

**MINUTES OF MEETING
BOARD OF DIRECTORS
FOUNTAIN HILLS SANITARY DISTRICT**

The Board of Directors of the Fountain Hills Sanitary District met in a **Special Meeting** on **Wednesday, September 26, 2012** at **5:00 p.m.** in the District's Board Room located at 16941 E. Pepperwood Circle, Fountain Hills, Arizona 85268.

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 in person:

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

Agenda Item No. 2

Call to Public

No public was present

Agenda Item No. 3

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

Vice Chairman Thomson moved and Director Panaro 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 5:01 p.m.

Regular session resumed at 5:43 p.m. There was no discussion

Agenda Item No.4

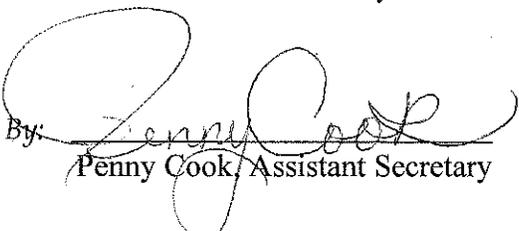
Adjournment

Vice Chairman Thomson made a motion to adjourn the meeting at 5:44 p.m. Director Panaro seconded the motion which passed unanimously.

Dated this 27th day of September, 2012.

Fountain Hills Sanitary District

Minutes Prepared By:


Penny Cook, Assistant Secretary