

1. **CALL TO ORDER & PLEDGE OF ALLEGIANCE:** The special meeting was called to order by Robert Butler, President at 2:02 p.m., the pledge of allegiance was recited.
2. **ROLL CALL:** Directors present: Shirley Palmer, Robert Butler & James Barrett. Absent: David Urbanoski & Stanley Rouhe. A quorum was verified. The meeting was attended by District's General Counsels Mr. Robert Patterson and Mr. Robert Hardgraves, of Best, Best & Krieger.
3. **PUBLIC COMMENTS:** There were no requests to address the board.
4. **CLOSED SESSION: 2:04 p.m.**
 - a. Pursuant to Government Code Section 54956.9 (c) conference with legal counsel anticipated litigation/initiation of litigation. (one case)

REPORT OF CLOSED SESSION: 2:55 p.m.

Mr. Robert Hargroves stated in regards to closed session; there was no reportable action.

5. NEW BUSINESS:

- a. Short briefing on Government Code Section 1090; FPPC.
- b. Rescind action taken by the board on the regular meeting of May 15, 2007, "discussion/action on proposal submitted by West Shores Marina & RV Park, LLC"

Mr. Patterson stated that Legal Counsel determined that the transaction of the transfer of the lease is a violation of Government Code Section 1090. Counsel recommended that the board rescind the approval of the signing of Johnson's Landing Sublease to the West Shores Marina & RV Park, LLC. The contract needs to be rescinded.

NOTE: Director Barrett reported identifying the Conflict of Interest at the May 15, 2007 meeting.

A motion was made by Director Shirley Palmer, seconded by Director James Barrett to rescind the action taken by the board on its regular meeting of May 15, 2007, "discussion/action on proposal submitted by West Shores Marina & RV Park LLC". All in favor. The motion carried.

6. ADJOURNMENT:

There being no further business Robert Butler, President, adjourned the special meeting at 2:55 p.m. on motion made by Director Shirley Palmer and seconded by Director James Barrett. All in favor. The motion carried.

Attest:

Rosa Reagles
Assistant General Manager &
Secretary to the Board of Directors

Robert Butler,
President of the Board