

**MINUTES
REGULAR MEETING
OF THE BOARD OF DIRECTORS
JULY 15, 2009
6:00 P.M.**

A. Call to Order & Roll Call

A meeting of the De Luz Community Services District was held at the De Luz CSD Office commencing at 6:00 p.m. on July 15, 2009. Present at the meeting were the following Directors:

Director Adams
Director Bianchi
Director Boyer
Director Buescher

Director Rubin was absent.

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

Vice President Buescher led the flag salute.

B. Sheriff

Deputy Donoho gave the Sheriff's Report for June 2009 and updated the Board on July activities. The written report is on file with the District.

C. Public Expression

George Hudson, a District resident living on De Luz Road, expressed concern about the excessive speed and reckless driving on De Luz Road north of Calle Capistrano.

D. Information Only

The Board received the Statement of Investment Policy.

E. Consent Calendar

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

The motion carried unanimously.

F. Discussion of Legal Matters

General Counsel Jeff Scott discussed SB802 currently moving through the legislature which will reduce the retention required to be held on public contracts from 10% to 5%.

G. Approval of Plans and Scope of Work: 2009 Slurry Seal Project

General Manager Holmes presented the Plans and Specifications for the District-wide 2009 Slurry Seal project. The Engineer's estimate is \$256,500 and the project will be funded with Roadway Rehabilitation funds from the appropriate zones.

Motion was made by Bianchi, seconded by Adams, to adopt Resolution No. 09-09:

Approving the Plans and Specifications for the 2009 Slurry Seal Project

The motion carried unanimously.

H. Appointment of Ad-Hoc Real Estate Committee

Director Boyer discussed the process of investigating potential office property, and recommended that an ad-hoc Real Estate Committee be formed in order to continue researching the possibilities.

General Counsel Scott explained that the President of the Board appoints the Committee. He suggested that a professional real estate broker work with Staff, results of those efforts would be taken to the ad-hoc Committee for evaluation, and the Committee would then take their recommendations to the full Board.

Motion was made by Adams, seconded by Buescher, to recommend that the President appoint Directors Adams and Boyer to the ad-hoc Real Estate Committee for the purpose of evaluating potential properties for the District Office.

The motion carried unanimously.

I. Election of SDRMA Directors

The Board discussed the candidates running for the SDRMA Board and elected to cast the District's votes for Jean Bracy, Ed Gray, Vincent Ferrante and Muril N. Clift.

Motion was made by Bianchi, seconded by Buescher, to adopt Resolution No. 09-10:

Electing Directors to the Special District Risk Management Authority Board of Directors

The motion carried unanimously.

J. Finance Committee Report

Director Boyer reported briefly on preliminary financing opportunities for purchase of an office building.

K. Engineering Committee Report

Director Bianchi discussed the upcoming slurry seal project.

L. General Manager's Report

General Manager Holmes presented his written report which is on file with the District Office. He also reported that CalEMA (formerly OES) had been in-house to perform their final field inspection.

M. Adjournment

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

ATTEST:

Rob Holmes
Secretary, Board of Directors

Steve Rubin
President, Board of Directors