

Mr. Mendenhall presented for review the proposed budget for FY 2016. Resolution 2015-3 adopts a proposed budget which sets the high water mark and sets a date for a public hearing when the final budget for FY 2016 will be adopted.

Questions and discussion followed on the budget addressing the following items: why the budgeted fund balances from 2014 do not correspond with the financial statements; management consulting and auditing services fees; bank charges and fees – consider various options which are to be reported on at the next meeting; review of insurance cost increase; Lake Embankment and Street Lighting reserve allocations. An excess of \$100.9k is projected in FY 2015; determine if there is to be an increase to the reserves and/or return a portion of the excess to 765 homes; District Engineer previously provided a report on long and short term needs within the community; consider moving unassigned funds into pond reserves; review of administrative cost variations (property appraiser and tax collector) over the last 3 budgets; if reducing the fund balance is allowed should it be reallocated to the general fund or return to the taxpayers. Specific line item allocations were discussed and requested changes were made.

On MOTION by Mr. Mancini seconded by Ms. Ferrentino with all in favor to adopt Resolution 2015-3 Approving the Budget with a change to the Street Lighting Reserves setting it at \$15,000 and reallocating the difference to the Lake Embankment Reserve and Setting the Public Hearing for July 14, 2015. 4-0

B. Report on number of Registered Voters – 1,470

Mr. Mendenhall stated the Supervisor of Elections reported there are 1,470 registered voters residing in the Waterchase Community Development District.

C. Follow-up Item

Mr. Mendenhall reported on the fence issue involving Mr. Hodge. His fence encroaches 20 feet into the District Easement. If he moves his fence 20 feet to his property line he would no longer have a problem with water in his backyard. If the fence is moved the District could do plantings to shore up the pond bank. Discussion followed on the amount of erosion and the action needed. It is minor erosion, the District Engineer assessed the area and the fence is at the farthest point of the property line which is 20 feet into the CDD easement.

The CDD has the authority to remove his fence if needed to maintain the pond. The homeowner will be contacted and advised of the findings and will be put on notice he could be asked to move his fence for the purpose of maintaining the pond.

On MOTION by Mr. Terry seconded by Mr. Mancini with all in favor to contact Mr. Hodges and advise him, based on assessment by the District Engineer, the pond erosion is minor and his fence is situated at the farthest point of the property line which encroaches 20 feet into the CDD easement. If needed to maintain the pond the CDD has the authority to remove his fence to complete the work. Mr. Hodges is put on notice he could be asked to move his fence for the purpose of maintaining the pond. 4-0

Mr. Mendenhall provided an update on the other two fence issues reported at the previous meeting; one issue was resolved and on the remaining issue at 14005 Mondavi Ct., Astoria Villages, A&B Aquatics has been contacted to confirm their ability to gain access to the pond. Mr. Mendenhall has the document template to be used for fence easements and will be responsible for controlling the letters.

Mr. Mendenhall met with A&B Aquatics regarding potential problems with algae blooms, midges and aeration concerns on several ponds. Pond 11 continues to experience stubborn problems with midges; aeration or a fountain may need to be considered. Aeration should also be considered for Ponds 21 and 8.

FIFTH ORDER OF BUSINESS

Attorney’s Report

There being none, the next item followed.

SIXTH ORDER OF BUSINESS

Engineer’s Report

There being none, the next item followed.

SEVENTH ORDER OF BUSINESS

Supervisor Requests

Mr. Mancini: Requested to reassign the unassigned funds to Lake Embankment.

On MOTION by Mr. Mancini seconded by Ms. Ferrentino to reallocate the final audited unassigned carryover from September 30, 2014 to Lake Embankment. 4-0

Ms. Ferrentino: Requested to be contacted by phone to confirm meeting attendance when needed to establish a quorum.

South Island landscaping looks great; when you turn left it looks manicured; when you turn right it is overgrown and out of control, the goldmound plantings are not manicured. The oleander needs to be trimmed and leveled; bougainvillea appears to need fertilizing.

- Mr. Terry:** Inquired on the status of potential Supervisor candidates.
- Mr. Mancini:** Requested to participate in the July 14, 2015 meeting via phone.

EIGHTH ORDER OF BUSINESS

Audience Comments

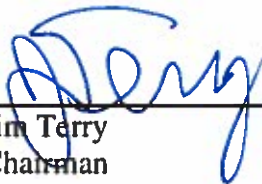
There not being any, the next item followed.

NINTH ORDER OF BUSINESS

Adjournment

There being no further business,

On MOTION by Mr. Mancini seconded by Ms. Perkins with all in favor the meeting was adjourned. 4-0



Jim Terry
Chairman