

# **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 28, 2013** 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 Robert Thomson, Vice Chairman Tom Reski, Director Glenn Panaro, Director Thom Besett, and Director Bruce Hansen.

*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 Reski for 2014.

Director Thomson nominated Director Panaro as Vice Chairman for 2014. Director Hansen seconded the motion, which passed unanimously.

## **Agenda Item No. 3**

### **Approval of Minutes: Regular Meeting: 11/26/13.**

A motion was made by Director Thomson to approve the minutes of the Regular Meeting of November 26, 2013 as presented. Director Hansen seconded the motion which passed unanimously.

## **Agenda Item No. 4**

### **Presentation of Service Recognition Award to Jerry Winters for 20 years of District service.**

District Manager thanked Jerry Winters for his 20 years of service and presented him with a service recognition award.

## **Agenda Item No. 5**

### **Presentation by the District's health insurance broker, Tom Richards Jr., on alternatives to the way in which the District provides its employees' health insurance benefits.**

Tom Richards Jr., the District's health insurance broker, presented an alternative method in which employee health insurance benefits are provided to District employees. District staff is requesting direction to further pursue alternative methods to providing employee health insurance benefits.

Direction was given to staff to look further into alternative methods of providing employee health insurance benefits.

**Agenda Item No. 6**

**Call to public.**

There was no public comment.

**Agenda Item No. 7**

**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 IGA, Reclaimed Water Use Agreements for Gold Eagle Park and Desert Vista Park, AWTF Chlorine Feed System Mods Project, AWTF Membrane System Replacement Project, and general direction from Board.**

- District Manager reported the District's total recharge credit available as of December 31, 2013 was 325,226,979 gallons.
- All District facilities were in compliance with their respective permit requirements for the month of December.
- Further testing of the vibration on the ASR Well No. 5 project was performed on January 21, 2014. Vibration in the vault stopped but some vibration was noted in the hose and substantially more at the well head. This information was forwarded to CDM Engineers for further study.
- Director Hansen requested that an agenda item for the Fountain Lake IGA be placed on the February 2014 agenda.
- Punch list work is being performed on the AWTF Chlorine Feed System Mods project.
- Punch list work and adjustment of the CIP system is being performed on the AWTF Membrane System Replacement Project.

**Agenda Item No. 8**

**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 that the General Fund Income Statement for December was favorable to budget.

Billing is on track.

**Agenda Item No. 9**

**Discussion and consideration to approve change order to Carollo Engineers contract for design and construction phase services for the AWTF Membrane System Replacement Project in the amount of \$65,800.**

District Manager is requesting approval of the change order to Carollo Engineers' contract for design and construction phase services for the AWTF Membrane System Replacement Project in the amount of \$65,800.

After a discussion, Director Thomson made a motion to approve the change order for \$65,800 with the District Manager reviewing the time sheets supporting the change order. Vice Chairman Panaro seconded the motion which passed with a vote of 4 to 0 with Director Besett abstaining.

**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.**

Director Besett informed the Board that because Chaparral City Water proposes to increase their water rates by approximately one-third, he will be attending the public hearing on February 18<sup>th</sup>.

**Agenda Item No. 11**

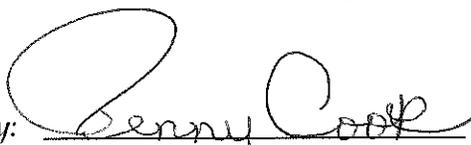
**Adjournment.**

Director Hansen made a motion to adjourn the meeting at 6:52 p.m. Director Besett seconded the motion which passed unanimously.

*Dated this 29th day of January, 2014.*

Fountain Hills Sanitary District

Minutes Prepared By:

  
Penny Cook, Assistant Secretary