

For-Profit Home Developer

This depicts my understanding of HOA business processes based on my 6 years living in a single HOA.

As you can see, there are many **for-profit entities** involved in the management of a **non-profit organization (HOA)**.

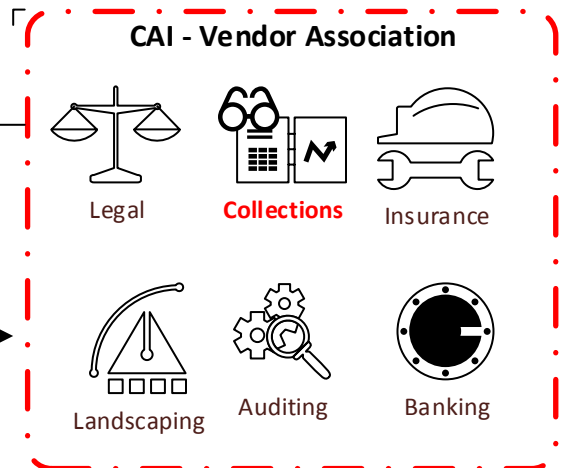
The sole **non-profit entity** is the HOA itself, represented by a Board of Directors (a small percentage of the total membership).

Since the Financial Crisis of 2007, the amount of rental units in communities has increased quite a bit.

Rental Owners tend to reside outside the community and rarely serve on Boards. They also tend to pass dues on to the renter by increasing rent.

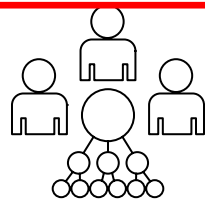
To keep **for-profit entities** from taking advantage of **non-profit organizations**, it is essential to have residents in a community be Board members who perform their fiduciary duties on behalf of the Community.

- Unknowns**
- SFR REITs?
 - Other CAMs?
 - Hedge Funds?
 - Lobbying Groups?
 - SFR Builders?
 - SFR CAMs?



Assists in Initial Forming Reports To

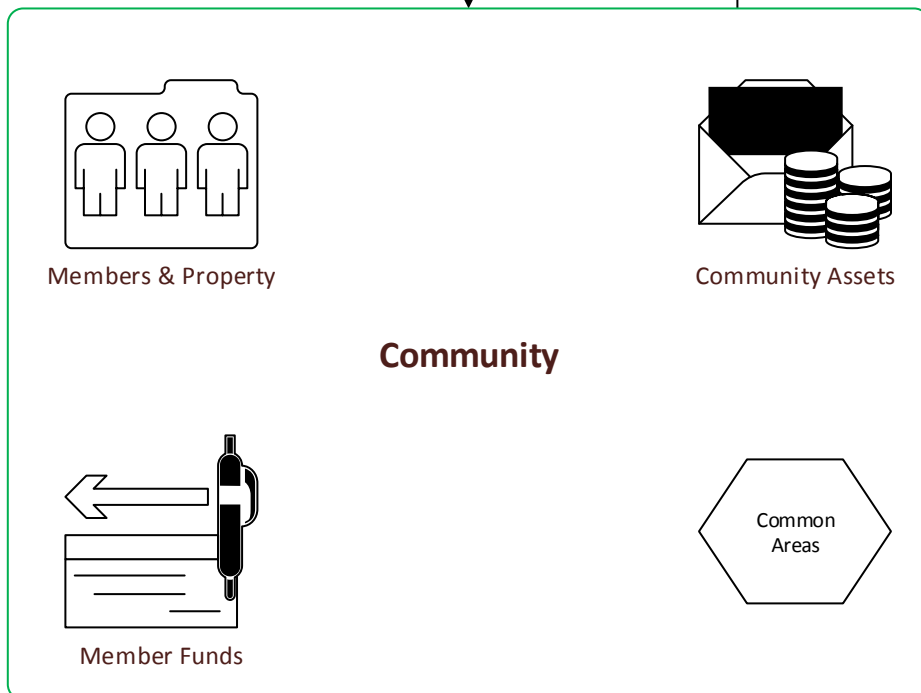
For-Profit Interests Line



Non-Profit HOA LLC - Board of Directors

Fiduciary Obligations To

Elects Members



- Member Venues**
- AZ State Bar Unauthorized Practice of Law (UPL)
 - ADRE Compliant
 - AZ Consumer Fraud Complaint
 - Join Board, help protect community
 - File an insurance claim

Have Issues?