

**SOUTHERN SANDOVAL COUNTY ARROYO FLOOD CONTROL AUTHORITY  
(SSCAFCA)  
MINUTES OF DECEMBER 14, 2006  
BOARD OF DIRECTORS SPECIAL MEETING**

**CALL TO ORDER.**

The regular meeting of the SSCAFCA Board of Directors was called to order by John Chaney, Chairman, at 1:30 p.m.

**ROLL CALL OF DIRECTORS.**

Directors in attendance were Mark Conkling, Steve House, Donald Rudy and Dub Yarbrough. John Chaney was noted as absent. David Stoliker, Executive Director, and members of the public were also present.

**PLEDGE OF ALLEGIANCE.**

The Board was led in the Pledge of Allegiance by John Chaney.

**APPROVAL OF AGENDA.**

A motion was made by Steve House to approve the Agenda as presented. It was seconded by Donald Rudy and passed unanimously.

**ANNOUNCEMENTS.**

Announcements were made by Mark Conkling that all electronic devices needed to be turned off during the meeting.

**APPROVAL/ADOPTION TO TABULATE THE RESULTS OF THE BOND ELECTION.**

Mark Conkling stated that the results of the special election of December 12, 2006 was that there were 7,581 in favor of the bonds; 3,060 voted against the bonds. The hand counted tally was 58 in favor of the bonds, 23 against. Total of votes was 7,639 for and 3,083 against. Total votes cast were 10,722. The canvass was signed by those present.

Mr. Yarbrough stated that the tax rate did not increase in this bond election. Mr. Conkling stated that the tax base has increased so that SSCAFCA should receive more money in the coming year.

**APPROVAL/ADOPTION OF RESOLUTION 2006-18, CERTIFICATE OF CANVASS.**

A motion was made by Donald Rudy to approve and accept Resolution 2006-18 as presented. It was seconded by Steve House. Roll call vote: Mark Conkling, yes; Steve House, yes; Donald Rudy, yes; and Dub Yarbrough, yes. The motion carried 4-0.

Mr. Bob Strumor, SSCAFCA's bond attorney, stated that Resolution 2006-19 is a Notice of Sale Resolution, which is a resolution authorizing the public sale of bonds that have been authorized by the election not to exceed \$10 million for general obligation bonds. They propose to initially issue \$4 million and have the money in hand by January 31, 2007. This establishes the structure of the

bond issue, which would run from payments starting in 2009 through 2020. The form of notice is in the resolution and bond counsel will handle the publication and will work with RBC Capital Markets on the sale. It also proposes that the bids be received on January 17, 2007 at 11:00 a.m. with an 11:30 a.m. meeting.

Mr. Yarbrough stated that he does not have 2006-19 in front of him. Mr. Stoliker stated that it is not in final form but that it is a standard resolution written by Mr. Strumor. Mr. Conkling stated that 2006-19 authorizes the sale of \$4 million of SSCAFCA's authorization, to be sold on January 17, 2007, with the finalization on the 18th.

The finance plan overview is for a \$10 million authorization and will be sold in two parts: \$4 million on January 17th, with proceeds by January 31st; and the remaining \$6 million, based on the plan, could be sold some time in 2012. This is all based on an assessed valuation growth of 8% per year between now and 2012. This also assumes a 4.25% interest rate on these bonds, which will more than likely be less than that. Any growth in considerable excess of 8%, they could possibly either move the entire sale up a year or two or split the remaining sale into two sales. This sale is all predicated on no tax rate increase. They are asking for a special meeting at 11:30 a.m. on January 17, 2007 to certify the results of the sale. A good time to have the next sale might be during the general election in 2012.

Mr. Perry Baird stated that SSCAFCA will have a discussion with Moody's to try to maintain its "A" rating. The rating is needed prior to going to bid on January 17, 2007. Mr. Conkling stated that it would be sensible to assign the emergency fund receivables from FEMA to SSCAFCA's reserve fund hoping that Moody would look upon that favorably.

A motion was made by Donald Rudy to approve and accept Resolution 2006-19 as presented. It was seconded by Steve House. Roll call vote: Mark Conkling, yes; Steve House, yes; Donald Rudy, yes; and Dub Yarbrough, yes. The motion carried 4-0.

#### **OTHER BUSINESS.**

None.

#### **ADJOURNMENT.**

A motion was made by Mark Conkling and seconded by Steve House to adjourn. It was carried unanimously. Meeting adjourned at 1:53 p.m.



STEVE HOUSE  
Secretary



MARK CONKLING  
Chairman, pro tem

DATE APPROVED: 2/16/07