

**NOTICE OF SPECIAL BOARD OF DIRECTORS MEETING
TO RENEW INSURANCE AND ESTABLISH DEDUCTIBLES
FOR MAJESTIC BEACH TOWER I AND II, A CONDOMINIUM**

NOTICE is hereby given that at the Special Meeting of the Board of Directors to be held on Thursday, May 6, 2010, at 1:00 PM, central time, at: Majestic Beach Resort Activities Building, 4th Floor Board Room, 10900 Front Beach Road, Panama City Beach, FL 32407, the Board will discuss the renewal of property and casualty insurance policies, at which time, the Board will establish the amount of the deductibles for each respective policy as required by §718.111(11)(c)3.

The proposed deductibles are anticipated to remain at 2009 amounts for each of the policies, which are as follows:

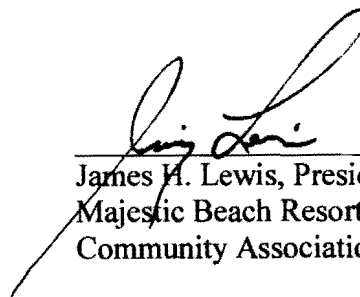
Fire and Other Casualty Policy Deductible:	\$5,000.00
Flood Policy Deductible:	\$1,000.00
Named Storm Wind Policy Deductible:	3% of Policy Amount*
All other Wind Policy deductible:	\$25,000.00

*The deductible for the wind damage policy is established by Citizens Property Insurance (State of FL sponsored insurance) at 3% of the policy amount, and this amount is non-negotiable if Citizens provides the wind insurance policy. The Board may also consider lower wind deductibles at the Special Meeting if such are offered by other insurance companies at a price that fits within the Association's budget.

If an insurance claim were to be filed by the Association, the Board anticipates that the deductible would be paid using existing Reserve Funds, currently totaling \$272,700 in the aggregate for both towers. However, should a catastrophic wind event from a named storm occur, the 3% wind deductible would be funded by a special assessment at that time as authorized by paragraph 39 of the Association's By Laws. Should such an event occur, it is estimated that a special assessment of up to approximately \$3.92 per square foot for each Unit could be assessed in order to provide funds for payment of the insurance deductible.

Members of the Board of Directors may appear by telephone at this meeting.

Posted: April 21, 2010



James H. Lewis, President
Majestic Beach Resort
Community Association, Inc.