

**STONEGATE COMMUNITY ASSOCIATION
11551 E MOUNTAIN VIEW ROAD, SCOTTSDALE, ARIZONA
BOARD OF DIRECTORS MEETING
SEPTEMBER 22, 2016**

APPROVED MINUTES

Present: Nancy Ford, President
Cary Weissman, Vice President
Tom Schaefer, Treasurer
Jim Bissonett, Director
Lori Condon, Director
Leroy Rhein, Director

Absent: Gene Evans, Secretary

Staff: Larry Paprocki, Director
Catherine Bryson, Communications

Also

Present: David Hoxworth, TASC Regional Sales Director

CALL TO ORDER

President Ford called the meeting of the Stonegate Community Association Board of Directors to order at 5:00 p.m., noting the presence of a quorum.

TASC PRESENTATION

President Ford introduced David Hoxworth, TASC Regional Sales Director. She stated Mr. Hoxworth will present information on the Affordable Care Act and the penalties through ERISA and how this pertains to Stonegate employees. She further stated this presentation will assist the Board in determining if we should hire a company to help the Association determine whether we are in compliance with the law and if we are not in compliance how to comply.

Mr. Hoxworth presented information regarding the changes for compliance with employee benefits with regard to the Affordable Care Act. He also presented information on the Association's requirements to report on their health care benefits. He also provided information regarding what the Association is required to do to be in compliance with the ERISA requirements

Mr. Hoxworth advised that the Department of Labor has hired auditors to collect penalties from employers who are non-compliant with the Affordable Care Act. He responded to questions and comments from the Board members regarding this matter.

Mr. Hoxworth provided an overview of the services his firm provides to ensure the Association would be in compliance with the Affordable Care Act and the costs for these services.

Mr. Bissonett stated that he would do some research on this firm and report back to the Board. He further stated that they do not want to be in non-compliance but it is important to understand what the requirements really are and where information can be provided.

MINUTES

August 22, 2016 Board Meeting

Mr. Bissonett moved the Board approve the August 22, 2016, Board of Directors meeting minutes as presented. 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 August 31, 2016. 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. Weissman moved the Board accept the Treasurer's report. Seconded by Mr. Bissonett. The motion passed unanimously.

EXECUTIVE DIRECTOR'S REPORT

Mr. Paprocki reported that a 10-Day Enforcement Notice letter was sent to a Belcourt homeowner dated August 15, 2016 regarding his use of guest designated parking spaces and on-street parking. He further reported that there has been no response and the homeowner continues to not be in compliance with the visitor parking guidelines. He requested the Board find the homeowner in violation with the visitor parking guidelines, which is subject to a \$150.00 fine.

Mr. Weissman moved the Board find the Belcourt homeowner in violation with the visitor parking guidelines, which is subject to a \$150.00 fine. Seconded by Mr. Schaefer. The motion passed unanimously.

Mr. Paprocki advised that two 10-Day Enforcement Notice letters dated September 20, 2016, have been sent to Timarron and Saddleback homeowners. He further advised that no response was received or maintenance work performed after the first letters were mailed.

Mr. Paprocki provided an update on the view fence repairs and painting. He reported that the view fence repairs and painting project has been completed. The 60-Day payment notices have been mailed to residents who have not made payment.

Mr. Paprocki provided an update on the East Gate Signage project reporting the lighting has been added to the new signs. He reported the rough grading has been completed. The shell rock will be installed and the new plant material will be added with the DG being top-dressed.

Mr. Paprocki reported the Recreational Amenities Committee will hold a meeting on Wednesday, September 28th at 10:00 a.m. Ms. Condon suggested that the Committee look at the possibility of an Exercise Station Course because she felt a lot of residents would use it.

Mr. Paprocki reported there has been a Main Gate personnel change. Officer Virgil Nowell has been re-assigned by Safeguard to a different community. He further reported that Virgil has worked the Stonegate post for almost 18 years.

Mr. Paprocki reported the Main Gate barrier arm relay sensor was replaced on the resident entry side due to malfunction. He further reported that a lot of residents were very upset with the delay.

Mr. Paprocki provided an update on the request by a resident of the Community financial statements for the last five years and the applications submitted to the Architectural Committee. He further reported that on September 2, 2016 at 10:00 a.m. at the Stonegate Community Center he provided the requested documents for the homeowners review. Also, provided was a copy of Arizona Revised Statute 33-1805 titled Association financial and other records. Paprocki further reported Mr. Weissman was in attendance to observe the process. Paprocki added that Weissman provided the homeowner with the reports one year at a time.

Mr. Paprocki provided an update on the delinquent accounts.

Mr. Paprocki reported that an investor, Ryan Robson, who flips homes, feels he should not be required to fill out SCA paperwork. He further reported that he has gotten a hold of a homeowner's access card from the prior owner. Paprocki stated that he met with him yesterday and he was advised of the fines for using the access card. He further stated that Robson is coming in tomorrow to return the card.

COMMITTEE REPORTS

President Ford noted the committee reports were included in the Board packet for Board members review and comment.

DISCUSSION / NEW BUSINESS

Mr. Paprocki stated a joint meeting with the Board and Finance Committee will be held on October 12th, 2016 at 4:00 p.m.

Discussion was held regarding the date for the November Board of Directors meeting. It was determined that the Board would not hold a November meeting and the December meeting would be on December 7, 2016 at 5:00 p.m.

ADJOURNMENT

Dr. Rhein moved the Board adjourn the meeting 6:25p.m. Seconded by Mr. Weissman. The motion passed unanimously.