

**STONEGATE COMMUNITY ASSOCIATION  
11551 E. MOUNTAIN VIEW ROAD, SCOTTSDALE, ARIZONA  
BOARD OF DIRECTORS MEETING  
MARCH 24, 2016**

**APPROVED MINUTES**

**Present:** Don Levitt, President  
David Allen, Vice President  
Lori Condon, Secretary  
Leroy Rhein, Director  
Tom Schaefer, Director  
Cary Weissman, Director

**Absent:** Nancy Ford, Treasurer

**Staff:** Larry Paprocki, Director

**CALL TO ORDER**

President Levitt 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**

**February 25, 2016 Board Meeting**

Dr. Rhein reviewed his correction to the minutes.

President Levitt moved the Board approve the February 25, 2016, Board of Directors meeting minutes as amended. Seconded by Dr. Rhein. The motion passed unanimously.

**TREASURER'S REPORT**

Mr. Schaefer reviewed the Association financial statements, as prepared by Association staff, for the period ending February 29, 2015. He advised that he has reviewed the bank statements and they are in order. He responded to questions and comments from the Board members regarding the financials.

Mr. Schaefer stated the Committee discussed the investments and how they want to use cash equity to gain high interest returns. The Finance Committee is recommending \$120,780 to be moved from cash investments to fixed income investments (two

Vanguard and one Fidelity). He responded to questions and comments from the Board members regarding the investments.

Dr. Rhein moved the Board accept the Treasurer's report. Seconded by Ms. Condon. The motion passed unanimously.

Dr. Rhein moved the Board approve the Finance Committee recommendation for \$120,780 to be moved from cash investments to fixed income investments (two Vanguard and one Fidelity). Seconded by Ms. Condon. The motion passed unanimously.

## **EXECUTIVE DIRECTOR'S REPORT**

Mr. Paprocki reported that he met with Buddy Hughes last week regarding the Reserve Update and he will be presenting the preliminary report to the Finance Committee and the Physical Property Committee. He reported that the tennis courts are coming to the end of their useful life and they are looking at the cracking on the courts.

Mr. Paprocki provided an update on the City of Scottsdale consideration of the Conditional Use Permit for Hunkapi. He is suggesting that the Conditional Use Permit be reviewed every six months to ensure compliance.

Mr. Paprocki reported that he looked into using Survey Monkey for the amenities survey and the cost would be greater than doing a master mailing.

## **BOARD ACTIONS**

Mr. Paprocki requested the Board approve the purchase of pool lounges and chairs to replace the existing at a total cost of \$10,034.48. He reported this would be a Reserve expense carried over from 2015. He responded to questions and comments from the Board members regarding this request.

Mr. Weissman moved the Board approve the purchase of pool lounges and chairs to replace the existing at a total cost of \$10,034.48. Seconded by Dr. Rhein. The motion passed unanimously.

Mr. Paprocki stated the Physical Property Committee recommends Pinnacle Paving be awarded the 2016 Roadway work. They were the low bid. He further stated they were the contractor that has done roadway work for the past three years. The Committee recognizes Pinnacle Paving's track record in performing a problem free project. He noted that Pinnacle Paving would be resealing Stonegate Circle and Palomino East under warranty at no cost to the Community Association.

President Levitt moved the Board approve awarding Pinnacle Paving the 2016 Roadwork contract. Seconded by Mr. Allen. The motion passed unanimously.

Mr. Paprocki stated the Timarron Tract Declaration Amendment passed and the homeowners will now be responsible to maintain their own properties. He further stated that the document would be executed and recorded.

Let the record reflect that President Levitt signs the document.

Mr. Allen moved that the Board approve the Timarron Tract Declaration Amendment. Seconded by Mr. Schaefer. The motion passed unanimously.

### **NEW BUSINESS**

Mr. Weissman stated at a future date, he would like to discuss putting limits on rentals in the community. Mr. Allen stated that would have to be done through amending the CC&Rs and it is a difficult process. The consensus of the Board was to continue this conversation at a future meeting.

Mr. Allen moved to adjourn the meeting at 6:50 p.m. Seconded by Mr. Weissman. The motion passed unanimously.