

STONEGATE COMMUNITY ASSOCIATION
11551 E. MOUNTAIN VIEW ROAD, SCOTTSDALE, ARIZONA
BOARD OF DIRECTORS MEETING
MARCH 24, 2011

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

ABSENT: Chuck Murphy, President

STAFF: Larry Paprocki, Director
Nora Walker, Staff

ALSO

PRESENT: Mark Rudolph
Ed Katz

CALL TO ORDER

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

RESIDENTS FORUM

Mark Rudolph, a Stonecreek homeowner, had questions about the financial statements as shown in the Annual Report. He wanted to know what specific Stonegate employees were paid. He was also concerned about how decisions were made, allowing that he had no knowledge of how the board works.

Responding to Mr. Rudolph's questions, Mr. Schoenfeld provided information on expenses from the past fiscal year. Mr. Secrest suggested that Mr. Rudolph submit a list of questions to the Executive Director. Mr. Rudolph felt that such a list would take too much time. Mr. Paprocki suggested setting up a meeting with Mr. Rudolph, Treasurer Schoenfeld and himself, to address all of Mr. Rudolph's questions.

Responding to a question from Mr. Rudolph, Vice-President Flamer discussed payroll and administrative expenses, noting that the Board takes care that employees are paid fairly, reasonable and competitively. Mr. Jim Murphy emphasized that the Finance Committee also spends a lot of time on this issue.

Mr. Rudolph expressed concern that the Reserve Fund is under-funded. Vice-President Flamer noted that the board and Finance Committee have worked at length on that issue. Mr. Rudolph can get a better understanding of our Reserves and finances by joining the Finance Committee or running for the board. The association has an extensive committee

system which thoroughly evaluates all of these issues and provides the board with recommendations.

Mr. Paprocki will contact Mr. Rudolph tomorrow and set up the meeting.

MINUTES OF FEBRUARY 24, 2011

Dr. Levitt moved that the Board approve the February 24, 2011 meeting minutes as presented. Seconded by Mr. Jim Murphy. *The motion passed unanimously by a vote of six (6) 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 association staff, for the period ending January 31, 2011. He responded to questions and comments from the board members.

Mr. Secrest moved to accept the financials as presented and the Treasurer's Report. Seconded by Dr. Levitt. *The motion passed unanimously by a vote of six (6) to zero (0).*

EXECUTIVE DIRECTOR'S REPORT

GLO easements

Mr. Paprocki reported the City of Scottsdale Planning Commission voted unanimously (5 to 0, with two members not present) to recommend abandonment of the GLO easements in Stonegate. This issue is now scheduled to be heard by the City Council at the 04/26/11 meeting, but may be pushed to the 05/03/11 meeting. No one appeared at the Planning Commission meeting in opposition; however, there is one non-Stonegate resident who opposes the abandonment of the GLO easements.

Mr. Paprocki stated that staff will notify the homeowners of the City Council meeting and request they write letters and attend the meeting for a show of strength.

SRPMIC fence work

Mr. Paprocki provided an update on the SRPMIC northern boundary fence. Construction is almost completed. The City has not developed a plan. He has a meeting next week with the City's trail planner and project manager. The City has offered the association the trees that will be removed from that area and we could re-plant them. Some homeowners felt that those trees should not be taken down.

Mr. Paprocki reported that the city has scheduled a meeting on April 7 at the Mustang Library, to discuss the plans for the Doubletree Ranch Trail.

The city has requested we open up our maintenance trail, but he is concerned about liability issues. Mr. Paprocki responded to questions and comments from the Board members regarding this issue.

Cox letter of agreement

Mr. Paprocki reported that he has received the Cox Letter of Agreement.

Vice-President Flamer stated that Ad Hoc Communications Committee has negotiated an extension of the association's bulk cable service contract through December 31, 2012. This is in the best interest of homeowners, who receive a huge discount on the normal Cox rates.

Dr. Levitt moved that the Board authorize Vice-President Flamer to sign the Cox Letter of Agreement. Seconded by Mr. Secret. *The motion passed by a vote of five (5) to one (1) with Mr. Schoenfeld dissenting.*

Vice-President Flamer moved to disband the Ad Hoc Communications Committee, as it has completed its task. Seconded by Mr. Schoenfeld. *The motion passed unanimously by a vote of six (6) to zero (0).*

COMMITTEE REPORTS

Vice-President Flamer noted that the committee reports were included in the board packet for review and comment.

Mr. Paprocki reported that the Spring Fling is scheduled for April 17. He also provided information on the May 14 Health Fair.

Mr. Schoenfeld moved that the board accept the committee reports as presented. Seconded by Ms. Condon. *The motion passed unanimously by a vote of six (6) to zero (0).*

DISCUSSION/NEW BUSINESS

Mr. Paprocki pointed out that the board packet included a letter from a Timarron resident, asking that they be allowed to choose their own individual landscapers. Timarron's Tract Declaration requires the association to provide landscape service in Timarron for an added monthly fee. To amend the Tract Declaration, the residents must hold an election with a majority voting for the change. A previous survey and election did not produce enough votes for passage. Further discussion yielded a consensus that there should be another election, with the cost charged to Timarron. This must be initiated by Timarron residents who then go door-to-door to solicit the votes needed.

ADJOURNMENT

The board meeting, being duly moved and seconded, adjourned at approximately 6:40 p.m.