

MINUTES OF MEETING
BAYTREE COMMUNITY DEVELOPMENT DISTRICT

The Audit Committee of the Baytree Community Development District met Wednesday, August 4, 2010 at 1:30 p.m. in the Baytree National Golf Links Meeting Room, 8207 National Drive, Melbourne, Florida.

Present were:

John Finafrock
G. Melvin Mills, Jr.
Lou Smail
Mike Harden

Also present were:

George Flint
Michael Pawelczyk
Ed Krug
Alan Scheerer
Jason Showe

FIRST ORDER OF BUSINESS

Roll Call

Mr. Showe called the meeting to order at 1:30 p.m.

SECOND ORDER OF BUSINESS

**Approval of Minutes of the June 2, 2010
Audit Committee Meeting**

Mr. Showe stated the next item is approval of the minutes of the June 2, 2010 Audit Committee meeting. Those were provided to you as part of your agenda package. We can take any corrections or changes to those at this time.

There not being any,

On MOTION Mr. Mills seconded by Mr. Smail with all in favor the minutes of the June 2, 2010 audit committee meeting were approved as presented.

THIRD ORDER OF BUSINESS

**Tally of Audit Committee Members
Rankings and Selection of an Auditor**

Mr. Showe stated the next item is tally of the audit committee members' rankings. I got rankings from three of the members and they were all consistent with Grau number one, there was a tie between Grau and Carr for number two which put Carr, Riggs & Ingram at number two they were consistent with KBLD as number three. The rankings we have is Grau number one, Carr Riggs Ingram number two and KBLD number three and you can discuss that or accept the ranking and recommend Grau as the number one ranked firm.

Mr. Pawelczyk stated later in the Board meeting you will have the Board member hat on and you will basically vote to accept that recommendation so at this point we ask for a motion to recommend Grau as the number one ranked firm followed by Carr Riggs and KBLD as two and three respectively.

On MOTION by Mr. Smail seconded by Mr. Mills with all in favor the recommendation to the board of supervisors will be the ranking of Grau & Associates as number one, Carr Riggs & Ingram number two and KBLD, LLC as number three.

On MOTION by Mr. Smail seconded by Mr. Finafrock with all in favor the audit committee meeting adjourned at 1:33 p.m.