Meeting is scheduled for Sunday, November 17th. Bob, Glen, and Daryl's terms are up. Because Bob's term limit is expired, he cannot be re-elected this year. Daryl would like to continue on the Board, and Glen would like to move to the Ad Hoc Committee. Drawings will be held again this year at the annual meeting.

A motion was made and seconded to adjourn. The meeting adjourned