



**Fountain of the Sun Community Association
Annual Meeting of the Members
560 South 80th Street Mesa, AZ 85208 – Activity Center Ballroom
March 21, 2018 5:00 p.m.
DRAFT - Minutes**

Call to Order: President Gibbens called the meeting to order at 5:05 p.m.

Determination of a Quorum: President Gibbens requested Election Committee Chairperson Vicki Osborne announce if the quorum requirements had been met. She reported that 1,161 ballots have been received and the requirement for a quorum has been met. The meeting was brought to order.

Approval of the Agenda: Motion to approve the Agenda - Virgil Schatz: seconded by Mike Royse.

Approval of the Minutes

A Motion to accept the minutes of the February 8, 2017 FOSCA Annual Meeting of the Members was made. Motion to approve- Virgil Schatz: seconded by Mike Royse.

Board Introductions: Present were the following

President - Harry Gibbens, Vice President - Jerry Favero, Treasurer - Mike Powell, Director – Sheila Buchan, Director - Francine Miller, Director - Mike Royce, Secretary – Dorothy O'Brien, and FOSCA Manager John Millar

Close of Balloting: Balloting was closed at 5:10 pm

Recognition of Committees, Volunteers & Staff President Gibbens thanked all the Committees, Volunteers and staff who have worked so diligently over this past year.

President's Report: President Gibbens reviewed the projects that had been accomplished over the past year, including the repainting of the entire building complex and the installation of AED's with generous donations from the Lions Club, Citizen's Service Club and FOS Foundation. He also noted that there is an ongoing effort to complete the merger of FOSCA into FOSHA.

Treasurer's Report: Mike Powell reviewed the 2017 Audit Report stating that while the Reserve Fund balance had improved we are still underfunded.

Management Report: John Millar thanked the many volunteers that who give their time for many activities and events. He then reviewed the 2018 budget. Noting that there are summaries of the budget that are available tonight and if anyone needs a complete copy, they will be available in Administrative Office and posted on the bulletin board in Administration Office and also on web site.



Owner Forum/Discussion

Robert Scruton expressed his disappointment in the members of the FOSCA Board who did not support the completion of the merger. He also noted the lack of a security presence at the pool area during spring break and the need for the area to be cleaned more frequently.

A resident expressed concerns regarding the underfunded reserves and asked if they would be OK upon completion of the merger?

Keith Kellen noted that existing FOSHA funds were already dedicated to street maintenance.

Ed Pung asked where have all the income from the Impact fees gone to over the years? A: Primarily to street repairs and other major projects from roofing to air conditioner replacements and other major repairs.

Diane S. was confused the terms reserve and replacement fund being used interchangeably and requested some clarification.

Bob Haas stated the impact fee should be a percentage of the sale.

A resident was disappointed in the entrance median not being over seeded. It was noted that the area was over seeded however, the grass failed when the water provided by the FOSCC irrigation system was unavailable due to a pump failure. It was too cold to over seed by the time that the pump was fixed.

Election Results. Vicki Osborne read the following voting results:

There were 1,161 votes turned in with 33 spoiled ballots

FOSCA Board Election:

Jerry Favero 676 votes
Calvin Stone 633 votes
Francine Miller 616 votes
Larry Shima 603 votes

Dave Bode 578 votes
Keith Kellen 569 votes
Write Ins 87 votes

FOSCA Board members elected were Jerry Favero, Calvin Stone, Francine Miller and Larry Shima.

PROPOSAL #1 Amend the Abandonment Date for the Plan of Merger of FOSCA and FOSHA

BE IT THEREFORE RESOLVED:

“The FOSCA members hereby amend Section VIII (i) of the Plan of Merger to replace the abandonment date of January 1, 2018 with a new abandonment date of March 31, 2020”

750 yes votes, 291 no votes, 87 failed to vote 33 spoiled ballots Proposal #1 **passed.**



Proposal #2 Excess income applied to the flowing year's assessments

BE IT THEREFORE RESOLVED that any excess of membership income over membership expenses for the year ended December 31, 2017, shall be applied against the subsequent tax year member assessments as provided by IRS Revenue Ruling 70-604.

893 yes votes, 70 no votes, 76 failed to vote, 35 spoiled ballots Proposal #2 **passed**.

President Gibbens asked for motion to adjourn. Motion by Virgil Schatz: second Katie Gibbens. Meeting adjourned.

DRAFT