

**Meeting Summary**  
**Fiddler's Creek CDD#1**  
**July 28, 2010**

The joint meeting of CDD#1 and CDD#2 was called to order by Chuck Adams, District Manager at 8:00AM with all Supervisors present.

The first order of business was an update on the Fiddler's Creek LLC bankruptcy case by Mr. Doug Gonzales of Weiss Serota representing the CDD boards. Mr. Gonzales informed the Boards that the Bondholders' Trustee attorney had filed a motion in the bankruptcy court to have the Debtors (Fiddler's Creek LLC) declared a "SARE" entity which translates to single asset real estate entity and for the court to find that the bondholders have "standing" in the case as a creditor. Additionally, the attorney for the bondholder's trustee has requested that the CDD Boards join them in that motion. After some discussion both CDD Boards decided not to join the trustee in this motion, preferring to let the Court decide these issues. Mr. Adams advised the Boards that the Trustee would no longer pay the CDD's legal costs in the foreclosure action initiated by the Districts.

A Public Hearing was opened with respect to proposed modifications to the Rules of Procedure which govern the processes and action of the Districts. Changes were proposed and adopted by both CDD Boards to: a) restrict contact between a CDD Supervisor and any bidder on any contract out for sealed bids; b) requiring the Board to fill any vacancy on the Board in an expeditious manner and c) eliminating the requirement for the Districts to put Security services and Assessment Roll preparation out for bid in a sealed bid process. It was explained to the public that eliminating the requirement to bid out security services did not alter the current contract with Fiddler's Creek Security but only provided the Districts the latitude to bid the contract or select a contractor without bid or to employ its own security employees if it wished to in the future. State statute does not require sealed bid process on any service that is not "maintenance".

The proposed 2011 budget for CDD#1 was discussed and minor additions to the budget were made to allow for further legal fees associated with the foreclosure proceedings as well as to reflect the sharing of costs of maintaining the Belle Meade preserve when turned over to the District in the near future. Final adoption of the budget will be held at the August meeting of the Board.