

MINUTES OF MEETING BOARD OF DIRECTORS FOUNTAIN HILLS SANITARY DISTRICT

The Board of Directors of the Fountain Hills Sanitary District met in a **Regular Meeting** on **Tuesday, January 17, 2012** at **6:00** p.m. in the District's Board Room located at 16941 E. Pepperwood Circle, Fountain Hills, Arizona.

Agenda Item No. 1 **Call to order and roll call**

Upon roll call, the following Directors were present:

Vice Chairman Bruce Hansen, Director Bob Thomson, Director Tom Reski, Director Glenn Panaro, and Director Thom Besett.

The following Executive Staff members were present:

Ron Huber, District Manager, Bill Sullivan, Legal Counsel, Tori Sawyer, Controller, and Penny Cook, Assistant Secretary.

Agenda Item No. 2 **Swearing in of new director, Thom Besett.**

Legal Counsel swore in Thom Besett as Director.

Agenda Item No. 3 **Assumption of Chairman's duties by Vice Chairman and election of new Vice Chairman.**

The duties of Chairman were turned over to Vice Chairman Hansen for 2012.

Director Reski nominated Director Thomson as Vice Chairman for 2012. Director Panaro seconded the motion, which passed unanimously.

Agenda Item No. 4 **Approval of Minutes: Regular Meeting: 12/20/11.**

A motion was made by Vice Chairman Thomson to approve the minutes of the Regular Meeting of December 20, 2011 as presented. Director Reski seconded the motion which passed unanimously.

Agenda Item No. 5 **Call to public.**

There was no public comment.

Agenda Item No. 6

District Manager's report; items to be discussed include plant and recharge statistics for December, permit compliance, progress on ASR Well No. 5 Project, Fountain Lake Water Quality, status of former State Trust Land, Reclaimed Water Use Agreements with Town, AWTF Chlorine Feed System Mods Project, and general direction from Board.

- District Manager reported the District's total recharge credit available as of December 31, 2011 was 96,930,979 gallons.
- All District facilities were in compliance with their respective permit requirements for the month of December.
- The repairs to the electrical service for the ASR Well No. 5 project were not completed. The parts arrived today and KSK will be out on the jobsite Wednesday, January 18th to do electrical repairs in the cabinet. Once those repairs have been completed and inspected, testing will resume to try to find the cause of the vibration in the well vault.
- Comments have not been received from the Town regarding the Reclaimed Water Use Agreement for Desert Vista Park and Golden Eagle Park.
- A meeting was held on January 5, 2012 to discuss questions concerning the electrical and control systems for the AWTF Chlorine Feed System Mods Project. Those comments are being incorporated in the final plans and specifications and a final draft should be delivered to the District the first week in February, 2012. After the final comments are received, the job will be put out to bid.

Agenda Item No. 7

Controller's report; items to be discussed include status of income and expenditures, billing, report on collection efforts to date, and general direction from Board.

The Controller reported that the General Fund Income Statement for December was slightly favorable to budget.

There were no new Sewer Service Agreements issued in December.

Billing is on track.

Agenda Item No. 8

Discussion and direction to staff regarding Fountain Lake Water Quality.

District Manager presented a list of options for finding out what residents thought of the District taking over the operation of Fountain Lake and taking on a project to improve the water quality.

After a discussion, it was decided that the District talk to the Mayor and Town Council and get their opinion on the District sending out a letter to the residents. The letter would be requesting residents' opinions on the District taking over operation of the lake. District Manager will draft a letter for Board review.

Agenda Item No. 9

Possible discussion and direction to staff regarding annexation of former state trust land.

District Manager informed the Board that the drilling rig is on site at the right-of-way adjacent to the Hawk school site. They have started drilling for the test well.

Agenda Item No. 10

The Chairman, the individual members of the Board and the District Manager will each be permitted to provide a brief summary of current events. The Board will not propose, discuss, deliberate or take legal action at the meeting on any matter addressed in the summaries, unless the specific item is otherwise properly noticed.

There were no comments.

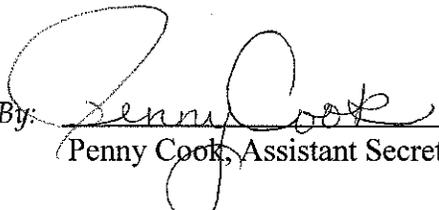
Agenda Item No. 11

Adjournment.

Vice Chairman Thomson made a motion to adjourn the meeting at 6:45 p.m. Director Reski seconded the motion which passed unanimously.

Dated this 18th day of January, 2012.

Fountain Hills Sanitary District

Minutes Prepared By: 
Penny Cook, Assistant Secretary