

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 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.

**THE GROVES
COMMUNITY DEVELOPMENT DISTRICT**

The regular meeting of the Board of Supervisors of The Groves Community Development District was held on **Tuesday, June 2, 2009** at **6:30 p.m.** at The Groves Clubhouse, located at 7924 Melogold Circle, Land O' Lakes, Florida 34637.

Present and constituting a quorum:

Dave Colflesh	Board Supervisor, Chairman
Jane Thompson	Board Supervisor, Vice Chairman
Bill Anderson	Board Supervisor, Assistant Secretary
Sally Semple	Board Supervisor, Assistant Secretary
Don Osborn	Board Supervisor, Assistant Secretary

Also present were:

Nils Hallberg	District Manager, Rizzetta & Company, Inc.
Pete Williams	Director of Mgmt Services, Rizzetta & Company, Inc.
John Vericker	District Counsel, Straley & Robin
Rick Dowswell	Community Association Manager
Donna Pounds	On Site CDD Representative
Audience	

FIRST ORDER OF BUSINESS

Call to Order and Pledge of Allegiance

Mr. Colflesh called the meeting to order and Mr. Hallberg performed roll call confirming that a quorum was present. Mr. Osborn led all those present in reciting the Pledge of Allegiance.

SECOND ORDER OF BUSINESS

Update on CDD/HOA Meeting

Mr. Vericker updated the Board on the CDD/HOA meeting that was held on May 21, 2009. He stated the purpose of the meeting was to review current contracts and leases to formulate the budget. Mr. Vericker stated that they reviewed the lease of the restaurant area to the HOA. He stated that the HOA inquired whether they could enter into a long term lease with the District for the recreational facilities. Mr. Vericker reviewed Bond Counsel's opinion regarding the Bond Covenants. He stated that they also reviewed a management funding agreement. Mr. Vericker stated that the CDD Administrator position is currently open.

He stated that the CDD has to make the decision regarding the replacement due to the Covenants. Mr. Vericker reviewed the legal options for the Board.

Mr. Williams stated that he was asked to contact Bond Counsel, Mike Williams with the firm of Akerman Senterfitt. He reviewed Bond Counsel's opinion with the Board, stating that the infrastructure the bonds pay for is to remain public and be maintained by a public entity or there could be dire tax implications. Mr. Williams stated that it was his opinion that the District not proceed with a long term land lease and consider other options. He entertained Supervisor's questions and comments. Discussion ensued.

On a Motion by Mr. Osborn, seconded by Ms. Thompson, and followed by a vote of all in favor, the Board of Supervisors authorized District Counsel to draft a letter to the HOA declining to enter into a *long term* lease at the present time for The Groves Community Development District.

It was requested that Mr. Vericker have a draft lease ready for the meeting in July for the Board to review with a final version that both the HOA and the District are agreeable upon to be ready by September 1st as the current lease expires December 31, 2009.

Discussion ensued regarding the replacement of the CDD Administrator. Mr. Colflesh stated that he would like to offer Donna Pounds a full-time CDD position. Discussion ensued. Mr. Williams entertained audience questions.

On a Motion by Mr. Osborn, seconded by Ms. Thompson, and followed by a vote of all in favor, the Board of Supervisors authorized District Staff to research cost savings for The Groves Community Development District.

(Mr. Williams left the meeting in progress)

THIRD ORDER OF BUSINESS

Consideration of Minutes of the Board of Supervisors' Meeting on held on May 5, 2009

Mr. Osborn stated that in the second order of business, the motion box should read that the motion was made by Ms. Thompson. He stated that in the fifth order of business, the motion box should read that the motion was made by Mr. Osborn.

On a Motion by Ms. Thompson, seconded by Mr. Anderson, and followed by a vote of all in favor, the Board of Supervisors approved the minutes of the Board of Supervisor's meeting on May 5, 2009 as amended for The Groves Community Development District.

FOURTH ORDER OF BUSINESS

**Presentation of Operation and
Maintenance Expenditures for May 2009**

Mr. Hallberg reviewed the expenditures for the Board. Discussion ensued. No Board action was required.

FIFTH ORDER OF BUSINESS

**Consideration of Vegetable Garden
Committee Request**

Mr. Hallberg stated that the Board had directed him to look into the cost of accessing potable water and installing fencing for the vegetable garden location. He reviewed his findings for the Board. Discussion ensued regarding the options. The Board decided to table this item until the next meeting.

SIXTH ORDER OF BUSINESS

**Consideration of Ballroom Fees for
Karaoke**

The Board decided to table this item indefinitely.

SEVENTH ORDER OF BUSINESS

Staff Reports

A. District Counsel

Mr. Vericker stated that he would prepare and send a draft lease agreement for the Board to review and comment on. It was requested that he send a copy of the draft agreement to Mr. Dowsell to distribute to the HOA Board members.

Mr. Vericker stated that he had received a written request addressed to the District from the HOA regarding the Clubhouse restaurant. He reviewed the request for the Board members. Discussion ensued.

On a Motion by Mr. Anderson, seconded by Mr. Colflesh, and followed by a vote of all in favor, the Board of Supervisors authorized the HOA to repair the wall surface of the clubhouse restaurant and paint as needed for The Groves Community Development District.
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B. District Engineer
Not present.

C. Community Association Manager

Ms. Pounds reviewed the monthly Management Report. No official Board action was taken.

D. District Manager

Mr. Hallberg gave a status report on the conversion from propane to natural gas at the pool. He also gave a status report on the sidewalk repairs.

EIGHTH ORDER OF BUSINESS

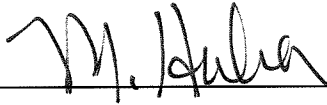
**Supervisor Requests and Audience
Comments**

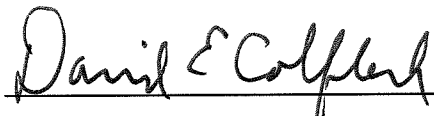
There were no Supervisor requests. The Board entertained audience comments regarding holding town hall meetings, travel trailer parking in the streets, restroom cleaning, and the gates at the dumpsters and the pool, and the dead orange trees. No further Board action was taken.

NINTH ORDER OF BUSINESS

Adjournment

On a Motion by Mr. Osborn, seconded by Ms. Semple, and followed by a vote of all in favor, the Board of Supervisors adjourned the meeting at 8:50 p.m. for The Groves Community Development District.


Secretary/Assistant Secretary


Chairman/Vice Chairman