

# 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 **Wednesday, September 19, 2012** at **5:30** 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 Bruce Hansen, Vice Chairman Bob Thomson, Director Glenn Panaro, and Director Thom Besett. Director Tom Reski was absent.

*The following Executive Staff members were present:*

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

## **Agenda Item No. 2**

### **Approval of Minutes: Regular Meeting: 08/15/12**

A motion was made by Vice Chairman Thomson to approve the minutes of the Regular Meeting of August 15, 2012 as presented. Director Besett 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 August, permit compliance, progress on ASR Well No. 5 Project, Fountain Lake Water Quality, status of former State Trust Land, Reclaimed Water Use Agreements with Town, AWTF Chlorine Feed System Mods Project, Diffuser Failure in Digester, and general direction from Board.**

- District Manager reported the District's total recharge credit available as of August 31, 2012 was 36,143,979 gallons.
- All facilities were in compliance with permit requirements for the month of August.
- The replacement bowl assembly for the ASR Well No. 5 supply pump has been received. The pump was removed and taken to Hennesy Mechanical's shop and should be back and ready for installation by the end of the week of September 23, 2012.
- The construction of the underground utilities continues on the AWTF Chlorine Feed System Mods Project. Some utility piping, electric, and control conduit have been placed in the ground. The building footer has been poured and the slab has been constructed.

- The air piping in the remaining digester that's in service at the present time is showing signs of plugging. Staff was able to boost the air flow in the digester and was somewhat able to unplug whatever was plugging the pipe. District Manager and Clark Moskop along with Dana from Carollo have scheduled a trip to the Detroit area to visit three treatment plants that have used the "Flex Cap" diffuser successfully for approximately 20 years.

**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's report shows the Income Statement for August was slightly unfavorable to budget.

Billing is on track.

**Agenda Item No. 6**

**Discussion and consideration to approve purchase of John Deere 310 EPK backhoe to replace 26 year old Case 580 E backhoe at a cost of \$91,545.48.**

A motion was made by Vice Chairman Thomson to authorize District Manager to purchase a John Deere 310 EPK backhoe at a cost of \$91,545.48. Director Panaro seconded the motion which passed unanimously.

**Agenda Item No. 7**

**Discussion and consideration to approve IGA with Town of Fountain Hills to perform various services for each other.**

There was no discussion.

**Agenda Item No. 8**

**Discussion and direction to staff concerning Reclaimed Water Use Agreement for Fountain Lake.**

There was no discussion.

**Agenda Item No. 9**

**Discussion and direction to staff re: draft Fountain Lake intergovernmental agreement (IGA).**

There was no discussion

**Agenda Item No. 10**

**Discussion and direction to staff regarding annexation of former state trust land.**

Director Panaro moved and Vice Chairman Thomson 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 annexation process and/or to consider the District's position and instruct its counsel regarding a pre-annexation (or similar) agreement involving the former state trust land. Motion carried unanimously and the regular session adjourned at 5:44 p.m.

Regular session resumed at 6:26 p.m. The Board requested that a Special Meeting be set for Wednesday, September 26, 2012 at 6:00 p.m. to further discuss annexation of the former state trust land.

**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.**

There were no comments.

**Agenda Item No. 12**

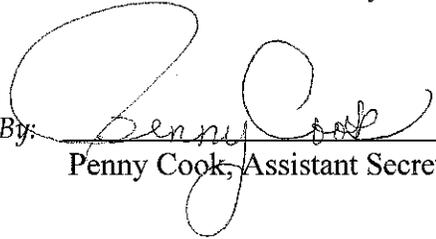
**Adjournment.**

Director Besett made a motion to adjourn the meeting at 6:27 p.m. Director Panaro seconded the motion which passed unanimously.

*Dated this 20th day of September, 2012*

Fountain Hills Sanitary District

Minutes Prepared By:



Penny Cook, Assistant Secretary