

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, October 20, 2009** 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 Tom Reski, Vice Chairman Glenn Panaro, Director Michael Howard, and Director Bruce Hansen. Director Bob Thomson arrived a few minutes late.

The following Executive Staff members were present:

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

Agenda Item No. 2

Approval of Minutes: Regular Meeting: 09/15/09

A motion was made by Director Hansen to approve the minutes of the Regular Meeting of September 15, 2009 as amended. Vice Chairman Panaro seconded the motion which passed unanimously.

Agenda Item No. 3

Call to public.

There was no public comment.

Agenda Item No. 4

Presentation of award to Brad Elco for 20 years of service.

District Manager thanked Brad Elco for his 20 years of service and presented him with an award.

Agenda Item No. 5

District Manager's report; items to be discussed include plant and recharge statistics for September, permit compliance, progress on ASR Well No. 5, status of former State Trust Land, Flow Equalization Basin Expansion/Interim Digester Mods project and addition of fifth microfiltration rack, Saguaro Woods property, Reclaimed Water Use agreement, Aquifer Protection Permit Amendment, SRP Grant, Reclaimed Water System Planning Project, and general direction from Board.

- District Manager reported the District's total recharge credit available as of September 30, 2009 was 288,996,979 gallons.
- All facilities were in compliance with permit requirements for the month of September.

- CDM is addressing District comments and corrections to the final draft of the plans and specifications for the ASR Well No. 5 project and expect to have them back by the end of October.
- Completion of punch list items is still underway in an attempt to complete the FEB Expansion/Interim Digester Modifications.

The work on the addition of the Fifth Microfiltration Rack is starting October 21, 2009. The AWTF will be shut down for approximately 8 hours for piping and electrical tie-ins. Part of the Pall microfiltration equipment has arrived and the balance of equipment should arrive by the end of the month.

- ADEQ is still engaged in the technical review of the APP permit application.
- In a meeting with Valentine Environmental Engineers' staff, District staff discussed its comments and corrections with respect to the draft engineering report. Corrections to the draft report will be made and a revised report is expected before Thanksgiving.

Agenda Item No. 6

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 September was slightly unfavorable to budget.

The District received two new Sewer Service Agreements in the month of September.

Billing is on track.

Agenda Item No. 7

Consideration to authorize District Manager to Execute the Reclaimed Water Use Agreement with SunCor Golf.

After a discussion Director Thomson made a motion to authorize District Manager to execute the Reclaimed Water Use Agreement with SunCor Golf. Director Hansen seconded the motion which passed unanimously.

Agenda Item No. 8

Discussion and consideration to approve Resolution No. 247 authorizing the District Manager to execute closing documents for the purchase of real property from Saguaro Woods HOA.

Director Thomson made a motion to approve Resolution No. 247 authorizing the District Manager to execute closing documents for the purchase of real property from Saguaro Woods HOA. Director Hansen seconded the motion which passed unanimously.

Agenda Item No. 9

Discussion regarding the objective in the Town's Draft General Plan Amendment which states "The Town should examine the benefits and constraints of acquiring the Fountain Hills Sanitary District".

Director Thomson moved to go into Executive Session at 6:15 p.m. Director Hanson seconded the motion which passed unanimously.

Regular session resumed at 6:19 p.m.

There was no discussion.

Agenda Item No. 10

Discussion and consideration to televise District Board meetings.

There was no discussion.

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.

Director Thomson requested a report on what the plans are to finish the landscaping around the WWTP.

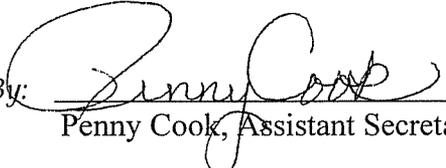
Agenda Item No. 12

Adjournment.

Director Thomson made a motion to adjourn the meeting at 6:28 p.m. Vice Chairman Panaro seconded the motion which passed unanimously.

Dated this 21st day of October, 2009.

Fountain Hills Sanitary District

Minutes Prepared By: 
Penny Cook, Assistant Secretary