

**STONEGATE COMMUNITY ASSOCIATION
11551 E MOUNTAIN VIEW ROAD, SCOTTSDALE, ARIZONA
BOARD OF DIRECTORS MEETING
ZOOM VIRTUAL MEETING
August 27, 2020**

APPROVED MINUTES

Present: David Allen, President
Craig Zirbel, Vice President
Tom Schaefer, Treasurer
Gene Evans, Director
Rob Fishman, Director
Nancy Ford, Director

Absent: Lori Condon, Secretary

Staff: Larry Paprocki, Executive Director
Lora Stacy, Assistant Executive Director/Accountant
Catherine Bryson, Communications Coordinator

Also Attended: Stonegate Homeowners

CALL TO ORDER

President Allen called the meeting of the Stonegate Community Association Board of Directors Zoom Virtual meeting to order at 5:35 p.m., noting the presence of a quorum.

RESIDENTS' FORUM

Flynn Equestrian Property

Ruth Jordan of Saddleback updated the Board regarding the Flynn property. The Flynn equestrian property has now been named the "Celebrity Equestrian Center". Ruth stated the Core group received 353 signatures in opposition of the property. The City of Scottsdale scheduled a meeting with the group, but the City postponed the meeting. Ruth thanked the Board for sending the letter to residents on their behalf. She thanked the Board for allowing Mr. Paprocki to work with them.

Angelika Kelly of Tamarack requested a concrete reason from the Board as to why they are not supporting the Core group. She stated it is the duty of the Board to protect property, health and welfare of all residents in Stonegate.

Krishna Sunkara of Saddleback stated that high power lines run through 50% of the Flynn land. Since the Flynn's will not be able to build on this land there will be a lot of density towards Stonegate. He requests the Board to reconsider and to support the Core group.

Tennis Courts

Dale Hersh of Tamarack stated he is a new resident in Stonegate. He is very active and would like to know the Board's reason for not allowing guests on the tennis courts.

East Gate

Joyce Lipner of Tradewinds stated she recently had 3 incidents at the East Gate with vehicles entering the exit lane. She stated this is dangerous and possibly a chain needs to be put in at the turnabout.

Board Member's Emails

Mr. Szymanski of Saddleback thanked the Board for publishing emails for the Board Members on the Stonegate website. He asked if the email address for each Board member is totally confidential between that Board member and the resident.

President Allen thanked the residents for attending and participating in the meeting. He stated the Board wants to be responsive to the residents. President Allen stated the Board would discuss the issues brought up in the resident forum now instead of at the end of the meeting.

President Allen stated nothing has changed with the Board regarding the Flynn property, based on legal counsel. He stated the position and action of the Board is appropriate and will continue.

President Allen stated the Board would discuss the recreational area including the pool and tennis courts in Executive Session. If any modifications or changes are made, an email will be sent to all residents.

President Allen addressed the issues at the East Gate. Mr. Paprocki stated he was not aware of these recent incidents at the gate.

Mr. Paprocki stated installing a chain in the turnabout was not possible according to City Code. He stated there were several options to help with this situation. He would need to check with the City of Scottsdale Fire department if a tire shredder would be allowed. A barrier arm on the inside gate or setting a steel post with concrete would make it difficult for someone to enter.

Mr. Schaefer stated the East Gate is designated as the official entrance of Stonegate on GPS. Different signs posted at the East Gate might help.

Ms. Ford felt this issue needed to be taken to the Physical Property Committee to review and explore different ideas and costs. She felt this is a dangerous situation and should be corrected.

MINUTES

June 25, 2020, Meeting

Mr. Schaefer moved the Board approve the June 25, 2020, Board of Directors meeting minutes as presented. Seconded by Mr. Evans. The motion passed unanimously.

Written Consent in Lieu of Meeting dated July 30, 2020.

The Board discussed the Written Consent dated July 30, 2020. This Written Consent will be part of the Corporate Records.

TREASURER'S REPORT

Mr. Schaefer reviewed the Association financial statements, as prepared by Association staff, for the period ending June 30, 2020 and July 31, 2020. 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 two months of financial records were included in the meeting package. He would only be discussing the July financials since they are the most recent. The income added in June was \$10,000 and the income added in July was \$15,000.

Property transfers are in good shape.

Mr. Schaefer discussed the variance change due to the Spring Fling not occurring because of COVID-19. Four thousand dollars was received from sponsors for the Spring Fling. Discussion ensued regarding refunding the sponsors. Mr. Evans moved the Board approve the \$4,000 refund to the Spring Fling sponsors. Seconded by Ms. Ford. The motion passed unanimously.

Mr. Evans moved the Board accept the Treasurer's reports for June 30, 2020 and July 31, 2020. Seconded by Ms. Ford. The motion passed unanimously.

Mr. Schaefer discussed in great detail the Investment Worksheet. The Fidelity 500 has done great. In order to stay within guidelines, shares will need to be sold. Mr. Schaefer has picked shares to be sold and will realize approximately a \$17,000 gain. Mr. Fishman commented that Mr. Schaefer did a great presentation and suggested the shares be sold as soon as possible due to the uncertain times.

EXECUTIVE DIRECTOR'S REPORT

Mr. Paprocki stated the 2020 roadway work on Stonegate Circle and Palomino East is complete. Belcourt is scheduled for the end of September – beginning of October.

Mr. Paprocki discussed the weather as being the hottest on record with 50 days over 110 degrees and no rain.

Mr. Paprocki stated the Finance committee would be reviewing the 2021 Operating Budget, General Reserve Study and 2021 Roadway Reserve Plan in the month of October.

Mr. Paprocki discussed the Written Consent dated July 30, 2020.

- Ford AV will be ordering the equipment and installing the end of September or 1st week in October.
- The Community Center will have the painting project finished in September.
- The mailbox roofs are 27 years old. The contractor is taking a short break and will be starting the first of September. This is a 7-10 day project. The tile will be stock piled for future use.
- Mr. Paprocki and Mr. Fishman met with contractors regarding the recreational area bathhouse. They should have quotes by the first week of September. They are specifically looking for skid-proof tile.
- Mr. Paprocki discussed the East Gate wall modification in detail.

BOARD ACTIONS

Approve renewal of Guardian Insurance Policy.

Mr. Paprocki stated the annual premium increased by 5.1% or approximately \$600. The Finance Committee approved this renewal.

Ms. Ford moved the Board approve the request for the renewal of Guardian Insurance policy. Seconded by Mr. Schaefer. The motion passed unanimously.

COMMITTEE REPORTS

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

NEW BUSINESS

The next Board meeting is tentatively scheduled for Thursday, September 24, 2020.

ADJOURNMENT

Mr. Evans moved the Board adjourn the virtual meeting at approximately 6:40 p.m. Seconded by Mr. Zirbel. The motion passed unanimously.