

**MINUTES
SPECIAL MEETING
OF THE BOARD OF DIRECTORS
May 13, 2009
6:00 p.m.**

A. Call to Order & Roll Call

A Special Meeting of the De Luz Community Services District was held at the De Luz CSD Office commencing at 6:00 p.m. on May 13, 2009. Present at the meeting were the following Directors:

Director Adams
Director Bianchi
Director Boyer
Director Buescher
Director Rubin

Also present were General Manager Holmes and Assistant Secretary Gipson.

President Rubin led the flag salute.

B. Public Expression

None.

C. General and Administrative Budget

The Board reviewed the first draft of the General and Administrative Budget for Fiscal Year 2009-2010. Assistant Secretary Gipson discussed individual line items and answered questions from the Board.

D. Capital Budget

Assistant Secretary Gipson stated that there are no capital purchases scheduled for the coming year.

E. Review of In-House Road Maintenance Costs

The Board reviewed the first draft of the In-House Road Maintenance Budget for Fiscal Year 2009-2010. Assistant Secretary Gipson discussed individual items and answered questions from the Board.

F. Review of Primary Roads

The Board reviewed the first draft of the Maintenance Budget for Primary Roads for Fiscal Year 2009-2010. General Manager Holmes elaborated on the individual budget items in all the zones of benefit.

G. Review of Zone I Maintenance Work

The Board reviewed the proposed work to be performed in Zone I.

H. Review of Zone II Maintenance Work

The Board reviewed the proposed work to be performed in Zone II.

I. Review of Zone III Maintenance Work

The Board reviewed the proposed work to be performed in Zone III.

J. Review of Zone IV Maintenance Work

The Board reviewed the proposed work to be performed in Zone IV.

K. Review of Zone V Maintenance Work

The Board reviewed the proposed work to be performed in Zone V.

L. Review of Zone VII Maintenance Work

The Board reviewed the proposed work to be performed in Zone VII.

M. Review of Cost of Services

The Board reviewed the proposed cost of services by zone, and the projected benefit fees related to those expenses and reserves. Assistant Secretary Gipson explained that any cash to be carried forward at the end of the fiscal year will be allocated to the respective zones' Roadway Rehabilitation Fund.

N. Adjournment

There being no further business, President Rubin adjourned the meeting at 6:55 p.m.

Rob Holmes, Secretary
Board of Directors

ATTEST:

Steve Rubin, President
Board of Directors