

**MINUTES
REGULAR MEETING
OF THE BOARD OF DIRECTORS
May 24, 2006
6:00 p.m.**

A. Call to Order & Roll Call

A Regular Meeting of the Santa Rosa Community Services District was held at the Santa Rosa CSD Office commencing at 6:00 p.m. on May 24, 2006. Present at the meeting were the following Directors:

Director Bianchi
Director Boyer
Director Kelly
Director Rubin
Director Thomas

General Manager Holmes, Assistant Secretary Gipson and General Counsel Scott were also present.

The flag salute was led by President Rubin.

B. Sheriff

Deputy Lopez gave the Sheriff's report for April and updated the Board on May activities. The written report is on file with the District Office. He reported on the Sheriffs' radar presence at the school bus stops, and the citations that have been issued as a result. This effort was in response to a request from the Board of Directors. He also discussed the recent eradication activities within the District by the Narcotics Division.

C. Public Comment

Property Owner Marti Wright-Buoye, representing Santa Margarita Ranchos POA, voiced concern about refuse flying out of the Waste Management trucks,

littering, trash at construction sights, and the possibility for littering signage.

Property Owner Linda Vargas expressed concern about non-association areas not being represented by the District on the Westside Council. She also mentioned the problem of private signs being posted and left on District streets signs.

Property Owner Mia Thyzel reiterated Ms. Wright-Buoye's concern about the refuse blowing from Waste Management trucks, and suggested that phone calls to the company might be effective in alleviating the problem.

D. Information Only

The Financial Statements and Statements of Reimbursement and Investment Policy were received by the Board.

E. Consent Calendar

Motion was made by Boyer, seconded by Bianchi, to approve the Consent Calendar.

The motion carried unanimously.

F. Discussion of Legal Matters

General Counsel Scott discussed AB1234 and the ethics training that is mandatory for all Directors by the end of the year. He also reviewed SB1259 regarding subsurface installations and safety measure requirements.

G. Review of Proposed 2006-07 Roadwork

General Manager Holmes presented the proposed schedule for 2006-07 Roadway Rehabilitation and Special Paving projects. Staff was directed to add engineering costs to the budgets and cash flow. General Manager Holmes reported that the Zone I Special Paving will be collected for one more year, at which time there should be sufficient funds to complete the Special Paving projects.

H. Review of Proposed 2006-07 Benefit Fees

Assistant Secretary Gipson reviewed the projected 2006-2007 Benefit Fee levy based on the expenses and roadwork that were discussed in the recent budget workshop. She stated that the Zone I Roadway Rehabilitation collection could be

increased by \$40,000 and the Zone I Benefit Fee would still be within the Proposition 218 limit. The proposed fees were discussed by the Board and the audience.

Motion was made by Boyer, seconded by Rubin, to increase the proposed Zone I Roadway Rehabilitation collection by \$40,000.

The motion carried unanimously.

Assistant Secretary Gipson stated that the Budget, as it will be presented at the June 28th Public Hearing, will be available for public inspection by May 31st.

I. Acceptance of Project: El Prado Crossing & Sandia Creek Drive

General Manager Holmes reviewed the project and recommended that the Board approve the Final Inspection Notice.

Motion was made by Kelly, seconded by Thomas, to accept the FEMA/OES Project RIVSR-1, Repair to El Prado Crossing; and the FEMA/OES Project RIVSR-2, Repair to Sandia Creek Drive Embankment and Roadway project as complete.

The motion carried unanimously.

J. Acceptance of Project: Carancho Road Reconstruction

General Manager Holmes reviewed the project and recommended that the Board approve the Final Inspection Notice.

Motion was made by Kelly, seconded by Thomas, to accept the 2005 Reconstruction of the North Central Portion of Carancho Road project as complete.

The motion carried unanimously.

K. Award of Contract: Buena Vista

General Manager Holmes explained that this project is for the rehabilitation of two portions of Buena Vista Road not previously reconstructed. The District had eight approved bidders with five bids submitted. General Manager Holmes discussed the bidders and amounts, and recommended that the contract be awarded to the low bidder, Peters Paving & Grading, Inc., in the amount of \$190,877.50.

Motion was made by Kelly, seconded by Thomas to adopt Resolution No.

06-12:

Awarding a Contract for the Rehabilitation of Portions of Buena Vista Road

The motion carried unanimously.

L. Commendation: Postmaster Belinda Olson

Because of the efforts of Postmaster Belinda Olson of the Temecula Post Office in supplying and erecting new, more secure mailboxes, it was the consensus of the Board to give special recognition for her assistance.

Motion was made by Thomas, seconded by Bianchi to adopt Resolution No. 06-13:

Expressing Appreciation for the Efforts of Belinda Olson

The motion carried unanimously.

M. Signers on District Bank Accounts

Assistant Secretary Gipson asked that the Board adopt the proposed Resolution which adds Director Thomas' name, and deletes that of former Director Whittington, as signers on the District bank accounts.

Motion was made by Rubin, seconded by Thomas, to adopt Resolution No. 06-14:

Designating Parties Authorized to Sign on District Bank Accounts and Designating Parties Authorized to Make Transfers between District Accounts

The motion carried unanimously.

N. Engineering Committee Report

Director Rubin reported that at their recent meeting, the Engineering Committee discussed the tract map on Rock Mountain, completion of the El Prado and Sandia Creek FEMA projects, and the next phase of the Sandia Creek rehabilitation project.

Director Thomas inquired about the barricade problem at the vee ditch on Carancho Road. General Manager Holmes reported that he will be installing reflectorized signage every 50' as a temporary measure, until the ditches are redesigned in conjunction with the dip crossing project.

General Manager Holmes was directed to add the FEMA projects to his work schedule flowcharts.

O. General Manager's Report

General Manager Holmes discussed the in-house projects and purchase order work which is underway. He reported on large rocks on Camaron Road that will need to be removed from the bank, and our upcoming Grand Jury visit.

P. Adjournment

There being no further business, President Rubin adjourned the meeting at 7:00 p.m.

Rob Holmes
Secretary, Board of Directors

ATTEST:

MINUTES
MAY 24, 2006
PAGE 6

Steve Rubin
President, Board of Directors