

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 20, 2015** 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:

Chairman Tom Reski, Vice Chairman Thom Besett, Director Bruce Hansen, and Director Robert Thomson.

The following Executive Staff members were present:

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

Agenda Item No. 2

Assumption of Chairman's duties by Vice Chairman and election of new Vice Chairman.

The duties of Chairman were turned over to Vice Chairman Besett for 2015.

Director Thomson nominated Director Hansen as Vice Chairman for 2015. Director Reski seconded the motion, which passed unanimously.

Agenda Item No. 3

Approval of Minutes

A motion was made by Director Reski to approve the minutes of the Regular Meeting of November 25, 2014 as presented. Director Thomson seconded the motion which passed unanimously.

Agenda Item No. 4

Presentation of Service Recognition Award to Jeff Stowasser for 25 years of District service.

District Manager thanked Jeff Stowasser for his 25 years of service and presented him with a service recognition award.

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, WWTP Influent Screen and Pump Replacement, Ashbrook Wash Flood Control Project, Summit @ Crestview, and general direction from Board.

- The District Manager reported the District's total recharge credit available as of December 31, 2014 was 420,980,414 gallons.
- All District facilities were in compliance with permit requirements for the month of December.

Agenda Item No. 7

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

District CPA reported the General Fund Income Statement for December was favorable to budget.

Billing is on track.

Agenda Item No. 8

Discussion and consideration to approve Reclaimed Water Use Agreements for Golden Eagle and Desert Vista Parks for submission to Town.

After a discussion, Director Thomson moved and Vice Chairman Hansen seconded to approve the Reclaimed Water Use Agreements for Golden Eagle and Desert Vista Parks for submission to the Town. Motion carried unanimously.

Agenda Item No. 9

Discussion and direction to staff concerning the Summit at Crestview Subdivision.

Director Thomson moved and Vice Chairman Hansen seconded to go into executive session pursuant to A.R.S. § 38-431.03(A)(3)&(4), for the purpose of discussion or consultation with the District's legal counsel for legal advice regarding the Summit at Crestview development. Motion carried unanimously and the regular session adjourned at 6:17 p.m.

Regular session resumed at 6:30 p.m. There was no discussion.

Agenda Item No. 10

Discussion and direction to staff concerning Board vacancy.

District Manager informed the Board that three applications have been received for the Board vacancy. After a discussion, direction was given to advertise two weeks for the Board vacancy and close the submission of applications by February 13, 2015.

Interviews will begin at 5:00 p.m. at the February 17, 2015 regular meeting.

Agenda Item No. 12

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.

Vice Chairman Hansen requested that a Reverse Osmosis discussion be agendized on the February 17, 2015 agenda.

District Manager informed the Board that an Assisted Living/Independent Living facility is being proposed to be built behind McDonald's. They feel the fee schedule does not fit with what they are trying to do. This item will be agendized on the February 17, 2015 agenda for discussion.

Agenda Item No. 13

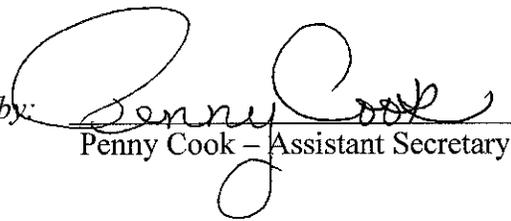
Adjournment.

Director Thomson made a motion to adjourn the meeting at 6:37 p.m. Director Reski seconded the motion, which passed unanimously.

Dated this 21st day of January, 2015.

Fountain Hills Sanitary District

Minutes prepared by:


Penny Cook – Assistant Secretary