

**STONEGATE COMMUNITY ASSOCIATION
11551 E. MOUNTAIN VIEW ROAD, SCOTTSDALE, ARIZONA
BOARD OF DIRECTORS MEETING
JANUARY 25, 2011**

PRESENT: Chuck Murphy, President
Mike Flamer, Vice President
Doug Schoenfeld, Treasurer
Lee Secrest, Secretary
Lori Condon, Director
Don Levitt, Director
Jim Murphy, Director

STAFF: Larry Paprocki, Director
Nora Walker, Staff

ALSO

PRESENT: Gary Friedman
Ed Katz

CALL TO ORDER

President Murphy called the meeting of the Stonegate Community Association Board of Directors to order at 6:00 p.m., noting the presence of a quorum.

MINUTES

DECEMBER 21, 2010

Mr. Flamer moved that the board approve the December 21, 2010, meeting minutes as presented. Seconded by Mr. Schoenfeld. *The motion passed unanimously by a vote of seven (7) to zero (0).*

TREASURER'S REPORT

Mr. Schoenfeld presented the Treasurer's report as per the Directors' packet. He reviewed the association financial statements, as prepared by staff, for the period ending December 31, 2010. Topics of discussion included:

- The balance sheet
- Financial effects of bankruptcies and short sales
- Costs of abandoned property
- Bad debt write-off

Mr. Secrest moved to accept the financial as presented and the Treasurer's Report as submitted. Seconded by Mr. Flamer. *The motion passed unanimously by a vote of seven (7) to zero (0).*

EXECUTIVE DIRECTOR'S REPORT

Mr. Paprocki nominated the late Bob Kagel as 2010 Volunteer of the Year. Mr. Kagel was the longest serving member of the Architectural Committee, and chairperson since 2002. Mr. Paprocki spoke with several committees. All support this nomination. Bob Kagel's friends are purchasing a bench as a memorial. The Architectural Committee recommends that the Community Association pay for the plaque to be placed nearby.

Dr. Levitt moved that the board approve the purchase of a memorial plaque for Bob Kagel with the inscription left to the new chair of the Architectural Committee and Mr. Paprocki. Seconded by Mr. Secrest. *The motion passed unanimously by a vote of seven (7) to zero (0).*

Mr. Paprocki reported the 2010 audit on-site work has begun and should be completed by the end of the week. A special meeting of the Board of Directors and the Finance Committee will be called for the audit presentation.

Mr. Paprocki discussed the 2010 Arizona statue which made fireworks much more accessible, leading to several recent incidents in Stonegate. He has talked about this with several committees. The board packet included draft rules for board consideration. They invoke general prohibitions in the CC&Rs which can be applied to protect the health, safety and welfare of Stonegate homeowners. The consensus was to remove the word *excessively* from the proposed rules.

Mr. Flamer moved that the board adopt the proposed Fireworks Rules with the word *excessively* removed. Seconded by Dr. Levitt. Mr. Paprocki noted that this will become part of the association rules, not the Architectural Guidelines, because it is beyond the scope of that committee. The net effect of the rule is to define fireworks as a nuisance.

President Murphy called for the vote. *The motion passed by a vote of four (4) to three (3) with President Murphy and Jim Murphy dissenting and Ms. Condon abstaining.*

Mr. Paprocki discussed a suggestion that a reward be established by the board for the conviction/apprehension of vandals in the community. The consensus was to leave it up to the Executive Director and the Police Department.

Mr. Paprocki reported that on Friday, January 14, 2011, he received an email from Stacey Gubser, advising that work would soon begin on the SRPMIC (Pima Reservation) northern boundary fence. The work will begin at 90th Street and move east. The installation work should reach Stonegate by mid-February. Gates are still being planned,

but their location behind Stonegate has not yet been identified. The consensus of the board was that Mr. Paprocki should continue to work with the City of Scottsdale.

Mr. Paprocki provided information on abandonment of GLO easements. Don Hadder, senior planner for the city of Scottsdale, recently received clearance from the public utility companies. No conflicts exist. Mr. Hadder asked for an open house at our Community Center and Mr. Paprocki scheduled it on Thursday, February 10 at 4:30 p.m. The city will post legally required public notice signs and send post cards to the property owners. Stonegate will feature it in the Stonegate Email News.

Mr. Paprocki discussed his revised response letter to NewPath/Crown Castle. He sent it to legal counsel for review. The board packet includes a recent email from Mr. Jason Sears, inquiring on the status of the proposed amendment.

Mr. Paprocki reported that a Bose sound dock system was purchased for the back room, to use with the flat screen TV and Blu-ray player. It works with an iPod, a CD or DVD movies. The system it replaced was 20 years old and was becoming unreliable.

Mr. Paprocki discussed the Sex Offender Notice sent by the Scottsdale Police Department regarding an individual convicted in 1998. The offender lives in Paradise Heights, not Stonegate. For additional information, individuals can contact Scottsdale Police Investigations Hotline at 480 312-8680 or www.azsexoffender.com.

Mr. Paprocki asked the board to change its 2011 meeting dates from the fourth Tuesday to the fourth Thursday of each month. The Finance Committee will meet on the third Thursday of each month. The next board meeting will be Thursday, February 24.

BOARD ACTIONS

2011 Budget

Mr. Schoenfeld stated that the Finance Committee recommends delaying acceptance of the 2011 Budget until after the audit is complete. This allows the committee to review the final version of the operating budget, as well as the reserve budget. The consensus of the board was to defer the acceptance of the 2011 Budget.

2011 Swim Program

President Murphy reported that the Social/Recreational Committee recommends approval of the 2011 Little Fins swim program.

Mr. Flamer moved that the board approve the 2011 Little Fins swim program. Seconded by Mr. Secret. *The motion passed unanimously by a vote of seven (7) to zero (0).*

Community Garage Sale

Mr. Paprocki reported that a Retreat resident had volunteered to organize a community garage sale. She would track participating residents and help generate materials to make the event successful. The event will be for Stonegate residents and their invited guests only. The gates will not stand open. The proposed date is Saturday, April 2, 2011.

Mr. Schoenfeld moved the board approve the Social/Recreational Committee recommendation to request to have a Community Garage Sale on April 2, 2011. Seconded by Ms. Condon.

President Murphy called for the vote. *The motion failed by a vote of three (3) to four (4) with President Murphy, Mr. Flamer, Mr. Secrest and Dr. Levitt dissenting.*

COMMITTEE REPORTS

President Murphy noted that the Committee reports were included in the board packet for board member review and comment.

Mr. Paprocki reported that he met with a resident regarding possible participation in the APS lighting/power rebate program. It would involve retrofitting lights throughout the community common areas. They are currently studying the matter.

President Murphy reported that he was invited to attend a Social/Recreational Committee meeting. A discussion of overlapping committee interests led to the suggestion of committee gatherings, perhaps semi-annually, with all committees represented. This might help communications and spark committee members' interest in running for the board. The consensus was to have Mr. Paprocki put together a program and present it to the board at a future meeting.

ADJOURNMENT

The board meeting, being duly moved and seconded, adjourned at approximately 8:00 p.m.