

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.

PALMA SOLA TRACE
COMMUNITY DEVELOPMENT DISTRICT

The regular meeting of the Board of Supervisors of the Palma Sola Trace Community Development District was held on Thursday, February 28, 2013 at 1:30 p.m. at the Palma Sola Trace Clubhouse located at 7408 Hamilton Road, Bradenton, FL 34209.

Present and constituting a quorum:

Peter Gelman	Board Supervisor, Chairman
James Fleming	Board Supervisor, Vice Chairman
Roger Ohlson	Board Supervisor, Assistant Secretary

Also present were:

Greg Cox	District Manager; Rizzetta & Company, Inc.
Jere Earlywine	District Counsel; Hopping Green & Sams, P.A.
Rick Schappacher	District Engineer; Schappacher Engineering
Ed Bulleit	Bond Counsel; MBS Capital Markets

Audience

FIRST ORDER OF BUSINESS

Call to Order

Mr. Cox called the meeting to order and read the roll call.

SECOND ORDER OF BUSINESS

Consideration of Minutes of the Board of Supervisors' Meeting Held on January 24, 2013

Mr. Cox presented the minutes of the Board of Supervisors' meeting held on January 24, 2013 to the Board for consideration. Mr. Gelman asked to specify in the audience comments section that Mr. Beadle lives in the Villas area of the HOA.

On a Motion by Mr. Gelman, seconded by Mr. Fleming, with all in favor, the Board approved the minutes of the Board of Supervisors' Meeting held on January 24, 2013 as amended for the Palma Sola Trace Community Development District.

THIRD ORDER OF BUSINESS

Consideration of Operation & Maintenance Expenditures for Jan. 2013

Mr. Cox presented the Operation and Maintenance expenditures for January 2013 totaling \$13,507.83 to the Board for ratification.

On a Motion by Mr. Fleming, seconded by Mr. Gelman, with all in favor, the Board ratified the Operation and Maintenance expenditures for January 2013 totaling \$13,507.83 for the Palma Sola Trace Community Development District.

FOURTH ORDER OF BUSINESS

Street Light Update

Mr. Cox provided an update of the current street light issues for the Board. He explained a situation in which it was discovered that a long stretch of wire with numerous spliced that were failing and indicated the vendor is working on a prospective tabulation of total costs and collective estimates to fix the conduit. Mr. Gelman asked for the estimate to cover repairs over the next ten years.

FIFTH ORDER OF BUSINESS

Pond Maintenance Update

Mr. Cox stated the contractor gave him no updates to share with the Board. Mr. Cox also said three companies are in the process of inspecting pond #7 to give proposals for installation of an aeration device.

SIXTH ORDER OF BUSINESS

Creek Maintenance Update

Mr. Cox advised per the vendor that everything is functioning properly in the creek, the plants look good and water flow is good, and the crew will be addressing the issue of removing debris from the area behind condo #2.

SEVENTH ORDER OF BUSINESS

Off-Agenda Item: Discussion of Bond Refinancing

Mr. Bulleit gave a presentation of options for bond refinancing to the Board and indicated that a decision is needed on which option to use. Discussion ensued. Mr. Gelman had questions about cost of issuance. Mr. Earlywine advised of statute-required mailed and published notices. Discussion continued. Mr. Bulleit presented and explained two proposals for consideration.

On a Motion by Mr. Ohlson, seconded by Mr. Gelman, with all in favor, the Board approved moving forward with the 2005 bond refunding as described by MBS Capital Markets using "scenario 1" which includes costs of issuance and authorized staff to proceed with required administrative actions and includes approval of bond counsel agreements with Bryant Miller Oliver P.A. and Hopping Green & Sams, bond refunding District counsel for the Palma Sola Trace Community Development District.

Mr. Earlywine suggested the Board continue the meeting and adopt resolutions declaring special assessments and authorizing the issuance of the necessary notices. Brief discussion

ensued. The Board chose to continue the meeting to March 12th at 1:30 p.m.

EIGHTH ORDER OF BUSINESS

Discussion Regarding Pond Repairs

Mr. Schappacher introduced the topic of pond repairs and presented repair bids for ponds #4 and #6 to the Board for consideration.

On a Motion by Mr. Gelman, seconded by Mr. Fleming, with all in favor, the Board accepted the proposal from Finn Outdoor for repairs to ponds #4 and #6 in the amount of \$7,500.00, including installation of 300 plants (100 in pond #4 and 200 in pond #6) and subject to District Counsel review, for the Palma Sola Trace Community Development District.

NINTH ORDER OF BUSINESS

Monthly Unaudited District Financial Summary

Mr. Cox presented and reviewed the latest monthly unaudited District financial summary as of January 31, 2013 for the Board.

TENTH ORDER OF BUSINESS

Review of Action Item List

Mr. Cox presented the latest action item list and reviewed with the Board any ongoing and completed tasks not already addressed during the meeting. Mr. Cox presented proposals for installation of St. Augustine sod at pond #1, with and without irrigation.

On a Motion by Mr. Gelman, seconded by Mr. Fleming, with all in favor, the Board authorized the proposal for installation of St. Augustine sod at pond #1 and related irrigation in the total amount of \$6,873.75 for the Palma Sola Trace Community Development District.

The Board asked about two sagging grates behind the condos. Discussion ensued. Mr. Schappacher will investigate and said he can produce a letter to send to the developer.

ELEVENTH ORDER OF BUSINESS

Staff Reports

A. District Counsel

Mr. Earlywine had no additional information to present.

B. District Engineer

Mr. Schappacher had no additional information to present.

C. District Manager

Mr. Cox said the next regularly scheduled meeting will be held April 25, 2013 at 1:30 p.m.

TWELFTH ORDER OF BUSINESS

Audience Comments and Supervisor Requests

Audience Comments:

Dennis Beadle spoke about erosion and washout issues behind the Villas at pond #⁴6 and asked for access to install and maintain pipes underground to alleviate the problem. Brief discussion ensued. Mr. Beadle will obtain proposals and forward the contractor's information to the District. Mr. Earlywine will produce a letter to confirm the arrangement.

Carol Mason voiced her appreciation for the District website and briefly discussed street light repairs and mowing around the ponds.

Dennis Beadle asked if the HOA or the CDD is responsible for mowing the ditches/swales by pond #2. Mr. Cox will research.

Ralph Warful asked if the District has obtained a fidelity bond in the name of the CDD. Mr. Earlywine advised he believes Rizzetta does carry that bond.

Supervisor Requests:

Mr. Gelman restated his request for Mr. Schappacher to get a directive regarding burial of PVC pipe as a conduit for electrical cables for the lighting.

Mr. Fleming stated Mr. Schappacher should get involved in the Villas erosion repairs project.

On a Motion by Mr. Gelman, seconded by Mr. Fleming, with all in favor, the Board authorized the Villas HOA to proceed with repair solutions (pipe installation) behind the Villas at pond #⁴6, confirmed by a letter of agreement to be produced by District Counsel, for the Palma Sola Trace Community Development District.

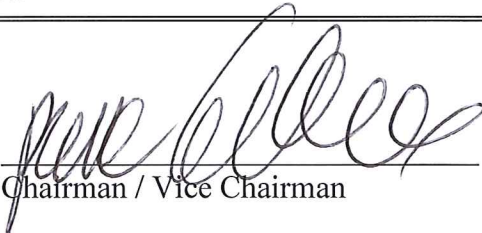
THIRTEENTH ORDER OF BUSINESS

Continuance

On a Motion by Mr. Fleming, seconded by Mr. Gelman, with all in favor, at 3:14 p.m. the Board continued the Board of Supervisors' Meeting to March 12, 2013 at 1:30 p.m. for the Palma Sola Trace Community Development District.



Secretary / Assistant Secretary



Chairman / Vice Chairman