

DATE: June 9, 2007
TO: Genesee Foundation Board of Directors
FROM: Anne Sherwood
SUBJECT: Governance Report
2/13/07 Board Agenda Item 4.D.5.

At the request of Gary McKay, Carla and I met with three residents from the Preserve who are interested in evaluating options to dissolve the PHOA and become more integrated with Genesee. This issue has come up several times over a number of years; and as Gary pointed out in his email to the Board, questions regarding the PHOA's long term strategy have recently arisen.

The Preserve is a separate filing in Genesee with documents that outline certain tasks for which Preserve residents are responsible. (i.e. roads, pool, tennis courts, gate, etc.) In the early 90's, the Preserve came under the Foundation's covenants and architectural control. At one time, the Foundation provided management services to the Preserve.

Following a discussion of various issues that would need to be investigated and resolved, Carla and I requested that Preserve residents draft a working position paper that outlines the objectives they want to achieve along with the options, opportunities, and obstacles to such an endeavor. Foundation input would be added to the working paper during future discussions.

Carla and I believe that it is premature for the Foundation Board to discuss this issue and recommend waiting until a draft position paper is ready for presentation. We also recommend that the Vision Committee become involved as appropriate.