

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 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

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, Controller, and Penny Cook, Assistant Secretary.

Agenda Item No. 2

Approval of Minutes

A motion was made by Director Hansen to approve the minutes of the Regular Meeting of April 23, 2013 and Special Meeting of May 21, 2013 as presented. Director Panaro 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, progress on ASR Well No. 5 Project, Fountain Lake IGA, status of former State Trust Land, Reclaimed Water Use Agreements for Golden Eagle Park and Desert Vista Park, AWTF Chlorine Feed System Mods Project, diffuser failure in digester, AWTF Membrane System Replacement Project, Replacement of Influent Screens and Influent Pumps Project, and general direction from Board.

- District Manager reported the District's total recharge credit available as of April 30, 2013 was 304,838,979 gallons.
- All District facilities were in compliance with their respective permits for the month of April.
- District staff met with the engineer and contractor to discuss recommendations as to the next step to take to eliminate the vibration problem on the ASR Well No. 5 project. Additional testing will be done before any additional action is taken.

- All that remains on the AWTF Chlorine Feed System Mods project is the installation of the four-fold door on the new chlorinator building and delivery of the third chlortainer.
- Diffuser equipment for one of the two digesters is scheduled for delivery May 31, 2013.
- Removal of the old equipment is on-going for the AWTF Membrane System Replacement project. The first of the three new ultrafiltration racks is scheduled for delivery on June 12, 2013.
- The Replacement of Influent Screens and Influent Pumps project has been put on hold.

Agenda Item No. 5

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 the General Fund Income Statement for April was slightly favorable to budget.

Billing is on track.

Agenda Item No. 6

Discussion and consideration to approve Controller's contract for FY 2013/2014.

After a discussion, Director Hansen moved to approve the Controller's contract for the FY 2013/2014. Vice Chairman Reski seconded the motion which passed unanimously.

Agenda Item No. 7

Discussion to approve Resolution No. 255, call for non-partisan election on November 5, 2013.

Director Hansen moved to approve Resolution No. 255, call for a non-partisan election on November 5, 2013 with changes. Director Panaro seconded the motion which passed unanimously.

Agenda Item No. 8

Discussion regarding the District's current maximum sick leave accrual.

After a discussion, there will be no changes to the current maximum sick leave accrual.

Agenda Item No. 9

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 Hansen would like an agenda item placed on the June 25, 2013 agenda to discuss installing the effluent line before Saguaro Blvd. is paved.

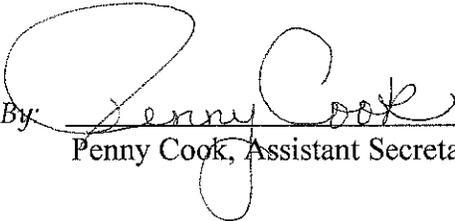
Agenda Item No. 13
Adjournment.

Director Hansen made a motion to adjourn the meeting at 6:32 p.m. Director Besett seconded the motion which passed unanimously.

Dated this 29th day of May, 2013.

Fountain Hills Sanitary District

Minutes Prepared By:


Penny Cook, Assistant Secretary