

Record of Proceedings

Minutes of the Continuation Meeting Cornerstone Owners Ass'n Board of Directors November 9, 2012

The continuation meeting of the Board was held on Nov. 9th, 2012 at 1:00 pm by teleconference in accordance with applicable statutes of the State of Colorado.

Directors in attendance were: Bill Fugazzi, Warren Ache and David Jaynes. Eric Weaver was also in attendance by phone.

The meeting was called to order by President Jaynes.

The Board discussed President Jaynes concern that his personal legal action against Hunt might create a conflict with legal representation by Tom Kennedy, Esq. The Board asked Director Fugazzi to contact Kennedy to ascertain the facts of the issue.

The Board then discussed the proposed contract employment of Jason Stroehlein for a period of 6 months beginning on or about Nov. 15. The costs of such contract employment to be shared by Metro District 1, the COA and the LLC. How such employment would benefit the COA was discussed, and whether General Liability Insurance should be purchased during the contract. The Board wished to make certain the Jason understood that he was a contractor, not an employee of any of the three entities. Upon motion duly made and seconded, it was unanimously

RESOLVED to provisionally approve a 1/3 portion of the contract expense, final approval to await a quote on Insurance. Such approval would include the COA acting as the Clearing House for all 3 entities to pay Jason.

The Board then moved to a discussion of the proposed 2013 budget. Among items of concern were all of the Preservation Committee costs, which appeared to be excessive, given limited revenues. Also, questions were raised as to the need for \$12,000 in management fees. The cost projected for fencing was felt to be too low and should be raised to \$11,000, given the ½ mile break in the fencing known to exist. Upon motions duly made and seconded, it was unanimously

RESOLVED to have Director Jaynes contact Sue McIntosh to determine what expenses can be reduced for Preservation Committee items;
to approve
\$25k in Course Winterization provided Jason concurs with the appropriateness of the billing, and to leave the Management expense item in the budget pending further examination.

Lastly, the Board discussed the final approval of the 2013 budget. Upon motion duly and seconded, it was unanimously

RESOLVED to approve the 2013 budget, subject to modifications discussed, and for notice of the annual meeting to be sent out in time for the annual member meeting to be held on December 17, 2012.

Upon motion being duly made and seconded, it was unanimously

RESOLVED to adjourn the meeting of the Board of Directors.

Respectfully submitted,
Bill Fugazzi
Secretary for the meeting