

MINUTES OF MEETING

Each person who decides to appeal any decision made by the Board with respect to any matter considered at the meeting is advised that the person may need to ensure that a verbatim record of the proceedings is made, including the testimony and evidence upon which such appeal is to be based.

**TRAILS
COMMUNITY DEVELOPMENT DISTRICT**

The regular meeting of the Board of Supervisors of Trails Community Development District was held on **Tuesday, December 13, 2011 at 2:00 p.m.** at the Winchester Ridge Amenity Center, located at 15438 Spotted Stallion Trail, Jacksonville, Florida 32234.

Present and constituting a quorum:

Bob Porter	Board Supervisor, Chairman
Jan Doan	Board Supervisor, Vice Chairman
James Teagle	Board Supervisor, Assistant Secretary
Kathy Shippey	Board Supervisor, Assistant Secretary
Mark Dearing	Board Supervisor, Assistant Secretary

Also present were:

Melissa Dobbins	District Manager, Rizzetta & Company, Inc.
Wes Haber	District Counsel, Hopping Green & Sams
Brian Parks	Field Manager, ASG

Audience

FIRST ORDER OF BUSINESS

Call to Order

Mr. Porter called the meeting to order at 2:00 p.m. and read roll call.

SECOND ORDER OF BUSINESS

**Consideration of the Minutes of the Board
of Supervisors' Meeting held on November
8, 2011**

On a Motion by Ms. Shippey, seconded by Mr. Teagle with all in favor, the Board approved the minutes of the Board of Supervisors' Meeting held on November 8, 2011, for Trails Community Development District.

THIRD ORDER OF BUSINESS

**Ratification of Operation and
Maintenance Expenditures for October
2011**

On a Motion by Mr. Doan, seconded by Ms. Shippey with all in favor, the Board ratified Operation and Maintenance Expenditures for October 2011 in the amount of \$14,595.85 for Trails Community Development District.

FOURTH ORDER OF BUSINESS

**Consideration of the Financial Report for
Fiscal Year Ended September 30, 2010**

Mr. Haber updated the Board of Supervisors that in addition to accepting the audit and approving the submission of the audit to the State of Florida Auditor General it is now required for any District that has been determined to be in a state of financial emergency to send a letter to the Governor stating such.

The Board of Supervisors accepted the financial report for fiscal year ended September 30, 2010 and approved submission to the Auditor General as well as authorizing District Staff to send a letter to the Governor.

On a Motion by Mr. Teagle, seconded by Ms. Shippey with all in favor, the Board accepted the Financial Report for Fiscal Year Ended September 30, 2010 and approved submission to the Auditor General as well as authorizing District Staff to send a letter to the Governor stating that it has been determined that the District is in a state of financial emergency for Trails Community Development District.

FIFTH ORDER OF BUSINESS

**Discussion of the Status of Performance
Under the Settlement Agreement**

Mr. Haber updated on his correspondence with the Trustee. The Trustee has given indication that they are filing the required documents and have created a Special Purpose Entity (SPE) but have not provided proof due to concerns they would be public record and that they are working towards a resolution as quickly as possible.

Mr. Haber understands the District is frustrated with the delays and recommends that the District hire a Special Counsel for litigation against the Trustee if this resolution is delayed any longer than seems necessary. Mr. Haber explained since Hopping Green and Sams has represented the Trustee on a number of different districts there would be a conflict for him to represent the District on this litigation.

Board discussion ensued.

The Board of Supervisors authorized the Chairman to work with District Counsel to select a special counsel and file a suit if deemed necessary.

On a Motion by Mr. Doan, seconded by Ms. Shippey with all in favor, the Board authorized the Chairman to work with District Counsel to select a Special Counsel and file a suit against the Trustee if deemed necessary for Trails Community Development District.

SIXTH ORDER OF BUSINESS

Staff Reports

- A. District Counsel
Mr. Haber updated the Board of Supervisors that the legislative session starts in January and Hopping Green and Sams will be monitoring it closely. He also noted that Governor Scott is working on a report regarding all Special Districts and they will be reviewing this once it has been completed.
- B. District Engineer
Not present.
- C. Amenity Manager
Mr. Parks updated the Board that the gym equipment cord had been ordered and that the equipment was now working. He also noted that a seesaw had been installed and that Duda was working on completing a pool pump repair.
Mr. Parks stated that the large outside A/C unit was stolen and he will review replacement costs and securing the units with a possible cage. He also informed the Board that he did complete a police report and the Sherriff's office recommends installing a camera for the parking lot that would get the tag numbers on vehicles there.
- D. District Manager
Ms. Dobbins noted that the next Board of Supervisors meeting will be held on January 10, 2012 at 2:00 p.m.

She also reviewed outstanding accounts payable and updated the Board of Supervisors that the District has received most of their tax roll assessments. The Board instructed to save at least two months of field expenses and disburse the remaining amount to pay the outstanding invoices based on the date and priority, in addition to suspend DR Horton Supervisor payments for now.

SEVENTH ORDER OF BUSINESS

**Supervisor Requests and Audience
Comments**

There were no supervisor comments.

There were no audience comments.


EIGHTH ORDER OF BUSINESS

Adjournment

On a motion by Mr. Doan, seconded by Mr. Dearing, with all in favor, the Board adjourned the meeting at 2:20 p.m. for Trails Community Development District.



Secretary/Assistant Secretary



Chairman/Vice Chairman