

DCLI Board Meeting

Monday, May 2, 2016 @ 7:00 PM at Tom Bird's House

Members Present: Bird, Chandik, McClelland (via Skype), McGuire, Miller, and Sniffen

Members Absent: Volpe Visitor: None

A. Road Manager's Report

1. Road Work Update

- a. Pot hole filling: Tomasso used rock to fill in some holes.
- b. Jack's Road: Grading, A.J. built fence within Jack's road right-of-way and agreed to pay \$4K to widen road on other side (North) of road; substantial cutting and trimming to allow Walters truck access.
- c. Reasons for Jack's Road work: keep runoff out of creek; fix roadway damage caused by storms. Armanini & Sanchez made partial Road Dues payments; Stedman and "two other guys" are donating 3 transfers; road is still not acceptable to Cal Fire, but none of DCLI roadway meets their standard, but Cal Fire will still service our community per Tom.
- d. Extra dirt will be given to A.J. and placed on Jackson turnout.

2. Still working on line item budget for 14May16 DCLI meeting. Issues:

- a. Asphalt work cost and people willing to do the work.
- b. Maybe do small sections over several years.
- c. Possibly create a "holding fund" for the specific purpose of paving.
- d. Quotes to refurbish existing asphalt are \$50K-\$90K.
- e. Palm Drive to Van Slooten: repair = \$49K
- f. Yellow Gate to 3rd bridge repair = \$54K
- g. Chip seal option: put down emulsion, small rock, and roll; needs quote. Reed & Graham provides the process.
- h. To add 3" of new asphalt from the 3rd bridge to Ramble = \$98K
- i. To add 3" of new asphalt from Little Buck to Brown's place = \$57K
- j. Tom asked for re-quotes on 2" layer. Houlihan may be possible supplier.

k. RCD will not support paving costs. RCD told Tom they would support grading, base rock and rolling if DCLI paid for paving, but they changed their mind when Tom called back.

l. Tys: Could we just do the \$50K or whatever of work and take two or three years to pay for it ? He clarified by suggesting we reserve funds from the regular annual budget until we accumulate enough to pay for paving.

m. Tom proposes to repair older sections first before doing new paving.

3. Six 20' approved culverts: 1 Jack's Road, 1 above Deer Creek Heights on Ramble, 2 at Ron's Road, 1 to Bear Creek Canyon and 1 J.C. is buying.
4. Best proposal for paint ball area is to divert the creek away from the bank by reinforcing the bank with tree stumps and other heavy material.
5. For line item budget the plan is to do some smoothing on all DCLI roads.
6. Josh Norman may be candidate for DCLI Board, but he currently owes substantial Road Dues.
7. J.C. is using a bobcat instead of a grader (**REPLACE "and is not doing satisfactory work" WITH "and the result is not as good as it could have been"**). There was a proposal to use a large roller (which J.C. has) to stabilize roads.
8. Road Manger's Report accepted by acclamation

B. Treasurer's Report

1. John distributed a Balances Due Report for each Landowner including 845s as of some cutoff date probably 30Apr16.
2. John reported \$19,559.81 in the DCLI Liberty Bank account; \$1,021 was collected from DCLI Landowners in April, 2016 plus several additional checks that he had just picked up.
3. John's report shows \$5,336 spent in April ("plus another \$4K on top of that") and \$19,204 spent since November, 2015 (plus \$4K gives about \$23K YTD).
4. John promised to have a FY2015/16 Statement of Financial Position report available for preparation of DCLI's May 1, 2015 thru April 30, 2016 State and Federal tax returns.
5. In response to Tom, John says he collected an additional \$4.5K which needs to be added to the bank balance to give about \$19.6K + 4.5K = \$24.1K currently available.

6. A discussion of Tys \$34K Revised FY2015/16 budget vs the prior Board's much larger budget followed. Which budget should prevail ?
 - a. Treatment of "Renter" Road Dues being included in budget (last Board's position) vs "Renter" Road Dues NOT being applied to budget but added as additional unbudgeted income was hotly disputed.
 - b. Vote: Should DCLI "Renter"-non-Landowners be included in the budget allocation as was done by the previous Board or should DCLI only include LANDOWNERS in the budget allocation and add the "Renters/additional land users" as a separate, non-budget charge to the Landowner Road Maintenance billing ? FOR INCLUDING "Renter"-non-Landowners in the budget allocation: 3 AGAINST INCLUDING "Renter" non-Landowners in the budget allocation: 3 No agreement on the issue.
7. Motion to accept Treasurer's report moved, seconded and approved.

C. Secretary's Report

1. Motion to accept the Minutes of the February 22, 2016 DCLI Board Meeting was requested: Motion passed by acclamation.
2. Motion to accept the Minutes of the March 21, 2016 DCLI Board Meeting was requested: Motion passed by acclamation.
3. Offered to distribute revised Master Lists (already e-mailed to DCLI Board Members) to anyone who wants one. Changes are marked in yellow.
4. The JMA Ballot Count and Landowner Voting Eligibility Report shows only one new ballot and several Board Member ballots missing. Voting Eligibility is determined by John's most recent Balances Due report. Final report will also include Tys Re-calculated Balances Due. Secretary requested Board agreement to use both John's and Tys list to determine voter eligibility.
5. DCLI U.S. Federal and California state returns for FY2013/14 and FY2014/15: Sent letter to Board. No response to hold up filing until Treasurer creates valid income statements. Arden took it upon herself to use as much information as she could decipher from the data stream offered by the Treasurer AND SHE UNILATERALLY PREPARED, SIGNED, AND FILED THE FOLLOWING TAX RETURNS: U.S. Federal Form 1120-H and California state Form 199N for both fiscal years. The third California Secretary of State informational Form SI-100 was last filed on 25Jun15 with prior Board member contact names and addresses. It is "due" every two years, but can be filed whenever data changes. Board agreed to wait until after the 14May16 DCLI meeting before filing a revised Form SI-100. John made several comments regarding the taxability of non-exempt income, e.g. 845 contributions and funds accumulated for special projects.

6. DCLI FY15/16 tax returns will be filed when an accurate Income Statement is prepared by the Treasurer.
7. Secretary stated that the DCLI 14May16 Meeting Quorum will be 30% of the Members of the Road Association including proxies and that this number will be 23. There was no disagreement.
8. Proxy Voting: Requires e-mail assignment or official proxy form to assign a legitimate vote to another person.
9. Proposed ballot:
 - a. Includes Board Members only: President, Treasurer, Director #1 = Volpe and Director #2 = McClelland.
 - b. We will need separate ballots for each Board Member up for election. Use four separate ballots.
 - c. No additional issues requiring ballots will be voted upon.
10. A motion was made, seconded and approved to accept the Secretary's Report.

D. New Business: Tys (including 14May16 meeting planning)

1. Tys will work with Ron's borrowed projector.
2. He will use white board to try to keep track of issues postponed to later in the meeting so they are eventually addressed.
3. Keep comments other than Road Maintenance budget items to a minimum.
4. He will distribute Agenda of the meeting after thinking more about it.
5. Treasurer, Road Manager, and Secretary presenting reports should distribute them to the Board before the meeting and keep comments brief.
6. He'd like to bring up idea of additional changes to JMA.
7. 845s will be allowed to vote on the budget.
8. Hammer through business and leave time to address Landowner issues.
9. Water truck billings: Deliverers won't pay. Jay thinks we could convince them. Tom thinks Landowners should pay for any deliveries that impact (extraordinary use) the road. Charge per mile per year. John and Tom will make up list of people to be billed. Money collected should go to special fund.

F. Tys declared the meeting over, but discussion continued with some remaining members.

Submitted May 21, 2016 by
Ron Chandik, DCLI Secretary