

**HESPERIA RECREATION AND PARK DISTRICT  
BOARD OF DIRECTORS REGULAR MEETING**

**January 14, 2015**

**CALL TO ORDER**

The Hesperia Recreation and Park District Board of Directors Regular Meeting was called to order by President Hamilton at 7:00 p.m., at Lime Street Park Community Center, located at 16292 Lime Street, Hesperia.

**ROLL CALL**

DIRECTOR HAMILTON: I'd like to begin our meeting. We need to take our roll call first.

MS. MILLER: Director Limbaugh?

DIRECTOR LIMBAUGH: Here.

MS. MILLER: Director Hamilton?

DIRECTOR HAMILTON: Here.

MS. MILLER: Director Swanson?

DIRECTOR SWANSON: Here

MS. MILLER: Director Chandler?

DIRECTOR CHANDLER: Here.

MS. MILLER: Thank you.

**ATTENDANCE**

**BOARD PRESENT:** Hamilton, Limbaugh, Swanson, Chandler

**BOARD ABSENT:** None

**STAFF PRESENT:** Woods, Abreo, Miller, Hamm, Thomas

**APPROVAL OF AGENDA**

DIRECTOR HAMILTON: And I would entertain a motion to approve the Agenda as presented to us.

DIRECTOR LIMBAUGH: I'll move to approve the agenda.

DIRECTOR SWANSON: Second.

DIRECTOR HAMILTON: A motion and a second. Any discussion? All those in favor? Do we need to do this like roll call again?

MS. MILLER: No. We don't have to do a roll call.

DIRECTOR HAMILTON: Okay. So all those in favor of approving the agenda as presented, please say "aye."

DIRECTOR LIMBAUGH: Aye.

DIRECTOR HAMILTON: Aye.

DIRECTOR SWANSON: Aye.

DIRECTOR CHANDLER: Aye.

DIRECTOR HAMILTON: All those opposed? None. So we're going to do the flag salute.

MS. MILLER: I need to read the motion back.

DIRECTOR HAMILTON: Oh, you have to read it back. I'm sorry.

MS. MILLER: The motion to approve the agenda was made by Director Limbaugh. It was seconded by Director Swanson. Director Limbaugh, Director Hamilton, Director Swanson, and Director Chandler all voted yes.

## **FLAG SALUTE**

DIRECTOR HAMILTON: How wonderful. Would you please stand with us? We're going to do the flag salute. I'm going to ask our Director, Mr. Limbaugh, to lead us in the flag salute. (Flag salute was recited.)

## **PROCLAMATIONS AND PRESENTATIONS**

DIRECTOR HAMILTON: Thank you. Our first item of business is to recognize our outgoing President. And I've asked Mr. Limbaugh to make a presentation to that individual.

DIRECTOR LIMBAUGH: Well, for those of you that don't know, every year we usually switch Presidents. Sometimes we don't. And last year we were lucky to be led here at Hesperia Recreation and Park District by Ms. Rebekah Swanson, who is also a teacher at Hesperia Unified. Most of you probably know that. And Rebekah has been on the board for quite a few years. So it's nice that you can be recognized as President. I think she's been President twice; is that correct?

DIRECTOR SWANSON: Yes.

DIRECTOR LIMBAUGH: And so on behalf of your other Board Members, we'd like to present you this lovely certificate, plaque to hang on your wall some place. So thank you again for your service.

DIRECTOR SWANSON: Thank you.

DIRECTOR SWANSON: Well, it was -- I am very proud to be part of such a wonderful organization that has so many wonderful employees and staff members. It sure makes it easy as President to look at the people who are doing the jobs and say, okay, I'm good. We've got people out there that know what they're doing and they are doing it right with kindness and integrity. That made it very easy to be President.

DIRECTOR LIMBAUGH: Thanks for reelecting her.

DIRECTOR SWANSON: And I'm sure you picked that out.

DIRECTOR LIMBAUGH: I did.

DIRECTOR SWANSON: It's not pink though.

DIRECTOR LIMBAUGH: That was the gavel you used too.

DIRECTOR SWANSON: Was it?

DIRECTOR LIMBAUGH: Yeah.

DIRECTOR SWANSON: All right. Thank you. Are we done?

DIRECTOR LIMBAUGH: It's nice to see all of you here. I know it's cold outside, but thanks for coming.

DIRECTOR HAMILTON: They came to get out of the cold.

DIRECTOR SWANSON: It will be warm in here pretty soon.

MR. WOODS: Next, together we will be recognizing some of our volunteers who helped with our Veteran's Day ceremony. And to lead things off we have our Chief Park Ranger, Jack Thomas.

DIRECTOR LIMBAUGH: Show us how the Taser works.

JACK THOMAS: Step out here. Every year we have the COPs help us, which help make our job easier. This year they brought their dodging cars like they always do, and nobody got ran over. Too bad. I've known these guys for a long time. First one is Adriana Acosta. Richard Okeson. And Emma Bonnet.

JACK THOMAS: We also have two reserve sheriff's deputies that help us all the time. Unfortunately, they are both working. They both called and they are still at work. So Chris Stangle and Greg Lugo.

MR. WOODS: And next Steve Hamm will be making some presentations for the Veteran's Day ceremony.

STEVE HAMM: Good evening, Board. All right. First, we're going to go back to Veteran's Day. Last month -- some didn't make it last month. And Terri Blomker is a very good supporter of both Veteran's Day and the Tree Lighting. So if I can have Terri come up from Girl Scouts Troop 803. And she had a couple Girl Scouts planned, I think Kristie Pichardo is here. Kristie. And here is Kristie. So the Girl Scouts had about five girls with some of their parents to help pass out water, programs, flags, and pastries at Veteran's Day.

And Terri is also a part of the Hesperia Garden Club which also helps for Veteran's Day. So she's very active with the Park District. Okay. So just going right in, they can actually stay up there because we are going to go right into Christmas Tree Lighting. So the Tree Lighting happened on Thursday, December 4th if you happened to not be there. And Troop 803 also helped with the greeting cards. So people could fill out a greeting card and send it to the troops abroad. So I'm going to ask Kristie to please tell us how the letter writing went.

KRISTIE PICHARDO: It went good. And we got 230 letters.

STEVE HAMM: 230? Wow.

TERRI BLOMKER: And they actually went to a local soldier who is from Wrightwood, and he's stationed in Afghanistan. So it went to his group.

MR. WOODS: Good job.

STEVE HAMM: And here is your other ones for Tree Lighting.

DIRECTOR SWANSON: Look at that. You have the whole set.

STEVE HAMM: And, Kristie, do you have anything else to say about Girl Scouts? Anything coming up?

KRISTIE PICHARDO: Yeah. Cookies come in January 25th.

TERRI BLOMKER: And we'll be at every Stater Brothers.

STEVE HAMM: Thank you, ladies. All right. Thank you very much. All right. Next we have Battalion Chief Jeff Birchfield from San Bernardino Fire Department to come up. And who else can bring Santa but the fire department? This is a time honored tradition where they bring Santa. And we want to thank the crew. And especially the new Division Chief, Gary Bush, which he couldn't make it. I think you guys saw him running around that night. That was very nice. And Santa has always got a nice shiny, loud truck coming in. So thank you very much.

MR. WOODS: Thank you.

STEVE HAMM: Okay. If you attended the event, you know that there's hot chocolate and there's kettle corn. So the high schools are invited to come and help. And every year Hesperia High School, the Interact Club -- did Michelle make it? She's the advisor. It's Michelle Rodriguez. And she stepped up this year because Oak Hills had the college career night. So

she actually brought 24 kids. And we have some of them here. And it's Alex Tapia. Ruby Cabral.

DIRECTOR SWANSON: Did you already pick your college?

STEVE HAMM: Thank you, guys. And Michelle actually comes with the kids, and she's very organized with them. And they are very busy if you ever looked in the kettle corn tent. We also had Sultana High School Key Club advisor, Barbara Jacobs. She sent about eight students. And Madison Herek is here. Come on up.

MR. WOODS: Thank you.

MADISON HEREK: No problem.

STEVE HAMM: Okay. For entertainment, Don Webb is the lead supervisor. He couldn't make it tonight. So he really did a great job on rounding up new faces. I would first like to bring up Hesperia High School band under the leadership of Sean Portanova. The band consists of about 40 students. And tonight's representative is Israel Hernandez, their brass captain. He plays the trombone like Lindsay used to.

DIRECTOR SWANSON: Glad to see all of our comprehensive high schools are represented.

MR. WOODS: Thank you.

STEVE HAMM: Okay. Next, I'd like to bring up Oak Hills High School Vocal Ensemble under the direction of Jeannie Wells. Jeannie was also busy tonight. She couldn't make it. But Stephanie Sanchez, Vanessa Mendoza, and Madison James are here.

MR. WOODS: It was warm this year for that event.

DIRECTOR LIMBAUGH: Thank you again, ladies.

DIRECTOR HAMILTON: Thank you, guys.

STEVE HAMM: Okay. Next, is a fun dancing group called the Cottonwood Dance Team led by Shelia Orozco. Shelia is here with part of her 25 student team, her daughter, Chloe, Priscilla Munoz, and Albert Jauregui. Is that close?

ALBERT JAUREGUI: Yes.

DIRECTOR LIMBAUGH: Nobody ever counts the Tree Lighting people, how many show up from our area, but we think this year had the most.

DIRECTOR SWANSON: Did you guys have fun?

DIRECTOR LIMBAUGH: And they will all come back next year because of the good stuff. Thanks a lot.

DIRECTOR SWANSON: Are you smiling? Did you smile?

STEVE HAMM: Thank you. All right. Next, is Sultana High School Choir under the direction of Breanna Gauthier who had about nine students sing. Breanna, come on up. She has Lindsey Gross, Jessika Hollingsworth, those two. Okay. The group that could not make it was Sultana High School ROTC led by Lieutenant Colonel Joe Hayslett and Master Sergeant Jeffrey Moffet. They also helped at Veteran's Day. Thought they were going to make it last month. They couldn't. They couldn't make it tonight. They are a very busy group. So does the board have any comments that they'd like to say for the group?

DIRECTOR LIMBAUGH: Thanks for helping out.

DIRECTOR SWANSON: It makes it more special.

DIRECTOR HAMILTON: One of the things like even for the Veteran's Day this year I think the estimated numbers were like 350. So it's been building a little bit of momentum and recognizing those men and woman that have served has been a wonderful thing for our park district. We appreciate you especially -- I don't want to minimize the Christmas Tree

Lighting, but that is very emotional and very supportive of our veterans.

DIRECTOR CHANDLER: The whole event was beautifully done. Thank you so much for all that you did. It was wonderful.

DIRECTOR SWANSON: Thank you, everyone, for coming.

MR. WOODS: Done with presentations.

DIRECTOR LIMBAUGH: You could stay if you want. We do the closed session at the end.

## **MESSAGE TO THE PUBLIC/PUBLIC COMMENT**

DIRECTOR HAMILTON: We would like to read a statement if you don't mind. And then if you hold on for a second, not that you all necessarily --

DIRECTOR LIMBAUGH: We want to get all of your names and addresses.

DIRECTOR HAMILTON: The board encourages public participation. And if you desire to address the Board on any District-related matter or item on the agenda, you're asked to please fill out one of the speaker forms in the back of the meeting room and turn it in to the General Manager, Mr. Woods. When called upon, please come forward and state your name and address before addressing the Board. And please, if possible, limit your comments to five minutes per speaker. And if you address the Board on items not on the agenda, the Brown Act does not allow us to discuss such items that are not Agendi. Therefore, the Board may only do the following: Refer the matter to staff, ask for additional information, request a report back, or give a very limited factual response. Is there anybody that wants to speak to the Board tonight?

MR. WOODS: I do not have any speaker forms.

DIRECTOR HAMILTON: Thank you, guys. We are going to take a short little recess here to allow you to sneak out if you would like. So thank you for coming.

Meeting Recessed at 7:19 p.m.

Meeting Reconvened at 7:23 p.m.

## **CONSENT ITEMS**

DIRECTOR HAMILTON: We would like to reconvene our meeting.

DIRECTOR LIMBAUGH: Thank you for staying.

DIRECTOR HAMILTON: And I would entertain a motion to approve the consent items.

DIRECTOR LIMBAUGH: I'll move.

DIRECTOR CHANDLER: Second.

DIRECTOR HAMILTON: A motion and a second. All those in favor, please say "aye."

DIRECTOR LIMBAUGH: Aye.

DIRECTOR SWANSON: Aye.

DIRECTOR HAMILTON: Aye.

DIRECTOR CHANDLER: Aye.

DIRECTOR HAMILTON: Those opposed? None.

MS. MILLER: The motion to accept the consent items was made by Director Limbaugh and the second was made by Director Chandler. Director Limbaugh, Director Hamilton, Director Swanson, and Director Chandler all voted yes.

- A. Approved Minutes for the Board Meeting, December 10, 2014.
- B. Approval or Denial of Claims
- C. Authorization to advertise for bids: None

**MOTION:** It was moved by Director Limbaugh, seconded by Director Chandler, and carried unanimously to approve Consent Items A through C by the following vote:

**AYES:** Limbaugh, Hamilton, Swanson, Chandler  
**NOES:** None  
**ABSENT:** None  
**ABSTAIN:** None

**PULLED CONSENT ITEMS**

None.

**DISCUSSION/ACTION ITEMS**

- D. Presentation and acceptance of Hesperia Recreation and Park District Auditor's Report Fiscal Year Ended June 30, 2014.**

DIRECTOR HAMILTON: Thank you. Now, for the discussion and action Items Number D, presentation and acceptance of Hesperia Recreation and Park District auditor's report ending June 30th, 2014. Is Eden -- who is here?

MR. WOODS: Both are here. I had them in my office because seating was kind of tight.

DIRECTOR HAMILTON: Would you introduce them formally for us, Mr. Woods?

MR. WOODS: Eden Casareno. And I don't know that I've ever been told Hong's last name.

HONG NGUYEN: Hong Nguyen.

MR. WOODS: Hong Nguyen. So they are our auditors, and they are here to give us a presentation on the fiscal year ending June 30, 2014. Eden.

SHIELLA ABREO: Here are the actual reports.

EDEN CASARENO: Good evening, members of the Board. It's my pleasure to be back here in front of you to present Eadie & Payne's auditor's report on your financial statement as all for the year ended June 30, 2014. So this was six months ago. Our audit was conducted, you know, in accordance with generally accepted auditing standards of the United States and also the government auditing standards issued by the controlling general of the United States. Your financial statements include -- the financial statements in front of you include the Foundations' books. I just want to make sure that all of the documents that we prepared are in here. So in front of you today is our annual financial report of the District. On page 1 of that document is our audit report. This is the main purpose of the audit is to have that report in front you. The main thing that I want to point out is to look at page 2, which has our opinion. Let me go there. Page 2 of the report, opinions. It says, in our opinion the financial statements referred to above present fairly and all material respect, the respective financial decision of the governmental activity and each major find of the Hesperia Recreation and Park District as of June 30, 2014, and the respective changes and financial position for the year then

ended. We conform with the kind of principles generally accepted in the United States of America. This is what we call an unmodified or clean opinion. If there was any modification to the report, we will have to mention it right here. So because there's no modification, that means you're good. The financial statements of the District follow the report. And it starts off with management discussion analysis. And then there's tables that follow -- the statements that follow it. So many pages of the report. In addition to the statement of that decision, the statement of activities, the statement fund balances and all that, there's also the notes to financial statements that will detail out in narrative format as well in more detail information that are in the statements. So let's talk about how the District performed financially in the past fiscal year. We want to do that. If you look at the management discussion analysis, this is really like a summary of the rest of the report. So this is a very good reading, I think, whether you want to just look at highlights or look at the details or just want to fall asleep. I think this is very good reading. So let's look at page 7. This is table 1. This is a summary of your net decision. It has your assets, liabilities, and acquisition. And the first column there says 2014, and it's compared to the 2013 year. And then you get a net change. As you can see at the bottom of that page, your total net position increased by 521,000. To me, that sounds really good, and you should be proud of that. If you look at page 8, this one is the same activity. Table 2, your revenues and expenses and then the change in acquisition. And then you'll see that your revenues increased by 1.8 million dollars. Your expenses only increased by 444,000, which is why you have a positive net position this year.

DIRECTOR CHANDLER: Great.

DIRECTOR SWANSON: Good management.

EDEN CASARENO: That's pretty good, I think. If you look closer at the revenues section, you'll see that the biggest items in your revenues that increased are your recreation charges. And that's because of the return of the after school activities program. Also, (inaudible) from other agencies increased by 20-, \$34,000. There was a one-time non-reoccurring item in here that was money swept from the former RDAs. That's included in that number. And there was also gain and sale of capital assets. So you disposed of some property. If you -- a word of caution though, because you know I'm saying that this is really good, since 2011, I think the bottom line had been improving. And from last year to this year it's such a big swing from negative to positive, that I just want to caution you, though, because when you're looking at that, you're saying, yeah, we did really good. We're doing really good. But some of those revenues are a non-recurrent, one-time thing. And you may not see them again next year. And so you're going to go back to being in the negative. Actually, if you look at the reoccurring items, which is the gain and sale of capital assets, that's higher than what's in your bottom line.

DIRECTOR HAMILTON: By \$100,000.

EDEN CASARENO: Yeah, \$100,000. And if you take out the non-reoccurring items you got from the former RDA, that's \$184,000. So total all those, that's \$283,000 that you are not going to see again.

DIRECTOR HAMILTON: But, Eden, in response to that too, we also had some capital outlay projects, and we offset some of that; correct?

EDEN CASARENO: That's true. Those are the main things that I wanted to highlight on your financial statements. But there is some other significant information you may want to pay attention to. For example, the governmental funds balance sheet on page 15 and the same

with revenues, expenditures, and statements and balances on page 17. This statement provides you with a lot of detail about each individual fund, all the District and the Foundation. The Foundation funds is presented as one lump in the statements. It's the one to the last column before the total. Another item you might like to read is a note disclosure on cash and investments. That's your top number in your assets. I think that's a very important thing to look at. That's page 25, note 2 of the notes. Also the note disclosure on long-term liabilities on page 28. This will tell you how much, you know, liabilities you have and where you are owing them. Next year you will be seeing some changes to your financial reports. There is some major pronouncement by the government county standards for the Gatsby, which took effect on July 1st, 2014, so the beginning of this fiscal year. That requires significant change on how employers report their pension liabilities through employees. You have probably heard about it. It's called Gatsby 68. That's the new pension standards. Gatsby 68 requires employers to recognize their net pension liability to current employees for pension benefits. So these are liabilities when your employees, the ones you have right now, retire. How much money benefits are they going to get from you? So they are calculating that based on actuarial calculations that have to be done by a certified actuary. Right now the only pension liability that's being recognized in your book, what we have right now in here, are anything that was an annual required contribution that you didn't pay, which you don't have any. So you don't have any liability right now. But next year it will be a big number, and I can't really give any estimate at all. No one can give you that estimate until they actually calculate this. Because it's a material calculation. Because you belong to the SBCERA San Bernardino retirement plan, which is the cost sharing plan, it has to be determined based on our allocation of the overall pension benefit of the SBCERA. I would say, in general, that your liability will increase in the initial year, and your pension expense will also increase, and both the liability and the expense will continue to increase until some changes -- unless some changes are done on the plan, you know, the plan itself. So unless the contributions are increased, which obviously it involves cash or benefits are reduced, those are the only two things that will make the changes. Both those changes can only come from decision-making bodies just like yourself. And also in the next two years another Gatsby pronouncement is coming down the pipeline. This is about the other -- the post-employment benefits other than pensions. These are the medical benefits being provided to employees who retire. Going to the proposal in the Gatsby is now --they are saying they want it to be the same as Gatsby 68, or similar to Gatsby 68. The only difference here is that while you -- while you are a member of a cost share plan and the pension plan, the post-employment benefit plan is yours and yours alone. So you can make decisions on this by yourself to make any changes if you need to. Right now you have a liability in your books for the OPEB. It's 1 million dollars -- almost 1 million dollars for -- because you are on a pay-as-you-go basis. You're not really funding it. Then there is that liability. But there's additional liability that will probably be more like a 2 million dollar number, which will come down maybe sometime in the next couple years. That's pretty much what I have in the financial report. We have other reports that we talked to about in the audit committee. One of them is the independent auditor's report on internal controls. And I think we have talked about this last year. One of the main things that I want to report to you is that we can now say that we noted no material weaknesses in the internal controls audit this year.

DIRECTOR SWANSON: Fabulous.

EDEN CASARENO: That was not the case last year. But due to the efforts of your management, those decisions that we noted last year, we did not see them again. And we didn't note any new ones. So you're good.

MR. WOODS: Good job, Shiella.

SHIELLA ABREO: Thank you.

EDEN CASARENO: That is it, unless you have other questions.

MR. WOODS: We did have an audit committee. So I don't know if the members of the audit committee wish to --

DIRECTOR LIMBAUGH: The notes of our meeting are in your packet. Thank you for your audit this year. And thank you for attending the committee meeting. The two points that she touched on that we spent a lot of time in the committee talking about when we reviewed this was, yes, we did show not a profit but --

DIRECTOR HAMILTON: Increase in balance.

DIRECTOR LIMBAUGH: -- a non-loss. Last year it was over eight-hundred grand. And largely, due to the cell tower deals we made, we got that big chunk of money. And there was one other thing too.

MR. WOODS: Property -- sold a piece of property.

DIRECTOR LIMBAUGH: Sold a property.

DIRECTOR SWANSON: And there was some past due that we didn't expect.

DIRECTOR LIMBAUGH: We didn't expect. And I think she touched on it, the ongoing liabilities we have with retirees. Eventually we will have to take a look at that. And because we're in the County retirement system, that actually is better than being in some mealy-mouthed retirement thing. Because they are strong enough -- because we are shared, they can lead us through that. For instance, like the healthcare issues direct. We go to hand them out -- fully funded a healthcare plan assuming that all our employees are eligible for that healthcare after retirement. We don't budget for that. And the laws are going to require that at least you report. They are not going to say that we have to fully fund it yet. But that may come down the road. Because I think taxpayers get tired of seeing, we have to ante up more because you didn't do your homework correctly. I don't think we want to be in that position. Because we don't have that much money to make an error like that. We're not going to be able to raise taxes. So I think from the standpoint of year-to-year with them coming in and checking us like they have in this report, gives the Board a good feeling that we are not overstepping our economical means to fund the District in the future. And the audit report would recommend that we receive this report and file and accept it.

DIRECTOR HAMILTON: The one thing -- I would agree with Mike. Thank you and Hong for your service to us. We met for about an hour and a half. And most of our conversation was around those two items, the increase and the balance at the end, which was really generated by the three things that were just mentioned and the new laws as far as Gatsby 68. And I think that, you know, one of the things that we were going to recommend, I'm not sure when it's going to be, is that we do a study to determine where we are in regards to our future liability, especially with the post-employment benefit plan. That would be something we have to do to prepare us to start kind of --

DIRECTOR LIMBAUGH: The ingredients of that study that are not tangible.

DIRECTOR HAMILTON: Yeah.

DIRECTOR SWANSON: Like you said, nobody knows it right now.

EDEN CASARENO: Not right now. Hopefully we'll know it by --

DIRECTOR SWANSON: By the end of this fiscal year?

DIRECTOR LIMBAUGH: Give me the phone number for enroll California.

DIRECTOR HAMILTON: One of the other things too, we asked both of our -- I mean Eden and the Manager Hong, was our staff very cooperative with them and their due diligence to check our records. And they were both very complimentary of our openness and our transparency when they did the audit. Because that's part of our responsibility to make sure our staff cooperates with them and gives them the information they need to give us a clean slate. So we appreciate that. On behalf of Shiella and Lindsay and all the others that were part of that. That's a good thing.

EDEN CASARENO: I would like to thank them also. We really appreciate when we have very cooperative staff because it makes our life so much easier.

DIRECTOR HAMILTON: Bob --

EDEN CASARENO: I know, you know, sometimes auditors are not welcome in their auditee's offices. So we like to be liked.

DIRECTOR HAMILTON: Before you go, Eden, Mr. Chandler or Rebekah, do you guys have any questions you want to ask them about this?

DIRECTOR CHANDLER: No. Thank you for a good report. And thank you, staff, all of you, for doing a great job.

DIRECTOR SWANSON: I would like to echo that as well. I mean, we know we have a great staff, but it's nice to have another pair of eyes come from other circumstances and say, oh, yes, not only do you have a great staff, but they are meticulous and they are flexible, and they think outside the box when it comes to making sure that all of these things are done in an appropriate manner. So thank you.

EDEN CASARENO: You're welcome.

DIRECTOR HAMILTON: I would entertain a motion to accept the audit as presented.

DIRECTOR LIMBAUGH: I'll move.

DIRECTOR SWANSON: Second.

DIRECTOR HAMILTON: A motion and a second to accept the audit as presented. Any more discussion? Questions? Okay. All those in favor please say "aye."

DIRECTOR LIMBAUGH: Aye.

DIRECTOR HAMILTON: Aye.

DIRECTOR SWANSON: Aye.

DIRECTOR CHANDLER: Aye.

DIRECTOR HAMILTON: Opposed? None.

MS. MILLER: The motion to accept the Hesperia Recreation and Park District's auditor's report fiscal year ended June 30, 2014, was made by Director Limbaugh and the second was made by Director Swanson. Director Limbaugh, Director Hamilton, Director Swanson, and Director Chandler and all voted yes.

**MOTION:** It was moved by Director Limbaugh, seconded by Director Swanson, and carried unanimously to accept the Hesperia Recreation and Park District Auditor's Report Fiscal Year Ended June 30, 2014 by the following vote:

**AYES:** Limbaugh, Hamilton, Swanson, Chandler

**NOES:** None  
**ABSENT:** None  
**ABSTAIN:** None

**E. Tapestry Project Overview Presentation.**

DIRECTOR HAMILTON: Moving on to the next item on our agenda is the Tapestry Project Overview Presentation, Item E. I ask Mr. Woods to please introduce our guests.

MR. WOODS: Well, before I introduce our guests, I just want to reiterate that there is a project coming to our city, and the name of that project is the Tapestry. And tonight we have John Ohanian with the Terra Verde Group and Steve McCormick with Agora planning here to give you a PowerPoint presentation and overview of the proposal project.  
(Presentation)

MR. WOODS: Questions?

DIRECTOR CHANDLER: Yeah. Kind of curious of Phase 1. Once it gets started, what kind of estimate do you give as far as completion?

JOHN OHANIAN: Phase 1 infrastructure, if everything goes according to plan -- nothing does -- but if everything went according to plan, Phase 1 would get approved in 2015. We'll get sued by the environmental groups the day after the project is approved -- 30 days after the project is approved we'll get sued by the environmental groups. We'll spend a year litigating with them trying to get to the courts. So that puts us into 2016, 2017.

DIRECTOR SWANSON: Nice that you planned for that.

JOHN OHANIAN: I've done enough in California. I know their lawyers by first name. I just know it's going to happen, unfortunately. So 2017 is kind of when we think we can start construction after we settle the lawsuits and all that. It takes about 18 months to get the infrastructure in so we could start. And then we are planning three years in Phase 1. About 700 residential units a year is what our market study tells us we can acquire -- we could achieve. If you got really blessed, you could maybe get 1,000 units in a year. But that's about all, if you got your market share, what you can do. We think the 2300 units it takes around three years to go through Phase 1. You'd start Phase 2 right before finishing Phase 1. So they kind of -- there will be a little lap over. So if you lap it over like that, then the houses -- the building part -- let me go back. That gets us through the whole phases in about 20, 22 years. The houses will take a little longer. They'll lag behind that. So we think the project in its aggregate will take about 25 to 30 years for a full build-out.

DIRECTOR HAMILTON: John, on the 2,300 units in Phase 1 and the whole project with the 19,000 units, it was like, I think you said 367 acres?

JOHN OHANIAN: Yes, sir.

DIRECTOR HAMILTON: How many acres are like in the Phase 1?

JOHN OHANIAN: Phase 1, park number -- I didn't bring my --

DIRECTOR LIMBAUGH: I think it's 65.

JOHN OHANIAN: Thank you. That's pretty close. The two big --

DIRECTOR LIMBAUGH: We only get one community park?

JOHN OHANIAN: Right. That's what throws the number off in Phase 1 because we want to do the community park early from a marketing standpoint. We need the community to have some of its amenities ahead of time.

DIRECTOR LIMBAUGH: With regards to your using the blue -- purple pipe water, when Phase 1 is being built, that's the same time you're going to be building the treatment plant?

JOHN OHANIAN: Yes.

DIRECTOR LIMBAUGH: Will you also be supplementing water with the city?

JOHN OHANIAN: Yeah, other non-potable.

DIRECTOR LIMBAUGH: They bought the entitlement from: Las Flores?

JOHN OHANIAN: They bought the entitlement for this project from the bankruptcy court when we bought the land from the bankruptcy court. So they'll be able to generate the water for this. In the early stages --

DIRECTOR LIMBAUGH: So the city is putting in the well system to serve you guys?

JOHN OHANIAN: We're going to tie into the existing city water system.

DIRECTOR LIMBAUGH: They'll need more wells though I'm sure.

JOHN OHANIAN: They don't need too many more wells right now. They need more storage is what we've been told. So we are going to be building storage in the first phases. They have reserved the right to put wells on this property.

DIRECTOR LIMBAUGH: A couple of wells.

JOHN OHANIAN: I would expect them to, but it's not in their --

DIRECTOR LIMBAUGH: Unless they are going to pump it from the river. They could put more wells in by the river and use the capacity that they have already down by the lake. They have several wells down there.

JOHN OHANIAN: I think that's what their --

DIRECTOR LIMBAUGH: The only problem I had with -- your whole document is really good until I got to the transcirculation. I didn't want to spend a whole bunch of time doing this. And I'm not willing to go to the public hearings. But I know Caltrans has said that they are going to improve 138. I don't know if they have bid that project yet if it's on the street.

JOHN OHANIAN: They've acquired right-of-ways.

DIRECTOR LIMBAUGH: I don't think they have bid it. It's been designed for a number of years since 2000, early 2000.

JOHN OHANIAN: Right.

DIRECTOR LIMBAUGH: But I think most people in our community -- and I'm speaking as a citizen, not as a park board member. I want to make that perfectly clear to my fellow board -- that the circulation in that document would not meet my standards. And if the city doesn't respond harshly to that, I think a lot of people that live in this area are going to have a big problem with that when we are counting on mitigating traffic at all the signalized intersections by putting a signaling. Instead of a stop you are going to have a signaling. And the traffic document basically said Rancho would come to a standstill for a couple of hours a day where you couldn't move because it would be total gridlock. It's the only ingress and egress out of that project until 138 is improved.

JOHN OHANIAN: Rancho Road will be widened. The city is going to require a widening with Rancho from the beginning to the end. And they are not allowing us to do Phase 1 until we widen Rancho. So Rancho will get to be a six-lane road. When we get down to the bottom of the project and we start taking access --

DIRECTOR LIMBAUGH: I know it's got to be a concern of yours too.

JOHN OHANIAN: Absolutely. I've got to sell it.

DIRECTOR LIMBAUGH: When you're selling homes and they can't buy because --

JOHN OHANIAN: I could sell the first hundred, but the next people aren't going to be very happy. I always make this comment to everybody. When we get into this project, we have to build the sewer treatment plant before we can build house number one. We have to widen and expand the right-of-way of Ranchero Road before we can sell – occupy house number one. So we're going to end up being 160 million dollars' worth of improvement dollars in, plus the cost of the land, before we can sell something. So we are definitely cognizant of that concern.

DIRECTOR LIMBAUGH: The real approach of your project is it's a complete community. When they started developing here in Hesperia from the mid '90s to 2004, let's say, they have a hodgepodge of housing development. It's horrible what they did. And so from that standpoint, as a person who moved up to the desert a long time ago like a lot of these folks, it's nice to see at least you're giving it a chance to progress as a unit rather than one here, one here, one over here. You know, and then half of them left town and left big blights on the land. It's a joke what's happened on the west side of Hesperia. So from that aspect, I think as a community member, it's great. You've put -- some people put a lot of thought in this. And preserving the desert environment is great. And you also have an equestrian part too. For those of you who don't know, the Hesperia Park District has been an equestrian component since we were founded basically. The horse people put this whole thing together here. You preserve that in its integrity. So the transportation, I think, is going to be your biggest --

JOHN OHANIAN: Agreed. It's the biggest cost, for sure.

DIRECTOR LIMBAUGH: It only took 25 years to get the Ranchero under crossing, which was promised to the city.

JOHN OHANIAN: Part of what's happened, you know, you handsome spotty city management over the years.

DIRECTOR LIMBAUGH: That's a nice way to put it.

JOHN OHANIAN: I'm trying to be polite. But the staff that you've got in there now, the City Manager and the Assistant City Manager, they are really pros. And I deal with a lot of communities around, and I think Mike Podegracz is maybe one of the smartest City Managers I've dealt with. When we came in to have the initial meeting to talk about when we were going to -- before we ever bought property from the bankruptcy, he would -- he just made it clear. You're going to pay your way. You're going to be in it upside down for a long time. We did our numbers based on what Mike tells us we're going to have to do. We need to get to Phase 6 before we recoup the initial cost of development. We're going to be watching that very judiciously too.

DIRECTOR LIMBAUGH: There must have been a half a dozen home builders that came up here and sold their homes, the mortgage rates, you know the whole deal. And when you drive through the west side of town, you're aghast. How could a community develop this way? It looks like it was, you know, child's business. They just -- home here, home here, nothing here, empty lots here, open drainage and grading all over the place. And it still today is a mess.

JOHN OHANIAN: Agreed.

DIRECTOR LIMBAUGH: Because they didn't have a plan.

JOHN OHANIAN: At least on this stuff we won't have that, but we have a lot to overcome. Hesperia has got a lot to overcome with the image that it's got. But we really believe this. This property is pretty. And if done right, it's going to be a really neat community. I think we'll be real proud.

DIRECTOR LIMBAUGH: Thank you for coming here tonight.

DIRECTOR HAMILTON: The road that would come from Summit Valley to the freeway on 138, somebody told me -- I don't know the name -- but it was two lanes.

JOHN OHANIAN: It's currently two lanes. There's about a 1.6 mile stretch of it that's real -- really, really curvy. I mean --

DIRECTOR HAMILTON: As it stands now, it's really crazy. But what I'm saying is when we fix it to make it straight up; it's only calling for two lanes.

JOHN OHANIAN: Yeah. Two lanes and an expanded shoulder is all that Caltrans is doing.

DIRECTOR HAMILTON: Would there be any chance for some division with Caltrans?

JOHN OHANIAN: Obligation for us is to widen it. Caltrans is willing to straighten it. They are not willing to widen it. And the city is going to make us widen it. As we hit certain thresholds of development, we have to add two lanes, and then we have to add two lanes. Ultimately, it could become -- if the traffic generation numbers warrant it, the city has a potential six-lane road from our property where Rancho Las Flores comes down to 138 to I-15. That's a long way down the road. The way they are widening it now, they are going to build a shoulder that would allow you to put an extra lane in.

DIRECTOR HAMILTON: That's what I was talking about the traffic on Ranchero with eight signals and all the impact. I was thinking a lot of those folks probably would drive to work maybe down the hill. Obviously, they would go out 138. It seemed kind of naive to me to have a two-lane road.

JOHN OHANIAN: Agreed. It can't carry the traffic at all.

DIRECTOR HAMILTON: The other thing is, I was looking at some of the info, I noticed -- I don't know what you call them -- arteries coming from Summit from the project to the north. In addition to "I" -- running "I" down, I think you had Farmdale --

JOHN OHANIAN: You have Farmdale --

DIRECTOR HAMILTON: Let me just make a comment on Farmdale. I would really have you guys consider not doing -- the thing I don't like about that is it runs right next to that school.

JOHN OHANIAN: What they want is sidewalks. And with that wider street -- that's what the city has asked us for.

DIRECTOR HAMILTON: It seems like with all the traffic, it would be --

JOHN OHANIAN: It's pretty limited. Show that note up there. There's 167 homes, something like that -- Steve, in that area -- that would have Farmdale access. The bane traffic won't go through there.

DIRECTOR HAMILTON: That's what I was wondering.

JOHN OHANIAN: It's going to be either gated. The city hasn't decided what they want. But there is going to be a traffic restriction. So the body of the traffic doesn't circulate through that.

DIRECTOR HAMILTON: That's what I was wondering.

JOHN OHANIAN: We still have to improve --

DIRECTOR HAMILTON: Again, I'm speaking as a park member, but I was looking at it more from the school district angle. Having a bunch of traffic going by an elementary school seems kind of unwise.

JOHN OHANIAN: Agreed.

DIRECTOR HAMILTON: At 25 miles per hour.

DIRECTOR LIMBAUGH: And just go by Oak Hills any day and see what happened there.

JOHN OHANIAN: And it's really awkward. So we're working with the school district to realign -- to eliminate the access point to Oxford, have that traffic go through our project so that it goes through a signalized intersection and circulates without -- right now, gosh, when you go there when the kids are getting out of school, they are just running across Rancho. It's dangerous.

DIRECTOR HAMILTON: That was my concern about Farmdale.

JOHN OHANIAN: Yeah.

DIRECTOR HAMILTON: Bob or Rebekah, anymore?

DIRECTOR CHANDLER: No. I don't think so.

DIRECTOR SWANSON: Thank you.

DIRECTOR LIMBAUGH: Thank you again for coming. Good luck at your hearing. When are they? The 19th?

JOHN OHANIAN: This Saturday morning we have a community outreach meeting at the Percy Bakker Center. That proves I'm an outsider. Darn it. I should have said that. That was good.

DIRECTOR HAMILTON: You got the Percy right.

JOHN OHANIAN: I got the Percy right. So that was good.

DIRECTOR SWANSON: At what time?

JOHN OHANIAN: That's at 9:30 in the morning, 9:30 to 11:30. The citizens asked for some weekend meetings. It's difficult for them to get to the during-the-week meetings. We're meeting with -- the city council advisory committee is taking the comments on January the 21st at 6:30. And then there will be another planning commission workshop February the 12th at 6:30. And then we'll know from there what they are going to do next. They may do additional workshops or they may start -- the conversation has been one more workshop in February. Then they start -- planning commission hearings start in March with the idea of being able to get to the city council April or May.

DIRECTOR HAMILTON: Okay.

JOHN OHANIAN: That's kind of the window.

DIRECTOR HAMILTON: Thank you.

DIRECTOR LIMBAUGH: And you're anticipating -- because I know I already got the thing in the mail for the citizens group. They've already got their thing going to stop you. So in the document itself it says 2018 is when I think you really started to move people into this project by building some homes first and phasing it over. You think so it might be before 2020 that there will be an appreciable --

JOHN OHANIAN: Yeah. Like 1400 houses in 2020, maybe. Could be. You know --

DIRECTOR LIMBAUGH: You'll definitely have more knowledge about the roads by then.

JOHN OHANIAN: It will be how long it takes to settle the lawsuits. Consider the biological diversity will sue us. The Audubon Society and the Sierra Club, they will probably join them.

DIRECTOR LIMBAUGH: The other thing about the Arroyo Toads, very interesting fact, it was one of the three species that was fraudulently listed on the endangered species in San Bernardino County. And there was a lawsuit against it, but I think it went away. Actually, the largest community of Arroyo Toads is in Ventura County, and I dealt with them in mitigation on the Mojave River on the east fork, which the bio just was crazy. And so I know what you've gone through with that. And I'm sorry about that.

JOHN OHANIAN: Thanks. I refer to them as "environmental maniacs."

DIRECTOR LIMBAUGH: That wasn't fair to this community up here. And they were supposed to delist those areas. And there was two other animals that was during the Bush Administration a number of years ago where the Secretary -- it was actually an EPA that put them on the list. And you should know that if you've read the documents about the Arroyo Toads, that it's only in Ventura County.

DIRECTOR HAMILTON: Okay. Thank you, John. Thank you very much, Steve. You guys, let's move on to the next item of business. It's the recommendation that we approve the change of minute's format. Would you like to explain that a little bit, Mr. Woods?

DIRECTOR SWANSON: I know you've provided an example of the difference between --

MR. WOODS: Would it be possible to take a break?

DIRECTOR HAMILTON: You want a break right now? Let's take about a five-minute, ten-minute break. Reconvene at 8:45.

Meeting Recessed at 8:37 p.m.

Meeting Reconvened at 8:45 p.m.

#### **F. Approve Change to Minute Format.**

DIRECTOR HAMILTON: We would like to reconvene. And we are on Item F. And I've asked Mr. Woods to kind of give us a little background. It's on your agenda, but to make a few comments regarding a change in our minutes.

MR. WOODS: The board, a number of years ago, probably ten years ago, approved we changed from the action minutes, which there's a sample of what action minutes would look like in your tab, to more of a verbatim format. And that's when we brought a court reporter in. We tried doing it with staff, but Rachel was here a lot on the weekends typing those up. Our minutes are about 40 to 60 pages on average. And it's -- there's a cost associated with that. It's about \$12,000 for the District every year for us to have the court reporter services. And there's also a lot of additional work that's associated with that with staff. So my recommendation is that we -- is that the Board consider changing our minutes format back to an action minute where we just report the action that was taken at the meeting.

DIRECTOR SWANSON: Can you remind me why we were inspired to make the change?

MR. WOODS: I believe that there was a specific board member that was in constant question of what was said at the board meeting.

DIRECTOR CHANDLER: Yes, there was.

MR. WOODS: And it was decided at that time that they needed more verbatim minutes.

DIRECTOR HAMILTON: To my knowledge, Mr. Woods, and I've been on several -- well, a lot of boards, different ones, different topic ones, and this is the only one that I've ever seen that does it this way with verbatim minutes. And I was kind of curious as to the history of it.

DIRECTOR LIMBAUGH: Well, now you've got it.

DIRECTOR HAMILTON: Well, apparently.

DIRECTOR LIMBAUGH: I move that we authorize the General Manager to --

DIRECTOR HAMILTON: We have a motion.

DIRECTOR SWANSON: I second.

DIRECTOR HAMILTON: Motion. Second. Any more conversation, comment, or discussion on the matter? Okay. All those in favor, then please say "aye."

DIRECTOR LIMBAUGH: Aye.

DIRECTOR HAMILTON: Aye.

DIRECTOR SWANSON: Aye.

DIRECTOR CHANDLER: Aye.

DIRECTOR HAMILTON: Anybody opposed? None.

MS. MILLER: The motion to approve the change to the minute format was made by Director Limbaugh and the second was made by Director Swanson. Director Limbaugh, Director Hamilton, Director Swanson, and Director Chandler all voted yes.

**MOTION:** It was moved by Director Limbaugh, seconded by Director Swanson, and carried unanimously to approve the change to the minute format by the following vote:

**AYES:** Limbaugh, Hamilton, Swanson, Chandler

**NOES:** None

**ABSENT:** None

**ABSTAIN:** None

**G. Approval of the Process for the Appointment of Vacant Board of Director Position.**

DIRECTOR HAMILTON: Okay. Thank you. Item G, approval of the process for the appointment of the vacant Board of Director position. I want to apologize to those in the audience. I think I was negligent to notify all those that were here earlier in the meeting as to why we were missing a Board Member or Director. And I should have mentioned that we were in the process of one of our Board Members had resigned and probably would have advised to state that. Since we are not doing verbatim minutes anymore, you don't have to put that in there. Just kidding.

DIRECTOR LIMBAUGH: Big crowd.

DIRECTOR HAMILTON: But we should have mentioned that. Well, they probably wondered why we were missing somebody. But we did have a resignation. But, anyway, what I would entertain is a motion to approve the process we're going to use to fill that position. And so I would entertain a motion on that.

DIRECTOR LIMBAUGH: I'll move.

DIRECTOR HAMILTON: We have a motion. We may have some discussion. Would anybody second that?

DIRECTOR CHANDLER: I'll second.

DIRECTOR HAMILTON: Okay. We have a motion, a second to approve the process that we are laying out in front of you.

DIRECTOR LIMBAUGH: I just have one question for the Board.

DIRECTOR HAMILTON: Yes, sir.

DIRECTOR LIMBAUGH: Did you guys look at these questions? Did you think these are appropriate? Is there any modifications you'd like to make to these questions? You have to ask the same questions.

DIRECTOR HAMILTON: Everybody, yes.

DIRECTOR LIMBAUGH: You can't ask one different stuff.

MR. WOODS: Well, there's some variation that could happen based on their application and information that's provided. So if -- and they also give a presentation to the Board. So if a board member heard something that they said that they needed clarification, they can ask for clarification and elaborate on that. And that was the process that we used the last time.

DIRECTOR HAMILTON: Well, we've had this before. In 2006 one of our Board of Directors, Mr. Smith, became a City Council Member and there was a vacancy at that time. The Board used much wisdom in appointing a new member of the Board in 2006.

DIRECTOR LIMBAUGH: I don't know. I don't remember if it was these exact three questions. And I'm still waiting for my new car.

DIRECTOR HAMILTON: We also lost a Board Member; Mr. Lupton was one of our long-time Board Members. He's passed away in '09. And we went through the process of appointment at that time. Now we're at that point again. And the process that we have laid out in front of you is pretty much the same process that we used in those past situations.

DIRECTOR LIMBAUGH: And I think it has worked well.

DIRECTOR HAMILTON: Right.

DIRECTOR LIMBAUGH: But I was just wondering if you guys were okay with those questions?

DIRECTOR CHANDLER: I'm okay with the three that we have here. But I truthfully -- personally, I can ask about 50 questions. Because we don't want to repeat the same.

DIRECTOR HAMILTON: Well, I would like to ask you, Mr. Chandler --

DIRECTOR LIMBAUGH: We would have never hired any of those, Bob. We would have never hired one of those. Are you kidding? Come on.

DIRECTOR HAMILTON: One of the things the recommendation is recommending is if we have more -- four or more applicants, that we do a paper screening. And I was going to ask you, Bob, if you would be on an ad hoc committee with me to paper screen those down. So let's say we have six or seven or eight applicants, we would paper screen that down to three. And then we would actually interview three at the 4:30 meeting on February 4th.

DIRECTOR CHANDLER: I actually asked someone if they wanted -- if they would try out for the position.

DIRECTOR HAMILTON: I don't think that disqualifies you.

DIRECTOR CHANDLER: Okay. All right. Then, yeah, I'd like to do that.

DIRECTOR SWANSON: Have we received any correspondence so far?

MR. WOODS: I've had a number of inquiries, and I've received one application. And I'm expecting at least another couple.

DIRECTOR HAMILTON: So the plan would be, Rebekah, if we get three, there would be no screening. We would have all three come to our meeting on the 4th. If we get more than three, then it would be up to Bob and I to get that down.

DIRECTOR LIMBAUGH: What's the deadline for submitting their thing?

MR. WOODS: It's the 23rd of January.

DIRECTOR SWANSON: So we still have some time.

DIRECTOR LIMBAUGH: Next Friday.

DIRECTOR HAMILTON: Would the Board give Bob and I the privilege of maybe -- Bob and I haven't talked about this -- but maybe resisting those questions? Mike, and if we wanted to add one or two more, would you guys be okay with that?

DIRECTOR LIMBAUGH: Sure.

DIRECTOR SWANSON: Sure.

DIRECTOR LIMBAUGH: If you added one or two more questions, that's only fifteen questions.

DIRECTOR HAMILTON: I'd like to give Bob and I the freedom to do that. If we have those three that are recommended. But maybe if we wanted to, we could recommend to you maybe another one or two. But we don't want to get in a situation where it's an hour per person or something. So we would have to use our discretion. Any more conversation? We have a motion and a second on this already. Any more discussion about this?

DIRECTOR SWANSON: Call for the question.

DIRECTOR HAMILTON: I call for the question. Someone make a motion to approve the process for the vacancy for our Board of Directors.

DIRECTOR LIMBAUGH: We did already.

DIRECTOR HAMILTON: I know we did already. Stupid. Call for the vote. All those in favor then of using the process that's been laid out before us, please say "aye."

DIRECTOR LIMBAUGH: Aye.

DIRECTOR HAMILTON: Aye.

DIRECTOR SWANSON: Aye.

DIRECTOR CHANDLER: Aye.

DIRECTOR HAMILTON: Anybody opposed? Any more conversation? Okay.

MS. MILLER: The motion to approve the process for the appointment of the vacant Board of Director position was made by Director Limbaugh and the second was made by Director Chandler. Director Limbaugh, Director Hamilton, Director Swanson, and Director Chandler all voted yes.

**MOTION:** It was moved by Director Limbaugh, seconded by Director Chandler, and carried unanimously to approve the process for the appointment of the vacant Board of Director position by the following vote:

**AYES:** Limbaugh, Hamilton, Swanson, Chandler

**NOES:** None

**ABSENT:** None

**ABSTAIN:** None

#### **H. Approval of February, May, and November Board of Directors Meeting Date Changes.**

DIRECTOR HAMILTON: Okay. Moving on to the next item would be the approval of the revised calendar. And Mr. Woods has given that to us where next month, the February meeting, would be changed to the 18th. The May meeting would be the 20th, and the November meeting would be --

DIRECTOR LIMBAUGH: The 18th. So moved.

DIRECTOR HAMILTON: Yeah. A motion to change the calendar. A second, please.

DIRECTOR CHANDLER: Second.

DIRECTOR HAMILTON: Second. We have a motion and a second. Any conversation or any concerns about those changes? Okay. We have a motion and a second. All those in favor of approving the revised calendar, please say "aye."

DIRECTOR LIMBAUGH: Aye.

DIRECTOR HAMILTON: Aye.

DIRECTOR SWANSON: Aye.

DIRECTOR CHANDLER: Aye.

DIRECTOR HAMILTON: Those opposed? None.

MS. MILLER: The motion to approve February, May, and November Board of Directors meeting date change was made by Director Limbaugh and the second was made by Director Chandler. Direct Limbaugh, Director Hamilton, Director Swanson, and Director Chandler all voted yes.

DIRECTOR HAMILTON: Great. Thank you.

MS. MILLER: Thank you.

**MOTION:** It was moved by Director Limbaugh, seconded by Director Chandler, and carried unanimously to approve the February, May, and November Board of Directors meeting date change by the following vote:

**AYES:** Limbaugh, Hamilton, Swanson, Chandler

**NOES:** None

**ABSENT:** None

**ABSTAIN:** None

## **CORRESPONDENCE**

1. ASBCSD January Meeting Flyer
2. Thank you from CBS Radio Victor Valley for helping promote Hot Rod Halloween
3. Thank you from Jo'Ann Boggs Cordova regarding the Tree Memorials at Hesperia Lake
4. December 2015 CARPD Communicator
5. Newspaper article, Daily Press, December 6, 2014, "Christmas Tree Lighting Ceremony"
6. Newspaper article, Daily Press, December 12, 2014, "Members Seated on Hesperia Park District Board"
7. Newspaper article, Hesperia Star, December 23, 2014, "Community Briefs"
8. Newspaper article, Daily Press, December 26, 2014, "Best Bets"
9. Newspaper article, Daily Press, December 29, 2014, Picture of Annual Petwalk at HCPP
10. Newspaper article, Hesperia Star, December 30, 2014, "Year in Review: Part One"
11. Newspaper article, Hesperia Star, January 6, 2015, "Year in Review: Part Two"

DIRECTOR HAMILTON: Now we're going to correspondence from our general manager.

MR. WOODS: In your board packet, you have a number of correspondence. We've got some nice thank you letters in there. And we did receive the Association of San Bernardino County Special Districts, the invitation. We will be the hosts of the January 26th meeting. And that will be at the Mile High Cafe at the Hesperia Airport on January 26th.

DIRECTOR LIMBAUGH: Who's speaking?

MR. WOODS: And our attorney will be giving a presentation on legal -- the legislative updates and changes to the law that affect special districts. So if you would like to go to that, we need to know.

DIRECTOR LIMBAUGH: I went last time, Jack. You should go.

DIRECTOR HAMILTON: I'm looking over the 26th right now.

DIRECTOR LIMBAUGH: Bob, were you there last time?

DIRECTOR CHANDLER: I haven't been there in a long time.

DIRECTOR SWANSON: I'm on the board. I'm the secretary. I have to go.

DIRECTOR HAMILTON: I will go. I haven't read the stuff yet.

DIRECTOR LIMBAUGH: Neal did a good job speaking, by the way. And the food was good.

DIRECTOR SWANSON: Charlene got him.

MR. WOODS: What did we have? We had tri tip.

DIRECTOR CHANDLER: Get back --

DIRECTOR HAMILTON: I'll get back on the second, please.

MR. WOODS: So if you can let us know as soon as possible so we make those arrangements. The social starts at 6:00 and the call to order is at 6:45. And we also put a schedule that's important to the Board in front of you. You have the new publications that came out at the end of December. BMX is promoting a free one-day membership to get interested kids over to the track. And we also have our youth sports program spring volleyball and youth baseball, indoor soccer, and --

DIRECTOR LIMBAUGH: The school district prints these up for us?

MR. WOODS: Yes.

DIRECTOR LIMBAUGH: This is pretty good quality.

MR. WOODS: Good quality and at a great rate.

DIRECTOR LIMBAUGH: It's awesome because they are nice looking flyers. They do the program too; right?

MR. WOODS: Yes.

DIRECTOR CHANDLER: Anyone who is visiting with us tonight, the same information is back there.

DIRECTOR SWANSON: So help yourself. Pass them around.

MR. WOODS: And that's all I have for written communication.

DIRECTOR HAMILTON: Mr. Woods, I don't know if it's appropriate or not, but reading through the stuff that we got from the communicator from CARPD, which one of our Board Members is on the board with that, which is wonderful. We appreciate Mike's participation there. But on that healthy workplaces now providing sick leave for part-time employees, what does that mean to us financially? You can answer that later, but I'm just curious.

MR. WOODS: Well, for every 30 hours of work, they have to get one hour of sick leave.

DIRECTOR HAMILTON: I don't think that's what this is saying.

DIRECTOR SWANSON: Is that Ralph?

DIRECTOR HAMILTON: The way I read it -- maybe I'm an idiot. They had to receive three days of sick leave.

MR. WOODS: I'm sorry. You're right.

DIRECTOR SWANSON: 30 hours for one day.

DIRECTOR HAMILTON: Forget my question. Other than my long-term concern what that leads to --

MR. WOODS: We're going to see an increase in --

DIRECTOR HAMILTON: Would it be a fair question to ask just to have you tell us next meeting or the meeting after if that would be something that is significant enough to cause us to resist that in some way?

MR. WOODS: Yeah.

DIRECTOR HAMILTON: Yeah. Any other questions or comments on the correspondence?

DIRECTOR SWANSON: No. What's the date in November that we switched?

MS. MILLER: It's going to be the 18th.

MR. WOODS: The 11th is the Veteran's Day Holiday.

DIRECTOR HAMILTON: Yeah. It's a Holiday.

DIRECTOR SWANSON: I had the 23rd.

## **GENERAL MANAGER/STAFF REPORTS**

### **Recreation Programs**

#### **Golf Course**

#### **Parks Division**

#### **Park Ranger**

DIRECTOR HAMILTON: Do you want to go on, Mr. Woods, with the General Manager staff reports?

MR. WOODS: Was there any questions? It's been a long meeting so far. Are there any questions on Recreation, Golf, Parks, Ranger report?

DIRECTOR LIMBAUGH: It's nice having the golf thing right behind the stats. That's nice. And the new colored version of the activities is great too. So this is accumulative, but we keep it by quarter. So that's excellent. Thanks for doing that.

DIRECTOR CHANDLER: It seems like lately we've been getting a lot of very positive changes in regards to the packet. And it simplifies it. It makes it a lot easier to understand. So thank you.

MR. WOODS: You're welcome.

### **General Manager Report - Summary Report of Items of Interest**

MR. WOODS: Moving on to the General Manager's report. As you can see, I was able to get a two-year extension on the SCE Trail Easement. They did increase the fee, but the fees did not increase to what they had originally told us.

DIRECTOR SWANSON: Good. Thank you for negotiating that on our behalf.

MR. WOODS: I am not too sure what the future is going to hold after they do that construction project when they go through that corridor. They may not extend an extension to us at that time. And if that is the case, then the Board will have to review it at that time and decide how we want to proceed.

DIRECTOR LIMBAUGH: And they won't give us a license agreement?

MR. WOODS: They may not after the construction. They are going to go spend a lot of money fencing things off. And they have already done it elsewhere in town where they're getting a fence off some of the easements. So I don't know if they are having a change in their policy.

DIRECTOR LIMBAUGH: Do we have a group that uses it on a regular basis?

MR. WOODS: The equestrian groups do use it. I wouldn't say it's on a regular basis. But it does receive quite a bit of use by residents that are walking or jogging.

DIRECTOR LIMBAUGH: So it's more of a random type use. It's not organized?

MR. WOODS: No trail rides.

DIRECTOR LIMBAUGH: So do you think that Edison would have to publically announce that they are closing that?

MR. WOODS: Well, they are going to close it during the construction.

DIRECTOR LIMBAUGH: But I mean before. Permanently, if they close it personally?

MR. WOODS: I think that they would just tell us that they are not going to extend us an agreement. And at that point, we would need to decide how much effort do we want to put into trying to fight that because it would probably become political and we would have to get a --

DIRECTOR LIMBAUGH: City doesn't care.

MR. WOODS: -- specialized attorney. It's a recreational element. It's up to us what we want to do. And it's not a part of the City's trail plan.

DIRECTOR HAMILTON: Lindsay, another one of your reports, I don't know if you were going to comment on this. I didn't quite understand what the Hesperia Lake Well Project was. It says it's going -- the bid closes on January 25th.

MR. WOODS: The well at Hesperia Lake is basically failed. And we need to re-drill. We bid it once, and the bid came in very high. So we rejected it. And we only have one bidder. So we rejected it. It went back out, and this time we got a much better response to our pre-bid meeting. So we're expecting to go get at least two or three different bidders on the project so that we can get that.

DIRECTOR HAMILTON: And did we budget for that this coming --

MR. WOODS: Yes.

DIRECTOR SWANSON: Yeah.

DIRECTOR LIMBAUGH: 300,000.

DIRECTOR SWANSON: We knew it was coming.

DIRECTOR LIMBAUGH: With regards to your report, Lindsay, on the Board Norms project, you're not really going to call it Norms, are you?

MR. WOODS: That was just something that --

DIRECTOR LIMBAUGH: I don't like that name. That's that restaurant in Los Angeles, Norms. Anyway --

DIRECTOR SWANSON: It's because he's hungry.

DIRECTOR LIMBAUGH: But I think Director Chandler and I agree that this has been something that has been a miss in our district for a long time.

DIRECTOR SWANSON: Misbehavior or the --

DIRECTOR LIMBAUGH: No. I think some guideline --

DIRECTOR SWANSON: Or the assistant of the Norms.

DIRECTOR LIMBAUGH: If somebody does something -- God forbid it would be me -- but if somebody does something out of the ordinary or behaves in an irrational way, at least there

would be something that we could -- you can't hold them to, but you can say, hey, it's in the book. You're not supposed to do that kind of stuff, and give it to anybody who is new --

DIRECTOR SWANSON: Yes.

DIRECTOR LIMBAUGH: -- or anybody who wants to know, well, what does a board member do? You hand them the five pages. This is basically what your job consists of.

DIRECTOR SWANSON: I guess we can't have anyone sign this.

DIRECTOR LIMBAUGH: So I read them, and they are okay. But do you know, through your travels, of any other district that might have something like that? Because I know you've talked to others.

MR. WOODS: Most other agencies have the same thing that we have, Board policy. And some of them are very restrictive that I've seen.

DIRECTOR HAMILTON: Why wouldn't we have some kind of a policy that says, I can't force anybody to do this, but I can ask them to read it annually?

MR. WOODS: The Board could do that if they so choose. I would give -- this would be added into the Board of Directors policy manual, and then it is a part our policy.

DIRECTOR HAMILTON: No, I think that's good. A side point, Mr. Woods, I want to brag on you for a minute because letting the rest of the Board know. I had asked Mr. Woods if I could have a meeting with him to kind of get me up to speed on what's happened the last couple of years. And one of the things he showed me that I was very impressed with is a PowerPoint presentation that would serve us for Board orientation.

DIRECTOR SWANSON: Yes. It was very good.

DIRECTOR HAMILTON: I don't know if you guys were working on it.

DIRECTOR SWANSON: We were trained. They came to us.

DIRECTOR HAMILTON: Good. I just was very pleased with that.

DIRECTOR SWANSON: We almost needed it every month for one time.

DIRECTOR HAMILTON: But, anyway, I just felt like it was well done and I got to congratulate you. Because, Lord willing, we are going to have a new coworker with us on the Board. And it would be great to have that person go through that.

MR. WOODS: And then I would ask for your help that there's an item that needs to be replaced in your policy manual. So if you can, after page 2, the General Manager's report, replace the new policy manual.

DIRECTOR LIMBAUGH: I saw that. The signature we did? We did that last meeting; right?

MR. WOODS: So if you could assist us with that, that would be helpful.

DIRECTOR LIMBAUGH: What do you want us to assist you with?

MR. WOODS: Just take that one out and put it into your Board policy manual.

DIRECTOR HAMILTON: Now I got you. Thank you.

MR. WOODS: Moving to the -- moving back to the Board Norms. If Board Members have specific comments, if you can help me by e-mailing me or contacting me and let me know what type of sheets, then I can bring that document back in its entirety.

DIRECTOR LIMBAUGH: Can you send this to us electronically?

MR. WOODS: Sure I can.

DIRECTOR HAMILTON: That's a good idea.

DIRECTOR SWANSON: Administrators. I see the change.

DIRECTOR LIMBAUGH: It has some acronyms -- some AKAs for Norms.

DIRECTOR HAMILTON: How about "Swannies" instead of Norms?

MR. WOODS: So that concludes --

DIRECTOR HAMILTON: The only people in this room that probably know that is Lindsay or Charlene.

### **Monthly Finance Reports and Monthly Budget Report**

DIRECTOR LIMBAUGH: Budget report, are you including that?

MR. WOODS: Yes.

DIRECTOR LIMBAUGH: I just have one comment on the budget report. It hits the 20,000 in November for developer's fees. That's pretty good. That's not bad for six houses.

SHIELLA ABREO: Picking up.

DIRECTOR LIMBAUGH: Is it more because we only get 50 percent?

MR. WOODS: 25 percent of the dues.

DIRECTOR SWANSON: Because we agreed to do that.

DIRECTOR LIMBAUGH: So that's -- we're almost on budget for that.

MR. WOODS: It was an 18-month period.

DIRECTOR HAMILTON: Expires when?

MR. WOODS: It was approved in October.

DIRECTOR HAMILTON: So December maybe of this year, 2015?

MR. WOODS: So it would be May of 2017.

DIRECTOR LIMBAUGH: And Tapestry, they will not be paying developer's fees; right?

DIRECTOR HAMILTON: This is '15. So it would be '16 of May.

MR. WOODS: October of '14 to October '15 plus six months.

DIRECTOR HAMILTON: It would be '16, yeah.

DIRECTOR LIMBAUGH: Tapestry doesn't pay developer's fees to us because they are providing the elements on their own; right?

MR. WOODS: If that is the agreement that is struck.

DIRECTOR LIMBAUGH: So far that's the way it's going.

MR. WOODS: We have the option to do, but that is what we are planning on doing.

DIRECTOR LIMBAUGH: Based on what we saw tonight, that has some of your input; right?

MR. WOODS: Yes. There is a lot of other things that we will be having conversations with Board Members individually about.

DIRECTOR HAMILTON: There's a lot more things that need to be negotiated.

DIRECTOR LIMBAUGH: Like swimming pools?

DIRECTOR HAMILTON: No.

MR. WOODS: But if the Board does have any specific concerns with their presentation, feel free to give me a call or send an e-mail, and I'll be happy to discuss those. Because I am responding to their EIR report and also to their specific plans. So if there is anything the Board is concerned about --

DIRECTOR HAMILTON: Should we keep our comments, Mr. Woods, to things that directly relate to the Park?

MR. WOODS: Park-related matters. If you as a resident would like to give your two cents, you are more than welcome to give them to Dave Reno.

DIRECTOR LIMBAUGH: Isn't getting people to sporting venues transportation? I know you're not an expert, but I think somebody is going to comment on that other than us. Because

it's so blatant. It's a pretty good study. It's about 40 pages, and it's available on the internet on the City's webpage.

MR. WOODS: Just the traffic.

DIRECTOR LIMBAUGH: Even if the audience haven't read it, it's a quick read. It's a 40-page summary that gives you the LOS's.

MR. WOODS: Right.

DIRECTOR HAMILTON: Mr. Woods, can we move to Board Member's reports?

MR. WOODS: Yes.

## BOARD MEMBER REPORTS

<b>Standing Committees</b>
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### **Recreation Foundation - Chandler/Swanson (Alternate)**

No meeting held.

### **Tri-Agency - Swanson/Hamilton**

DIRECTOR HAMILTON: We had our committee. And I would like to ask our chairman of our Tri-Agency board, in a sense, to our wonderful Rebekah takes good notes. Would you like to give a little report on our Tri-Agency meeting today?

DIRECTOR SWANSON: The ribbon cutting for the Ranchero off-ramp is going to be February 20th at noon where it will be -- interchanges, sorry. It will be warm and lovely and refreshments will be served.

DIRECTOR LIMBAUGH: Are they going to have the run like they did the underpass?

MR. WOODS: No.

DIRECTOR HAMILTON: Okay. Keep going.

DIRECTOR SWANSON: Ranchero and Eleventh project is still not put on a particular date as of yet. That's going to require detours for that retrofitting of the aqueduct.

DIRECTOR LIMBAUGH: They are still working on it? The sign says January tomorrow.

AUDIENCE SPEAKER: No, they updated it. It wasn't updated this morning. But after I came home, it was updated to read February 15th.

DIRECTOR LIMBAUGH: They should pave those roads that they have been putting the alternative traffic on.

DIRECTOR SWANSON: Yes, Mr. Limbaugh. The 300 roads -- are going on as planned. (Speaking simultaneously)

DIRECTOR LIMBAUGH: Clean my house. It's dirty.

DIRECTOR SWANSON: And the pipeline -- don't say things Lanay would hit you over the head for. They are working on a pipeline to the Golf Course. And they have applied for a grant at the City that would pay for more than 20 percent of the pipeline that would connect the Golf Course and our park at Datura and I believe the junior high.

MR. WOODS: But originally when the VVWA does their treatment center, it will supply water to Civic Plaza, the Golf Course -- and what was the other? There was one other.

DIRECTOR SWANSON: Datura.

DIRECTOR LIMBAUGH: One of the schools.

MR. WOODS: Township, Civic Plaza, and the Golf Course will be the three initial consumers of the recycled water.

DIRECTOR LIMBAUGH: I thought they said Community Park?

MR. WOODS: No.

DIRECTOR LIMBAUGH: Yes.

MR. WOODS: Then after they determined that --

DIRECTOR LIMBAUGH: They did say that, didn't they?

MR. WOODS: After they determined that, based on what they said today, then they will look at HCP, Rancho, Sultana, and schools that are in Lime Street Park that are near the transmission line.

DIRECTOR LIMBAUGH: Are you sure?

MR. WOODS: Yes.

DIRECTOR CHANDLER: Initially there was mention -- the Community Park was mentioned.

DIRECTOR LIMBAUGH: Yeah, because it's so close, cheap to run pipe.

MR. WOODS: I understand that. And it may be cheaper for them to run their pipe. But we would have to find the retrofitting for that project as well for us to put in the purple pipe. Because that park was not designed with purple pipe in the ground.

DIRECTOR LIMBAUGH: Well, that's because the City didn't have standards about that then.

MR. WOODS: So the City Manager said today those three areas.

DIRECTOR LIMBAUGH: I'm pretty sure when we talked about that, and I would go back, you have the environmental documents for that thing. Look and see what they say they are going to do. Because it has to be phased -- right? -- for the treatment of the water?

MR. WOODS: Well, they are building the treatment at the same time that they are planning to get the pipeline in the ground.

DIRECTOR LIMBAUGH: But I mean when they propose the project, they would say, we have X number of acre feet of treated sewage that we are going to share. And these are the places we are going to send it to.

MR. WOODS: I will look at that.

DIRECTOR LIMBAUGH: Just put us to -- ease our mind.

DIRECTOR CHANDLER: The big plus is the project, whether it was right next --

DIRECTOR LIMBAUGH: It would help us out with our water bill at Hesperia Community Park, which is sizeable.

MR. WOODS: So they need to help us understand what that cost is going to be. Because I've talked to other park agencies that had to go in and do the retrofitting, and it's quite costly.

DIRECTOR LIMBAUGH: Near the golf course it's a big deal too. Because if they are not letting us go on the water at the Golf Course, and they still cut that, then we may have to revisit the Golf Course issues financially, if they are going to use reclaimed water.

DIRECTOR HAMILTON: Let's move on.

DIRECTOR SWANSON: Thank you. Christmas tree recycling will continue until January 23rd. We have the blood drive, cert training, the 5th through the 7th of February, and tire hoarders can donate up to nine tires on, I believe, the 23rd.

DIRECTOR HAMILTON: It was on a Saturday.

DIRECTOR SWANSON: And then Youth and Government Day is going to be February 5th.

MR. WOODS: And this is the first year that our District is participating in that.

DIRECTOR HAMILTON: Well, how will our participation be in that student government day?

MR. WOODS: They extended an offer, and I said we would love to be part of that. And we will be whatever level of support we can be for that.

DIRECTOR HAMILTON: A unique thing that I thought was kind of cool in a way was, they are going to present these student leaders a project list that would allow them to allocate up to \$10,000 to a particular project or portions of different projects, which I thought was pretty good in a sense of empowering these kids to really go through the process of trying to do their homework and read the material and make an informed, wise decision with the allocation of that money.

DIRECTOR SWANSON: Yeah. That's what real government does.

DIRECTOR LIMBAUGH: Are they looking for projects?

DIRECTOR SWANSON: They have a list.

DIRECTOR LIMBAUGH: They didn't ask us for any projects.

MR. WOODS: But it sounded like they might allow them some free thinking. We will be there putting the park messages in the kids' ears.

DIRECTOR HAMILTON: That's a good idea. Maybe we'll get something out of it.

DIRECTOR SWANSON: The school district did not attend Tri-Agency because their attendance was required at school services.

DIRECTOR HAMILTON: I don't know. I thought some might have been at the insurance committee.

DIRECTOR SWANSON: No. This was school services.

DIRECTOR HAMILTON: You mean the school services, like the financial stuff?

DIRECTOR SWANSON: Yes. They are going to offer the budget. So they sent an update where they mentioned again that Hesperia can be proud of eight of our students who marched in the Rose Parade. And more than I believe any other High Desert school.

DIRECTOR HAMILTON: I think we had three from Hesperia, three from Sultana, and two from Oak Hills.

DIRECTOR SWANSON: And it was nice to have representation from each of our accompanying schools. HUSD is working with the City on leasing the 6,000 square feet to house an independent study program at --

DIRECTOR HAMILTON: Eagle Plaza.

DIRECTOR SWANSON: Eagle Plaza, 9th & Main. And Tapestry presented similar information on Monday, January 12th, for the review of the Board similar to our review of that information. And our school district is one of 35 in the state of California, one of 547 across the United States and Canada that are being honored by the college board with placement on the 5th annual AP district honor roll for increasing access to AP course work while maintaining and increasing the percentage of students earning scores of three or higher on AP exams. And this is -- we had more competition than ever before, and we still got one of these placements over all these other districts in the United States and Canada. And then Hesperia has increased the number of students participating in advanced placement while improving the number of students earning advanced placement exam scores of three or higher. The next board meeting for the school district is January 20th. And Victor Valley Museum is hosting a display of Hesperia artifacts from April 3rd to June 21st of this year. And our Chamber of Commerce representative, Brad, talked about an event on April 2nd that will run from 5:30 to 8:30 called Ignite High Desert to be held at the Courtyard by Marriott. It starts with a mixer with food, and then there will be three speakers introduced by Robert Lovingood, our first

District Supervisor. And then a break to eat, and then three speakers again. And it's \$20 a person. It sounds like a fascinating idea. And they are going to be timed, and it's going to be quite an event. That's April 2nd though. And our General Manager, Mr. Woods, provided the information that you have access to in the back of the room. And it's an object of envy because we have the best flyers of any of the Tri-Agency participants. And that's my report.

**Safety and Security - Chandler/Swanson**

No meeting held.

**Personnel Committee - Limbaugh/Hamilton**

No meeting held.

**Audit Committee - Limbaugh/Hamilton**

DIRECTOR HAMILTON: Good. Thank you very much, Rebekah. You captured that well. Anything you want to say in addition to what we've already heard regarding the audit committee?

DIRECTOR LIMBAUGH: No. Pretty much --

DIRECTOR HAMILTON: We have covered that. But we met with the auditors for about an hour and a half about a week or two ago.

DIRECTOR LIMBAUGH: I think that the main thing was -- remember, they used to have 1A, 1B, 1C? We've literally been doing all those things now.

DIRECTOR SWANSON: Thank you, Shiella.

DIRECTOR LIMBAUGH: Shiella does a great job with her accountability for the auditors. We are good to go.

DIRECTOR SWANSON: I would report on the Foundation Committee, but we are dark in December. And Charlene is one of our Foundation Members. And she's here, if you're familiar. We will meet again next week on Thursday, and Bob and I will be there.

MR. WOODS: And I did send an e-mail that they changed the alternate at the end of the meeting. And I forgot about that. So Mr. Chandler is the alternate, not Mr. Limbaugh.

DIRECTOR LIMBAUGH: I don't have to go?

MS. MILLER: No, Ms. Swanson is.

DIRECTOR SWANSON: You're not allowed to go. I am going.

DIRECTOR HAMILTON: Could you summarize that? Who are the regulars?

DIRECTOR SWANSON: It was our Director Cowan who didn't attend the last two meetings.

DIRECTOR HAMILTON: It was Cowan and Chandler. Now it's Chandler and --

MS. MILLER: It's vacant. Rebekah is the alternate so they will be going.

DIRECTOR LIMBAUGH: Why did you ask me if I want to go?

MR. WOODS: Because when he was doing the appointments, it was -- it was just the alternates were different. And then it got changed at the end of the meeting.

DIRECTOR LIMBAUGH: Fine.

DIRECTOR SWANSON: We're not saving any dessert for him, are we, Charlene?

CHARLENE: For who?

DIRECTOR SWANSON: That one.

Charlene: He didn't ask me.

DIRECTOR SWANSON: He doesn't deserve any.

**BOARD MEMBER COMMENTS**

DIRECTOR HAMILTON: Okay. Board member comments. Do you have anything, Mr. Chandler?

DIRECTOR CHANDLER: Yes, I do, as a matter of fact. In listening to the audit conversation about the audit this evening, it reminded me a lot about the way we handle safety issues on the district. And that is whenever something is brought up that needs to be changed, corrected, or improved, or probably be taken care of, we handle them very quickly. Our staff has the ability and the desire really to handle the situation problems that might pop up very quickly, thoroughly, and efficiently. And I want to thank them for that. Lindsay, I want to thank you because you're the leader of the gang. And you all have done a good job. So that's very important for the audience to know, that we have one of the best safety records in the park district in all of California. And the way we do business really is upfront, expedient, and it gets done quickly whenever there's a problem. So thanks to our staff.

MR. WOODS: Thank you. Thank you, Shiella.

DIRECTOR HAMILTON: Thank you, Mr. Chandler. How about you, Ms. Swanson?

DIRECTOR SWANSON: Just that I'm happy again that we had such a lovely outcome of our audit and we're doing all the right things. And thank you again for that. Just looking forward to what we're going to be doing in the next month and year and adding someone who can add a lot of value to our organization. So thank you.

DIRECTOR HAMILTON: Mr. Limbaugh?

DIRECTOR LIMBAUGH: I mentioned a couple meetings ago with the Lovingood and the new representatives we have that if we can --

MR. WOODS: Get a letter out?

DIRECTOR LIMBAUGH: Couple months? Yeah. Okay. We should meet with them.

MR. WOODS: I didn't recall you asking about Lovingood, but Obernolte --

DIRECTOR LIMBAUGH: Yeah.

MR. WOODS: We got a letter to him.

DIRECTOR LIMBAUGH: We should meet those guys or at least invite them to our meetings.

MR. WOODS: Not a problem.

DIRECTOR LIMBAUGH: So at least if we don't get them, maybe their rep will show up. But I think that's really important to do that. Because they just found 2 billion dollars in the government. I read that in the paper. We underestimated tax dollars by 2 billion so we are going to get a gas tax credit. That's all I have about the meeting.

DIRECTOR HAMILTON: For those in the audience, we are going to go into closed session because we have some business that the Brown Act allows us to do, and that's property negotiations and also potential litigation. And so both those things will be discussed in closed session. So we are going to go to closed session. Do I need to vote to do that?

MR. WOODS: No. We just need to take a break.

DIRECTOR LIMBAUGH: Thank you for coming tonight.

DIRECTOR HAMILTON: Thank you.

Meeting Recessed from Open Session at 9:25 p.m.

Meeting Reconvened into Closed Session at 9:37 p.m.

**CLOSED SESSION**

**I. Conference with Real Property Negotiators (Closed Session, Government Code Section 54956.8)**

- APN #: 0399-011-46-0000
- Agency Negotiator: Lindsay Woods
- Negotiating Party: Mike Podegracz
- Under Negotiations: Price and Terms

**J. Conference with Real Property Negotiators (Closed Session, Government Code Section 54956.8)**

- APN #: 0405-042-23-0000  
0405-042-42-0000  
0405-042-43-0000
- Agency Negotiator: Lindsay Woods
- Negotiating Party: Mike Podegracz
- Under Negotiations: Price and Terms

**K. Conference with Legal Counsel - Anticipated Litigation (Closed Session, Government Code Section 54956.9 (d) (2))**

Meeting Recessed from Closed Session at 10:02 p.m.  
Meeting Reconvened into Open Session at 10:03 p.m.

**REPORT FROM CLOSED SESSION**

The Board authorized the General Manager to negotiate with the City of Hesperia on APN#0399-011-46-0000.

Board expressed interest in getting more details on APN#0405-042-23-0000, 0405-042-42-0000, and 0405-042-43-0000.

**ANNOUNCEMENTS**

The next Special Meeting is scheduled for February 4, 2015 at 4:30 p.m. and will be held in the Lime Street Park Community Center at 16292 Lime Street, Hesperia, CA 92345.

The next Regular Board Meeting is scheduled for February 18, 2015 at 7:00 p.m. and will be held in the Lime Street Community Center at 16292 Lime Street, Hesperia, CA 92345.

**ADJOURNMENT**

The meeting was adjourned by declaration by President Hamilton at 10:05 p.m.  
Respectfully submitted,

---

Lindsay Woods, General Manager

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Willow Miller, Business Manager