

**EL DORADO HILLS COMMUNITY SERVICES DISTRICT  
BOARD OF DIRECTORS SPECIAL MEETING**

**May 1, 2009**

**MINUTES**

**CALL TO ORDER**

President Tony Rogozinski brought the special meeting to order on Friday, May 1, 2009, at 2:00 p.m. in the El Dorado Hills Community Services District Parks Department Conference Room. Directors Guy Gertsch and Noelle Mattock were in attendance. Directors Justin Masters and Billy Vandegrift were absent. Also present were Finance Director Allison Hamaker, Assistant General Manager Sandi Kukkola, General Manager Wayne Lowery, Director of Planning Dianna Hillyer, Director of Parks Kent Oakley, Senior Accountant Sherry Shannon, and one member of the public.

**Motion #1                      Director moved and seconded the motion to approve the agenda. Motion carried 3-0-2 (Masters and Vandegrift absent).**

**1. Study session on District policies and procedures for administering landscaping and lighting assessment districts (LLAD) under the California Streets and Highways Code §22500-22663.**

Hamaker reviewed the 2008 Santa Clara Open Space District court case results for special assessments along with recommendations from SCI Consulting for use of general funds for general benefit and assessment funds for special benefits. Shannon explained the updated cost allocation program as it relates to overhead expenses for LLADs, CC&R funding, and grant management. President Rogozinski asked staff to research how other agencies are setting policies for use of general funds with assessment districts.

Hillyer provided a history of the use of LLAD to provide special benefit areas for street lighting, street landscape, and parks. Stonegate LLAD was the first assessment district formed. In 1995 the CSD Board began investigating adding new parks to LLADs when it became apparent that the general fund could not alone manage park maintenance long term since, at some point, the district would reach build out.

Board members reviewed the differences of the various assessment districts for funding, general fund subsidy, services, and long term deferred maintenance. They also discussed the alternate assessment arrangements from neighborhood, village and community parks.

Director Gertsch indicated he opposed using general fund monies to subsidize assessment districts and should bring residents into the picture so they understand the

issues. He also would like to see how other agencies are responding to the Santa Clara court case.

Director Mattock pointed out that El Dorado Hills does not need to be the trend-setter on modifying assessment district policy. She indicated that residents understand the current state of the economy and need to be kept informed.

President Rogozinski asked staff to quantify the hit the assessment districts are having on the general fund. Hamaker identified the \$511,423 subsidy for budget year 2010.

It was the general consensus to table further discussion while staff prepares a three-year plan for soliciting resident input for funding and managing each of the twenty-two assessment districts.

## 2. Study session on District Policy §3350 Statement of Investment Policy.

Hamaker introduced Steve May, Marcella Plyer, and Kathy Whitten of Umpqua Bank who provided background on their proposed investment strategy for the District. They felt they could further diversify CSD investments while providing an opportunity for the District to support a local business. They offered a guaranteed investment return ten basis points above the State Treasurer's Local Agency Investment Fund (LAIF) program. Their program would assure that all investments met California law.

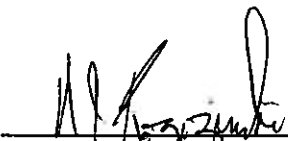
The board asked for information of other agencies using Umpqua Bank and research of how other agencies are managing their investments.

The item was continued and no action was taken.

### Adjournment

President Rogozinski adjourned the meeting at approximately 4:15 p.m.

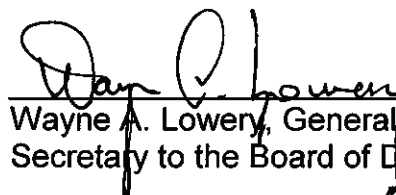
APPROVED:

  
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Tony Rogozinski, President  
EDHCSD Board of Directors

DATE:

6-11-09

ATTEST:

  
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Wayne A. Lowery, General Manager  
Secretary to the Board of Directors

DATE:

6-11-2009