

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, May 19, 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 Thom Besett, Vice Chairman Bruce Hansen, Director Robert Thomson, Director Tom Reski, and Director Gregg Dudash.

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

Approval of Minutes: Regular Meeting: 04/21/15 and Special Meeting: 05/12/15

A motion was made by Vice Chairman Hansen to approve the minutes of the Regular Meeting of April 21, 2015 and Special Meeting of May 12, 2015 as presented. Director Thomson seconded the motion which passed unanimously.

Agenda Item No. 3

Call to public.

There was no public comment.

Agenda Item No. 4

District Manager's report; items to be discussed include plant and recharge statistics for April, 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, Saguaro Blvd. Repaving, RO Feasibility Study, and general direction from Board.

- District Manager reported the District's total recharge credit available as of April 30, 2015 was 580,326,414 gallons.
- All facilities were in compliance with permit requirements for the month of April.
- The screens for the WWTP Influent Screen and Pump Replacement Project are scheduled for delivery early September 2015.
- The Ashbrook Wash Flood Control Project is scheduled to go out for bid in June with construction expected to start in September.

- The agreement between the current owner of the Summit at Crestview property and the District was fully executed on May 11, 2015.
- Originally three District pipelines needed to be relocated for the Town's Saguardo Blvd. Repaving Project. The Town's engineering consultant did not show correct locations for District facilities and after the contractor was able to change the shape and location of the storm drain, only one pipeline needed to be relocated.

Agenda Item No. 5

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.

The District CPA reported that the General Fund Income Statement for April is favorable to budget.

Billing is on track.

Agenda Item No. 6

Consideration to approve Resolution No. 260, call for a non-partisan election on November 3, 2015.

Vice Chairman Hansen made a motion to approve Resolution No. 260, call for a non-partisan election on November 3, 2015. Director Thomson seconded the motion which passed unanimously.

Agenda Item No. 7

Discussion and consideration to approve District CPA's contract for FY 2015/2016.

After a discussion Director Thomson made a motion to approve the District CPA's contract for FY 2015/2016 with discussed changes and authorize District Manager to executive the contract on behalf of the Board of Directors. Director Reski seconded the motion which passed unanimously.

Agenda Item No. 8

VOTE TO GO INTO EXECUTIVE SESSION FOR THE FOLLOWING PURPOSE: Pursuant to A.R.S. Section 38-431.03(A)(1) discussion and consideration of District Manager's performance and annual salary for FY 2015/2016.

Director Reski moved and Director Thomson seconded to go into executive session pursuant to A.R.S. Section 38-431.03(A)(1) for evaluation of District Manager's performance and discussion regarding District Manager's annual salary for FY 2015/2016. Regular session adjourned at 6:22 p.m.

Agenda Item No. 9

RETURN TO REGULAR SESSION.

Regular session resumed at 6:42 p.m.

Agenda Item No. 10

Consideration to set District Manager's salary for FY 2015/2016.

Director Thomson moved to set the District Manager's salary for the 2015/2016 fiscal year at \$140,000. Vice Chairman Hansen seconded the motion which passed unanimously.

Agenda Item No. 11

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.

Chairman Besett would like to have a workshop scheduled on how the water environment works in Fountain Hills.

Vice Chairman Hansen would like to hear from the golf courses regarding the Sodium Remediation Program.

Agenda Item No. 12

Adjournment.

Director Reski made a motion to adjourn the meeting at 6:44 p.m. Vice Chairman Hansen seconded the motion which passed unanimously.

Dated this 20th day of May, 2015.

Fountain Hills Sanitary District

Minutes Prepared By.

A handwritten signature in cursive script that reads "Penny Cook". The signature is written over a horizontal line.

Penny Cook, Assistant Secretary