

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, March 17, 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:

Vice Chairman Bruce Hansen, Director Robert Thomson, Director Tom Reski, and Director Gregg Dudash. Chairman Thom Besett was absent.

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

Oath of office for new director, Gregory Dudash.

Legal Counsel swore in Gregory Dudash as Director.

Agenda Item No. 3

Approval of Minutes

A motion was made by Director Reski to approve the minutes of the Regular Meeting of February 17, 2015 as presented. Director Thomson seconded the motion which passed unanimously with Director Dudash abstaining.

Agenda Item No. 4

Call to public

There was no public comment.

Agenda Item No. 5

District Manager's report; items to be discussed include plant and recharge statistics for February, permit compliance, WWTP Influent Screen and Pump Replacement, Ashbrook Wash Flood Control Project, Reclaimed Water Use Agreements for Desert Vista Park and Golden Eagle Park, Summit @ Crestview, and general direction from Board.

- District Manager reported the District's total recharge credit available as of February 28, 2015 was 510,542,414 gallons.

- All District facilities were in compliance with their respective permits for the month of February.
- The screen submittals were returned with comments from both Carollo and the District for the WWTP Influent Screen and Pump Replacement Project.
- The Town's Ashbrook Wash Flood Control project is waiting to be bid.
- District Manager met with the Town Manager regarding the "Commodity Rate" paragraph in the Reclaimed Water Use Agreements for Desert Vista Park and Golden Eagle Park.
- A Summit @ Crestview agreement document was prepared for signature and returned with comments.

Director Thomson moved and Director Reski 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 6:08 p.m.

Regular session resumed at 6:21 p.m. There was no discussion.

Agenda Item No. 6

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 February was favorable to budget.

Billing is on track.

Agenda Item No. 7

Discussion and consideration to authorize District Manager to engage the services of Carollo Engineers to perform RO Feasibility Study.

Director Thomson made a motion to authorize District Manager to engage the services of Carollo Engineers to perform RO Feasibility Study at a cost of \$35,000. Director Reski seconded the motion which passed unanimously.

Agenda Item No. 8

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.

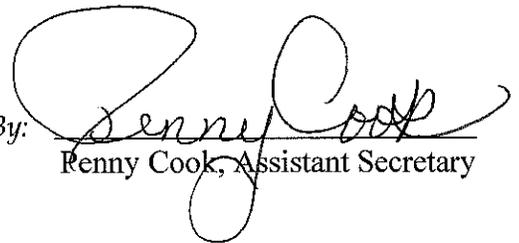
Agenda Item No. 9
Adjournment.

Director Reski made a motion to adjourn the meeting at 6:29 p.m. Director Thomson seconded the motion which passed unanimously.

Dated this 18th day of March, 2015.

Fountain Hills Sanitary District

Minutes Prepared By:

A handwritten signature in black ink, appearing to read "Renny Cook". The signature is written in a cursive style with a large, looped initial "R".

Renny Cook, Assistant Secretary