

SURFSIDE COLONY BOARD OF DIRECTORS  
MONTHLY MEETING MINUTES  
FOR  
TUESDAY, JULY 13, 2010

Board Members Present - KC Coultrup (VP), Sandy Redding, Steve Wiles, and Darlene Cahoon.

Absent: Dave Evans

Residents – John Kriss (A100), John Regnier (B51), Richard Pearson (C17).

Guests – Chressa James, Ellery Deaton and Barbara Bartun

Mr. Coultrup acting as the meeting chairman opened the meeting at 6:33 pm.

Motion by Mr. Wiles to approve the June 10 2010 meeting minutes.

Second by Mrs. Cahoon

Vote: all in favor

Motion Passed.

Open Forum for Shareholder concerns:

- Mr. Regnier's wife had requested a larger sign for Phillips St similar to the Anderson St's sign. Ms. James will make the request prior to the Annual Shareholder Meeting to Cal Trans and the city's Public Work's Department, Shawn Crumby.
- Amy Bruton submitted a written request to the Board for a larger guardhouse. The Board acknowledged that the upcoming engineered plans include a larger guardhouse.

Tax District Update by John Kriss

- Sand Replenishment: The Tax District and Colony wrote a letter in January 2010 concerning the poor replenishment, but the local Colonel did not respond from the Army Corp of Engineers. John Kriss has called repeatedly and so far there has been no response. His plan is to talk to someone before the annual meeting so that he can give an update to the entire colony. He wants to send another letter, but it would be to the next level; the Corp of Engineers in Washington DC. His goal is for them to agree that the fill was not proper at 13 feet because it flooded which resulted in too much mud, and the berm was the only protection. Additionally, the berm broke in January, and flooded Anderson St, plus the intersection of PCH & Anderson.
- The Tax District Boards have been told to have 5 members on each of the two District Boards. However, Skip Cook, the attorney, read the Charter and stated that Storm Water does not need 5 and that 3 can stand. However, 5 are required for the Community Services Board. He stated that the terms are for 2 years, but supposed to be 4 years. The Registrar will adjust this year. They have asked the State Attorney General to render an opinion as to whether sitting Surfside Colony Board members are eligible to run for a Tax District seat. Interested folks must file at the county, and an election is held if more than 5 file.
- Ellery Detton – Seal Beach City Council District I candidate: Has been on the planning commission for 8 years. She assisted in the reversal of the doghouse law in Surfside. She believes in fiscal responsibility and will research the amount of services Surfside receives in comparison to the amount of taxes Surfside contributes. Sand Replenishment is important and she wants Surfside to know that she would definitely work with the Colony. Scott Lovitt and Joe Calmick have also filed for candidacy.

- The Board agreed to assemble a set of questions for all the candidates to enable the Board to possibly endorse a candidate.

#### Finances by KC Coultrup

- Budget: The investment accounts are in good standing and the funds will be used for the projects planned. It is the intention of the Board to ask the Tax Districts to assist in paying for part of the projects - Front Gate and Colony Drainage.
- Budget Proposed: the 19<sup>th</sup> is the due date to review for finalization. The accountant will be in tomorrow to verify the actual numbers and review the proposed budget. Some revisions may be made.
- Mr. Coultrup clarified where the Berm item was on the budget and Ms. James expressed that she did place it in the incorrect column / location. It has been corrected.
- Financial Reports – Tax Districts presented “Draft” versions of the Financial Reports. The colony compared the numbers with the reports handed out in the meetings. Mr. Kriss pointed out that the County of Orange appoints the members to the Districts, and requires them to prove the expenditures & follow the rules of the county; therefore, they will require Surfside to obtain bids and contract under fair practices. They are audited every year, and now the County has assigned a new auditor which only handles the Districts.

A discussion ensued regarding placing a limit on items purchased by Todd Healy for Colony maintenance, no limit having ever been set. Currently, Mr. Healy uses the debit account, which is reviewed by Ms James and Mr. Coultrup.

Motion by KC Coultrup: to set the limit of one (1) item cost at \$300, anything over and above must be Okayed by a Board Member.

Second by Mr. Wiles

Vote: all in favor

Motion carried

Architectural Committee Update on A110 – requests have been submitted / revised, emails have been exchanged, meetings have occurred, and many items have been disapproved and a few have been approved. The largest issues remaining are the full basement and potential flooding issues and the question of having a 4th floor. It was agreed that some research needs to be done on Surfside guidelines vs. Seal Beach City code. The old City code for height was 37 feet and is now 35.

Berm – Mr. Coultrup will get bids for the upcoming berm

Colony issues report:

Front Gate Plan – architect is still continuing plans.

Colony Drainage/French Drains – Estimates/Investigation. Plans are in the office, but the city has not provided corrections yet, so the Board is waiting for those before obtaining the bids. There are 4 or 5 firms qualified to perform the work.

Annual Shareholders Meeting – Sandy R.

Meeting will be held in front of B68, the same set up as last year. Directory updaters will be present. Keven Loza is handling the sound. Todd Healy and Miguel will be working that day.

The Board then discussed having an annual beach cleaning for the maintenance crew to clean the beach and have the residents move all their beach items. It was agreed this should be done possibly in May and November.

Fourth of July Report – Chressa James reported the guards performed well.

Shortly after the 4th of July, the Navy and Sheriff came by Surfside and told the Security guard that the dirt road was no longer available for parking for colony residents.

It was noted that three coyotes have been exterminated on the dirt road within the last month.

Golf Carts on the beach were discussed. The Colony does not have a policy on golf carts but there is a City code that does not allow them on the beach  
Rules – poll opinions.

Discuss Security Code – The required security codes were then discussed and the Board agreed to ask colonists what their thoughts were on them.

The meeting was adjourned at 8:46 pm.

Respectfully Submitted,

Mrs. Sandra Redding, Secretary

Next Board Meeting August 10, 2010