

Minutes of the Budget Meeting of the Captiva Erosion Prevention District

Celebration Center

11513 Andy Rosse Lane, Unit #4, Captiva, Florida 33924

Wednesday, July 8, 2009 @ 9:00 A.M.

Commissioners Present: Mike Mullins (Chairman), Doris Holzheimer (Vice Chairman), Dave Jensen (Treasurer)

Administrative Consultants Present: Kathy Rooker (Consultant), Ruth Wilburn (Consultant), Joann Paul (CPA)

I. Call to Order

Chairman Mullins called the meeting to order at 9:07 P.M.

II. Roll Call

Chairman Mullins performed the roll call, the results which are detailed above.

III. This meeting was to accomplish two things.

1. Express the deadline of the DR420 due back to the Tax Collector on or before Aug. 04, 2009.
2. Project the tentative millage rate to be published on the Trim Notices that is sent out by the Lee County Tax Collector in August. This figure is due to the county on or before August 4, 2009. Once the rate has been turned in the rate cannot be increased above the published amount on the Trim Notices. The rate can be reduced without notice.

An overview of the TRIM process was given by Consultant Rooker and Chairman Mullins. Consultant Rooker explained the example DR 420's she had prepared for the meeting and the significance of the values regarding how many commissioners' votes it takes approve each option. The voting options were outlined and discussed.

The latest 2010 Proforma budget was presented by the CPA, Joann Paul. The budget was discussed.

The roll back rate was discussed. This is the first time Consultant Rooker has experienced a roll back that was actually greater than last year's rate. When property values decrease roll back rates increase.

Based on the proposed Proforma budget, Commissioners took the approach of taxing according to what is needed for the budget to have enough in reserve to start the next re-nourishment project in approximately 2014. Upon determination the millage rate of

.2322 was proposed. This scenario will be presented at the Regular Board Meeting to the entire board. With this rate a 100% majority vote is required.

Two unknown items are of concern in looking forward at the budgeting process. The final Blind Pass cost share is unknown. The results of the DEP closeout are unknown. Both of these items could have large cash costs associated with them.

The administrative staff was congratulated for the continued effort to bring work in house that had been outsourced in the past. This in house effort is saving a tremendous amount in professional costs and is quick and efficient as well.

Consultant Rooker will prepare the DR 420 and the DR 420MMP 420 for discussion and vote at the Regular Meeting, July 10, 2009 at noon.

Meeting adjourned at 11:16am