

**SURFSIDE COLONY LTD
BOARD OF DIRECTORS MONTHLY MEETING
SURFSIDE COLONY OFFICE
TUESDAY DECEMBER 9, 2008**

BOARD MEMBERS PRESENT: Dave Evans, President, K.C. Coultrup, Dave Jones, Keven Loza and Sandra Redding

GUESTS PRESENT: Chressa James, Virginia Blake, Pat Taylor & John Regnier

Dave Evans called the meeting to order at 6:33 pm and recognized a quorum.

MOTION: by Dave Evans to approve the November 18, 2008 meeting minutes as written

Second by K.C. Coultrup

Vote: Unanimous

Motion: Carried

OPEN FORUM FOR SHAREHOLDERS:

Virginia Blake asked if the board would consider planting along C Row fence and putting in an irrigation system. Mr. Evans indicated the board would consider same during the proposed front gate project.

Mrs. Blake also asked if the colony office could be refurbished. The Board is currently putting together a budget to upgrade the office with new carpet and new upholstery for the chairs.

Mrs. Blake then asked about the FIOS installation schedule. She was told the installation is to start in mid January. Mr. Coultrup has reviewed and approved the plans.

COLONY FINANCES REPORT BY K.C. COULTRUP

Mr. Coultrup indicated the Seal Beach City counsel meeting was last night and they should have approved the agreement between Seal Beach and Surfside for the Beach cleaning. Once signed, the agreement will be returned to Surfside and Seal Beach will send a check for the back payments.

The board reviewed the Accounts Receivables aging. Ms. James has set up a payment schedule with some residents. It was confirmed that the transponder will be turned off and the guest list revoked for all receivables over 90 days old.

Mr. Coultrup indicated the colony is on budget. The financials were reviewed the rollover of current CD's was discussed.

Mr. Coultrup then outlined the two bids he had received for resurfacing the streets. Jones Cahl is currently working on the colony survey. There are two more Cal Trans drains that Surfside may be able to tap into. It was agreed the street resurfacing will not be done until it is determined if further drainage work is to be done. The Jones Cahl survey will be ready in January. The Board agreed to do a budget for any water drainage projects and submit them to the Storm Water Tax district in advance for approval. The Board agreed the cost of resurfacing the streets would be submitted to the Community Services Tax District.

TAX DISTRICT FUNDS

A discussion then ensued regarding the money held by the Tax districts and the possibility of the State or County taking back the funds due to the difficult economic times. Jon Regnier a member of the Storm Water Tax District suggested Board members attend the monthly Tax District meetings and ask for the reserves to be held in Surfside. He encouraged the board to submit a budget to the Tax districts before may 2009 for consideration. The board agreed to submit a letter to the Tax Districts for reimbursement of the construction project, a vehicle for moving the reserves to surfside colony. It was also agreed that an increase in the monthly amount paid by the Tax districts would be considered.

MOTION: by Dave Evans to notify the Tax Districts that the Board believes reserves should be kept in Surfside Colony and not in the Tax Districts.

Second: by K.C. Coultrup

Vote: Unanimous

Motion Carried

The board agrees very strongly that the funds held in the tax districts are in jeopardy of being taken back by the county or state.

It was noted, Monday December ?? is the next Tax District joint meeting.

NEWSLETTER SURVEY RESULTS

The results of the survey were reviewed and discussed.

Regulation of the colors of houses was voted against on the survey. The Board discussed the current architectural guidelines. They agreed there are no color guidelines in the architectural standard. It was also agreed the Board would review the architectural guidelines for surfside Colony and make a presentation at the Annual Meeting of recommendations.

Mr. Coultrup asked why Seal Beach could not pay for more of the maintenance of Surfside colony. Mr. Evans explained they could not pay for private property. The cost to upgrade the Anderson Street portion of the colony construction project could be reimbursed by Seal Beach. It was agreed the Board would look into Seal Beach Reimbursing Surfside for Anderson St. Expenses.

STREET VACUUM

Mr. Evans is still pursuing a street vacuuming service that would come to Surfside during the day.

VERIZON DSL

Mr. Coultrup is looking into decreasing the colony expenses for internet access. He is considering an internal network and will give more information next month.

DISASTER PREPAREDNESS COMMITTEE

Mrs. Redding indicated she had not worked on the disaster wish list for the tax districts to purchase for the colony. She agreed to have the list prepared for the next meeting.

Outside Parking Lot

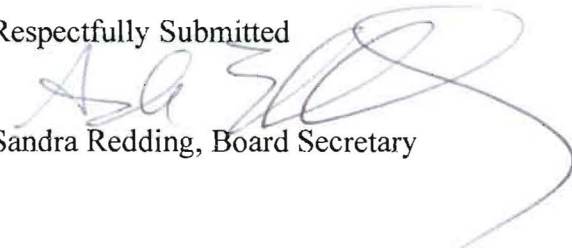
It was confirmed that the spaces on the left are no longer for Security parking. Mr. Evans discussed the intention to upgrade the outside parking area with grading, gravel and some planting/landscaping not to exceed \$5,000. The board agreed to put a budget together and submit it to the Tax District for consideration. The board then discussed other areas where they could send a proposal to the Tax districts ie.: street resurfacing and the colony office refurbishment.

Mrs. Redding then asked who had keys for the office and maintenance building. She requested a set of keys for the maintenance building for disaster preparedness purposes. It was determined Dave Evans, K.C. Coultrup and Sandra Redding have a set of keys for the colony office.

Mrs. Redding then made the recommendation that if any issues come up related to the Board Treasurer, Mr. Coultrup should deal with them and include other board members as needed. It was agreed; Ms. James would email Mr. Coultrup regarding financial issues and cc Mr. Evans. Mrs. Redding will deal with Board Secretarial issues and Mr. Evans will take care of all Employee issues.

As there was no further business brought forward the meeting was adjourned at 8:15 PM

Respectfully Submitted



Sandra Redding, Board Secretary