

**MINUTES OF MEETING
SUNSHINE WATER CONTROL DISTRICT**

A Regular Meeting of the Sunshine Water Control District's Board of Supervisors was held on **Wednesday, July 11, 2012, at 6:30 p.m.**, in the **Commission Chambers, Coral Springs City Hall, 9551 West Sample Road, Coral Springs, Florida 33065.**

Present at the meeting were:

David Hulett	President
Joe Morera	Vice President
Emily Heafy	Secretary

Also present were:

Craig Wrathell	District Manager
Matt Kozak	Wrathell, Hunt and Associates, LLC
Doug Paton	Wrathell, Hunt and Associates, LLC
Bill Capko	District Counsel
Cory Selchan	Field Superintendent
Rhon Ernest-Jones	District Engineer
Tom Donahue	District Engineer
Brian DeGirolmo	DeGirolmo & Associates, Inc.
John McKune	McKune & Associates
Joseph McKenzie	Resident
Gary Runge	Resident
Anthony Fandrey	Resident

FIRST ORDER OF BUSINESS

Call to Order/Roll Call

Mr. Hulett called the meeting to order at 6:30 p.m. He noted that today marks the 49th anniversary of the Sunshine Water Control District.

Mr. Wrathell indicated, for the record, that all Supervisors were present, in person.

SECOND ORDER OF BUSINESS

Citizens' Requests

Mr. Gary Runge, 11864 NW 31 Street, stated that he conducted research on the ROW project and warned the Board that residents are watching. He spoke of the city's pride in developing wildlife habitats in the community. He questioned why there is discussion regarding cutting trees and wildlife habitats. Mr. Runge discussed migration patterns of birds and the need

to maintain vegetation. He indicated that he brought this matter to the attention of the Audubon Society and the Sierra Club, who will discuss it at their monthly meetings. Mr. Runge questioned the Board's scientific knowledge and stated that they are causing more problems than they are solving. He spoke of corrections to pictures depicting the work to be performed, noting that most banks are not 25 feet. He feels that the District's Engineer's April presentation was incorrect regarding their \$500 estimated, per tree, replacement cost. Mr. Runge stated that he spoke to Mr. Peter Berg, of Broward County, who told him that the city will not be able to sell a tree for \$500. If a tree can be relocated, it must be; the District cannot just pay the money. Mr. Runge contended that both Mr. Morera and Ms. Heafy are encroaching on the right-of-way. He encouraged the Board to seek other alternatives. Mr. Runge questioned if Option 3 is valid, as he knows of those choosing it but then being told they cannot keep certain things. He wants the right to keep his entire back yard by signing off and accepting liability.

Ms. Heafy discussed her property and acknowledged Mr. Runge's concern.

Mr. Morera asked District Counsel if Mr. Runge's suggestion of property owners accepting liability is a viable, operational option. He worried that, after a storm, those property owners may not have the financial ability to address the cleanup needs. Mr. Morera asked what options does the District have if the property owners cannot pay the cleanup costs and wondered if the District could file a lien on the property. He felt that the matters of individuals accepting liability but actually being able to pay are quite different, in the aftermath of a storm. Mr. Morera stated he is in favor of this approach but only if it is enforceable.

Mr. Hulett felt that the liability matter was already built in to Option 3. If something remains, the property owner is responsible, must remove it or pay the District and, if they cannot, a lien will be placed on the property. He noted that the Canal AA and BB Project contained 86 properties with only 42 requiring clearing; of the 42, property owners chose to have the District clear the right-of-way. A single property owner asked to keep trees and gave the District an easement agreement.

Mr. Ernest-Jones advised that the property owner is moving, no longer wants an easement on the property and asked the District to remove the remaining trees.

Regarding his property, Mr. Hulett noted that there is some vegetation that could be cleared when his canal is addressed.

- **Permit Application Review: Permit 2008-01 – Request for 5-Year Extension - The Country Club of Coral Springs, Inc.**

******This item, previously Item 11B.i., was presented out of order.******

Mr. Ernest-Jones indicated that this is an application for extension of the existing permit. Mr. Donahue reviewed the permit area noting that the original permit allowed a certain area to be filled and the installation of a drainage pipe so a parking lot, light poles and vegetation could be installed in the area. Due to economic conditions, the work has not been completed, which is why the extension is being requested. Mr. Donahue recommended inclusion of a special condition stating that they provide updated drainage calculations, once the project is ready to proceed, to ensure proper sizing of the drainage pipe.

Mr. Hulett asked if the permit requires any changes. Mr. Donahue advised that special conditions must be added. In response to Mr. Hulett’s question regarding whether the resident is maintaining the canal bank, as specified, Mr. Ernest-Jones stated that the vegetation does not encroach but some ficus trees may need to be removed if culverts are built in the area.

Mr. Brian DeGirolmo described the current landscaping condition. The Country Club maintains the property to the north.

On MOTION by Mr. Morera and seconded by Ms. Heafy, with all in favor, Permit 2008-01, Request for 5-Year Extension, The Country Club of Coral Springs, Inc., IBI Project No. 22761, was approved.

THIRD ORDER OF BUSINESS

Continued Discussion: Proposed Budget for Fiscal Year 2013

Mr. Wrathell presented the updated proposed budget for Fiscal Year 2013. He reminded the Board that they have the opportunity for continual input, until it is adopted. He reviewed the highlighted expenditure changes, on Page 1, including an increase from \$5,000 to \$7,000 for supervisors/staff travel and from \$2,500 to \$5,000 for the website. Page 2 expenditure changes included a \$35,000 line item for generator diesel, which was achieved by shifting money from the contingencies line item. The capital outlay line items, highlighted in blue, were adjusted to achieve a balanced budget. Mr. Wrathell reviewed the fund balance amounts, including assigned

fund balance of \$581,205 representing three (3) months working capital, disaster recovery of \$2 million and the unassigned amount of \$403,091.

Ms. Heafy questioned if the District should pay off the remaining balance on the truck, to avoid interest. Mr. Wrathell felt that paying it off would require shifting funds or increasing assessments. Mr. Hulett asked Mr. Wrathell to present payoff information at the next meeting.

Ms. Heafy asked how the District will pay FEMA. Mr. Wrathell noted that a bill has not been received but, when it is, he suggested that the District request a payment plan. Mr. Hulett recommended writing a letter to the President asking why local governments are being treated in this manner. Mr. Wrathell felt that the District could make the payment from its unassigned fund balance. Mr. Wrathell thought that budgeting for the expense adds legitimacy and suggested addressing it when a bill is received. Ms. Heafy recommended negotiating against paying interest. Mr. Morera felt that the District should only pay the prorated amount for the unsubstantiated work, which he estimates to only be 2% of the total amount. Mr. Morera asked permission to invite local representatives to meet with the Board. Mr. Wrathell noted that a letter was received from Senator Bill Nelson.

Mr. Wrathell assured the Board that, once a FEMA invoice is received, it will be presented to the Board for approval, prior to payment.

Mr. Hulett recalled his desire to maintain or reduce the assessment level. The proposed budget currently reflects a \$1.28 increase, which he wants to eliminate. Mr. Hulett indicated that District Counsel requested \$72,000 for next year and noted that this amount is a great increase from legal expenses five (5) years ago, when legal costs were \$1,000 per month. He acknowledged that the bills reflect a discount but are still high. Mr. Hulett asked if District Counsel would consider maintaining the same \$60,000 budget as in the current fiscal year, as most of the major legal issues are behind the District.

Mr. Capko was unsure that the majority of the work is over, as the ROW project continues and they are not finished dealing with the tree issues with the city.

Mr. Morera was in favor keeping the proposed \$72,000 legal budget and addressing the matter for Fiscal Year 2014, once the ROW project issues are better known.

If legal expenses were to exceed the budget, Mr. Hulett asked Mr. Wrathell to explain the ramifications. Mr. Wrathell stated that the auditor will consider the total general fund, with the understanding that individual line items will go over and some will be under. The auditor is

concerned that the overall figures balance. If necessary, the District can approve a budget amendment using reserve funds for any overage; however, Mr. Wrathell does not feel that will be necessary this fiscal year.

Mr. Hulett asked Mr. Wrathell to voice his feeling on the legal expenses. Mr. Wrathell stated that District Counsel was asked to do a lot, over the past year. Mr. Wrathell hoped that the major work is over and expressed that, from a financial perspective, he prefers to keep a realistic amount, as opposed to cutting it too close. Mr. Hulett summarized Mr. Wrathell's feeling that it is better to budget higher and not use it than to budget low and go over. Mr. Wrathell agreed with that statement, noting that the District's reserves have been largely built on budgeting high and coming in low. Mr. Capko assured the Board that District Counsel looks to provide the necessary service; they do not feel compelled to spend the entire amount simply because it is budgeted.

Mr. Hulett turned his discussion to the District Engineer costs. He explained that the District needs to reduce budget expenditures by approximately \$22,000 to avoid increasing assessments. Mr. Hulett noted that the projected engineering expense, for the current fiscal year, is approximately \$264,000; however, Mr. Jones is requesting \$264,000 for the next fiscal year.

Mr. Ernest-Jones stated that he is willing to drop the figure; however, he sees many large projects coming in the future. Mr. Ernest-Jones advised that he is attempting to cut back on the time spent. At Mr. Hulett's suggestion, Mr. Ernest-Jones agreed to reduce the engineering line item to \$240,000.

Mr. Hulett asked that the SunTrust Loan Amortization Schedule be removed from the proposed budget, as it has been paid off.

Mr. Hulett referred to the debt service schedule and noted that the District has done well in borrowing at a time when interest rates are very low.

In response to Mr. Morera's question, Mr. Wrathell explained that the reduction to the engineering expenditure line item will allow the O&M assessments to remain the same, or slightly reduced; however, the debt service assessment is new, for the coming year.

FOURTH ORDER OF BUSINESS

**Discussion/Consideration: Savings/Money
Market Account Options**

A. BB&T (*Savings*)

- B. **FineMark Bank** (*Money Market*)
- C. **Broward Bank of Commerce** (*Money Market*)
- D. **Wells Fargo Bank** (*Money Market*)
- E. **Centennial Bank** (*Money Market*)
- F. **Old Florida National Bank** (*Money Market or CDARS - Insured Cash Sweep*)
 - o **Mock Projection of Earnings Using CDARS**
 - o **Yields**
- G. **SunTrust Bank** (*Money Market*)
- H. **BankAtlantic** (*Money Market*)
- I. **Email from Community Bank of Broward. No Longer Participating in CDARS Program**

Mr. Wrathell recalled discussion of investment options at the last meeting. He referred to the spreadsheet and stated that most banks are highly rated; however, most of the yields are not great. Mr. Wrathell voiced his opinion that the only savings accounts worth considering are Broward Bank of Commerce, Old Florida National Bank and FineMark Bank. He recommended periodically reviewing potential yields.

Mr. Wrathell noted that Community Bank of Broward no longer participates in the CDARS Program, as confirmed in the email, located behind Tab I.

Mr. Wrathell explained that the District can only invest its funds in a qualified public depository (QPD), which is the reason that some banking institutions cannot be considered. According to the analysis, Mr. Wrathell recommended authorizing Management to open accounts at the three (3) banks, with \$249,000 in each account. Mr. Wrathell noted that banks can change their rates at any time.

On MOTION by Ms. Heafy and seconded by Mr. Morera, with all in favor, authorizing Staff to prepare and the Chair to execute resolutions to open savings accounts with Broward Bank of Commerce, Old Florida National Bank and FineMark Bank, depositing \$249,000 per account, was approved.

FIFTH ORDER OF BUSINESS

Discussion/Consideration of Proposal for Pump Station #3 Demolition Proposal (to be provided at the meeting)

Mr. Ernest-Jones indicated that \$130,000 is budgeted, under the capital budget, for demolition of Pump Station #3. He presented a proposal of \$24,000, from IBI Group, for their portion of the work, including preliminary analysis, survey, permitting with SFWMD and the City of Coral Springs, construction documents, bidding and construction administration. Mr. Hulett questioned IBI Group's \$24,000 cost for engineering oversight. Mr. Ernest-Jones estimated the demolition cost to be under \$100,000. Mr. Donahue confirmed that the pump station is on Royal Lakes' permit; therefore, the District will need to be a co-applicant. Mr. Donahue discussed the demolition permitting process.

In response to a question, Mr. Selchan stated that the roof is made of asphalt shingles.

Mr. Hulett wondered if it would be more economical to remove all remaining equipment from the pump station, board all openings, reroof, paint the exterior and leave it standing. Mr. Selchan felt that the building would still require maintenance, as residents constantly call regarding it being an "attractive nuisance". It is seen as an area to loiter. Mr. Selchan felt that the propane tank could be left in the ground and the building could be demolished fairly inexpensively. Mr. Selchan stated that the front feature must be modified but, overall, the District could find cost savings by leaving the concrete pad and the propane tank. Mr. Selchan stressed that he would like the building removed.

In response to Mr. Hulett's question, Mr. Ernest-Jones and Mr. Donahue explained the scope of work covered in the IBI Group proposal. Mr. Ernest-Jones voiced his preference to remove everything, including the concrete pad and propane tank.

On MOTION by Ms. Heafy and seconded by Mr. Morera, with all in favor, acceptance of the IBI Group proposal for professional consulting services for Pump Station #3 removal, in a not-to-exceed amount of \$24,000, was approved.

SIXTH ORDER OF BUSINESS

Update: Canals AA & BB ROW Clearance Pilot Project

Mr. Donahue confirmed that the Canal AA & BB Project was advertised and legal notice was published last Friday, in the Sun Sentinel. The plans and bid documents are available at IBI's office. Additionally, numerous tree-trimming companies were contacted and provided with the bid information. The mandatory pre-bid meeting will be held on Tuesday, July 17, 2012

at 10:00 a.m., at this location, in the West Wing conference room. Bids are due to the IBI Group's Coral Springs office by Wednesday, July 25, 2012 at 3:00 p.m. A recommendation and contract will be presented for consideration at the August meeting.

Mr. Hulett noted that he was hopeful this project could commence in July and asked for the District Engineer's assurance that the contractor will be prepared to begin work on August 12. Mr. Donahue confirmed that the plan is to start immediately, once approved; they are finalizing the tree permit with the city. The estimated mitigation cost is \$17,500, with an average of approximately \$500 per tree, consistent with earlier projections.

Mr. Morera questioned if the plan is to perform work from the banks or water. Mr. Donahue stated that it is the decision of the contractor's means and methods; he expects a lot of work to be completed from the water, due to the narrow right-of-ways. Discussion ensued regarding whether the District can cross private property to perform work without obtaining permission.

In response to Ms. Heafy's question, Mr. Paton confirmed that the homeowner who wanted to keep his palm trees contacted the District and would like them removed, as he plans to sell the house in the near future.

Mr. Paton noted that several residents contacted him indicating that they wanted to select Option 2 and received the Option 2 paperwork; however, they did not return it as they are now undecided. Mr. Paton indicated that District Counsel advised him to send those property owners notice that the work is proceeding. Mr. Hulett felt the District should send a letter stating that the property will be cleared, as the resident indicated but, if the Option 2 agreement is not signed and returned, the District will send them a bill, following the clearing. Mr. Selchan stated that most residents discussed this, at length, with Staff, prior to making a decision.

Mr. Paton reported that the planning for the right-of-way clearing at the Coral Springs Christian Academy and the adjacent church, along the east outfall canal, is going very well. He added that a nearby apartment complex is maintaining the right-of-way beautifully.

Mr. Paton noted that, if mitigation is required, the church requested that the trees be placed at the entrance on Royal Palm. Mr. Selchan recalled a conversation with Mr. Westfall who indicated that, if the District is willing to accommodate these types of requests and plant trees where the property owners want, the city would not require the District to pay mitigation.

The District would simply notify the city that they are planting the required mitigation on the particular property.

Ms. Heafy requested that the District not plant trees under power lines or close to the road.

Mr. Morera suggested following FPL's 'Plant the Right Tree in the Right Place' program guidelines.

Mr. Hulett asked if tree stumps will be removed. Mr. Donahue indicated that the specifications call for flush cuts and, on certain species that grow back, stump grinding and spraying is required.

Discussion ensued regarding replacing trees, in lieu of mitigation. In response to a question, Mr. Ernest-Jones stated that the rule of thumb is \$250 to purchase a tree and \$250 to install it. Mr. Hulett pointed out the need to ensure the trees are planted within the District's boundaries, if the District elects to pay mitigation.

Mr. Paton advised that a resident whose property is within CSID but abuts the District's west outfall canal, requested removal of pine trees. He confirmed it is the District's right-of-way and a city park is on the other side. Most homes in the area have trees along the canal bank. Mr. Selchan clarified that the property is in CSID; however, the District's canal cuts through CSID and the District has a huge right-of-way. Mr. Paton stated that he and Mr. Selchan feel that both sides of the west outfall canal should be cleared and asked the Board's guidance.

Mr. Selchan noted that, due to recent publicity regarding the ROW project, he has received a few calls from residents asking the District to clear their right-of-ways. He believed that funds are available to address these types of requests.

Mr. Hulett voiced his concern that requests could grow and asked if the contractor selected could address the requests. Mr. Donahue indicated that the bid documents contain a provision stating that the District can add additional areas to the contract, through a change order. Mr. Hulett felt that the District should perform the requested clearing, if the requests remain manageable. Ms. Heafy agreed.

Mr. Capko discussed potential problems with clearing on an individual basis and suggested that the property owner making the request be required to pay any mitigation costs imposed by the city.

Mr. Morera voiced his concern that the number of requests will grow quickly and wondered where the District would draw the line. He agreed with the suggestion that the individual property owners be required to pay mitigation, if imposed.

Mr. Hulett felt that the District can explain that some trees are a hazard and some are not. He stressed that, without exception, anyone requesting clearing should be subject to the mitigation costs. Discussion ensued regarding individual requests and how to manage them.

Mr. Selchan noted that, while the Canal AA & BB Project is important, he would not place its priority over any of the outfall canals. There are many areas that will require removal of a lot of nuisance trees, etc. Mr. Hulett asked Mr. Selchan and the District Engineer to provide a list of future work areas, in priority order.

SEVENTH ORDER OF BUSINESS

Discussion: Canal Z

Mr. Donahue indicated that Canal Z runs along Coral Ridge Drive, Royal Palm Boulevard and Coral Springs Drive. He explained that culverts W-55 and W-56 are being replaced, which will allow for better flow down the west outfall and to the pump station. He stated that restoration of Canal Z is a high priority, in conjunction with the culvert replacement activities. They plan to widen a stretch of the canal.

Mr. Donahue advised that they started the initial process of conducting photo and tree inventories, as was done with the Canal AA & BB Project. He noted that, if the District is satisfied with the current contractor, the Canal Z work can be added to the contract. Mr. Donahue stated that there could be issues, as the homes on one side of the canal are in the CSID. Other areas were discussed.

Regarding a recent request from a property owner on the Canal AA & BB Project, Mr. Donahue noted that those trees were not included in the bid documents, so an addendum will be included in the bid package.

EIGHTH ORDER OF BUSINESS

Update: Florida Association of Special Districts (FASD) Press Release: District of the Year Award

- **Recognition at City Commission Meeting: August 21, 2012**

Mr. Hulett presented the FASD press release. Mr. Wrathell indicated that the press release was sent to the City of Coral Springs. The city will recognize the District and Mr. Morera at their August City Commission meeting.

NINTH ORDER OF BUSINESS

Approval of June 13, 2012 Regular Meeting Minutes

Mr. Hulett presented the June 13, 2012 Regular Meeting Minutes and asked for any additions, corrections or deletions. The following changes were made:

Line 444: Insert “to proceed with the ROW clearing program that has been developed and pay mitigation fees in pilot areas” after “position”

Line 522: Replace “Mr. Morera stated that the landscaper” with “Mr. Boccard”

On MOTION by Mr. Morera and seconded by Ms. Heafy, with all in favor, the June 13, 2012 Regular Meeting Minutes, as amended, were approved.

TENTH ORDER OF BUSINESS

Supervisors Requests

Mr. Morera indicated that he enjoyed the luncheon with District and Mr. Selchan’s staff. Mr. Hulett agreed, noting the importance of recognizing Mr. Selchan’s staff. Mr. Selchan thanked the Board and voiced his staff’s appreciation.

Mr. Hulett discussed the 2,000-page, 1984 committee report that was addressed at a recent city commission meeting, which highlights and recommends much of the work that the District is trying to accomplish.

ELEVENTH ORDER OF BUSINESS

Staff Reports

A. Attorney

Mr. Capko had nothing additional to report.

B. Engineer

- i. *Permit Application Review: Permit 2008-01 – Request for 5-Year Extension - The Country Club of Coral Springs, Inc.***

This item was discussed earlier in the meeting.

ii. Permit Application Log

Mr. Ernest-Jones presented the permit application log.

iii. Monthly Engineer's Report - 06/06/12 to 07/03/12

Mr. Ernest-Jones reported that demolition of the old pump station at the Pump Station #2 site is complete and demolition will begin at the Pump Station #1 site. The major issue with the Pump Station Project relates to compaction of the fill under the generators, primarily at Pump Station #2. The problem is being reviewed and a recommendation is forthcoming. Mr. Ernest-Jones stated that compaction originally appeared to be up to specifications; however, his geotechnical engineer found the top four (4) or five (5) feet to be extremely solid but the lower portions were not compacted as well. Mr. Ernest-Jones indicated that the geotechnical engineer's findings and recommendations were forwarded to The Weitz Group and Murray Logan. He noted that the same compaction tests are being conducted at Pump Station #1. Mr. Ernest-Jones advised that mass excavation or moving the generators may or may not be needed. He discussed chemical treatments and pressure grouting that can be used underwater to densify the soil. Mr. Ernest-Jones confirmed that the contractors have accepted responsibility and are addressing the matter.

Mr. Ernest-Jones discussed the decision to replace, rather than repair, the screen wall at Pump Station #2. He noted concerns regarding settlement of the generator slab at Pump Station #2; once the soils are dealt with, future objectionable settlement should be eliminated. Once the settlement issue is resolved, a determination must be made on how to raise the generator back to the correct level and the collateral damage must be addressed, such as stress on the electrical conduits. Mr. Ernest-Jones felt that he has solutions to the problems.

Mr. Hulett stressed that the contractors must understand that they must replace anything that fails. Mr. Ernest-Jones confirmed that the contractors understand. In response to Board Members' concerns regarding the problems, Mr. Ernest-Jones voiced his opinion that, with situations like this, how the problem is dealt with is what is important.

Mr. Hulett asked the status of the pump station transition. Mr. Selchan indicated that, when using both pump stations, there were issues with belts slipping; the belt that drives the pump from the electrical motor was slipping and burning the belt. Mr. Selchan noted a rough time getting MWI to understand the issue but they now understand and are diligently working on it. MWI installed larger sheaves but now one of the electrical motors must be replaced. The

spare motor will be used and the other motor will be repaired. At Pump Station #2, MWI feels that the problems can be resolved by upgrading the belt system. Mr. Selchan stated that the only other pump issue is that oil is coming out of the oiler, which is unusual. Vibration tests and work on the oiler will take place, once the motor and belt issues are resolved.

In response to Mr. Hulett's question regarding repairs, Mr. Selchan indicated that the pumps at Pump Station #2 are much larger and have a higher capacity because the west basin is much larger than the east basin. Mr. Hulett asked what will happen to the old pumps. Mr. Ernest-Jones indicated that MWI is a possibility and they are also checking with equipment reclamation specialists who buy used equipment. Mr. Ernest-Jones noted that the motors and engines are currently being stored and will not interfere with completion of the pump stations and landscaping.

Mr. Ernest-Jones indicated that he does not consider the pump problems that are occurring to be unusual. He reiterated that the key point is how the contractors handle the problems.

Mr. Morera questioned if the broken pump will be replaced if it cannot be repaired. Mr. Selchan stated that he was assured the pump would be "made right" regardless of what it takes and he presumes that to mean replacing it, if it cannot be repaired. In response to Ms. Heafy's question, Mr. Selchan confirmed that all of the pumps had problems but he thinks the issues at Pump Station #1 are resolved. Discussion ensued regarding performance and replacement parts, etc. In response to Mr. Morera's question, Mr. Selchan stated that he was never told the lifespan of the pumps. Mr. Morera questioned the warranty of the new pumps. Mr. Donahue indicated that it is two (2) to three (3) years. Mr. Morera recommended trying to extend the warranty.

Regarding the culvert project, Mr. Ernest-Jones indicated that the major issue is maintenance of traffic. He recalled the presentation at the last meeting and advised that the preferred approach is a short but complete closure of the roads. Mr. Hulett asked when work will begin, as the city has an announcement on its website. Mr. Ernest-Jones anticipated a start date of July 23. Mr. Ernest-Jones stated that it is unlikely that the second closure can be accomplished while school is on break so the city is coordinating with the school to reroute traffic, beginning after Labor Day. Mr. Donahue discussed the traffic plan and indicated that the permit is expected next week and message boards, announcing the road closures, should appear,

at both locations, beginning next week. Mr. Donahue advised that notices will be mailed to homeowners that are directly affected. The detour route was discussed.

Mr. Hulett noted that IBI Group's bills are a bit opaque and asked Mr. Ernest-Jones to ensure that the bills contain more detail. He wants to see details, including who is doing the work, what was done, the number of hours, the person's billing rate, etc. He noted 179.5 hours of work listed on the February bill; however, there was no breakdown showing the details of the person performing the work.

Mr. Ernest-Jones asked Mr. McKune to comment on the pump station concerns discussed. Mr. McKune stated that he cannot specify an average amount of things that can happen but assured the Board that MWI will correct the problems. Mr. Hulett stressed that the Board wants to be careful and ensure that the District is receiving full value, that the contractors are working and that they are addressing issues that come up. Mr. McKune stated that the issue is a matter of time; there are many working on the project and all are striving for a solution.

C. Field Supervisor

Mr. Selchan thanked the Board for the recent staff luncheon.

Mr. Selchan acknowledged Mr. McKune for his hard work and input. Mr. Ernest-Jones concurred.

D. Manager

i. Unaudited Financial Statements as of May 31, 2012

Mr. Wrathell presented the Unaudited Financial Statements as of May 31, 2012 and the unreconciled cash balances. Mr. Wrathell referred to Page 2, noting that assessment collections were at 96% through the end of May. He speculated that there may have been tax certificate sales in June and should be reflected on the June or July financials.

Mr. Hulett asked Mr. Selchan if carp will be installed. Mr. Selchan replied affirmatively, once the pump station issues wind down. Mr. Selchan plans to put the bid out before the next meeting.

On MOTION by Ms. Heafy and seconded by Mr. Morera, with all in favor, the Unaudited Financial Statements as of May 31, 2012 were approved.

ii. NEXT MEETING: August 8, 2012 at 6:30 P.M.

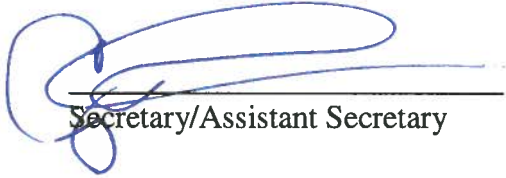
The next meeting is scheduled for August 8, 2012, at this location.

ELEVENTH ORDER OF BUSINESS

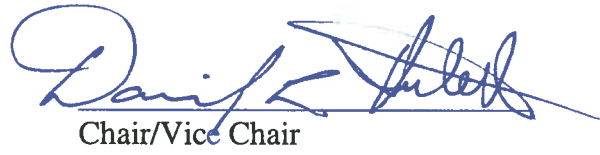
Adjournment

There being no further business, the meeting adjourned.

On MOTION by Mr. Morera and seconded by Ms. Heafy, with all in favor, the meeting adjourned at 9:25 p.m.



Secretary/Assistant Secretary



Chair/Vice Chair