

# 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 22, 2013** at 6:00 p.m. in the District's Advanced Water Treatment Facility Conference Room located at 16910 E. Kiwanis Drive, Fountain Hills, Arizona.

## **Agenda Item No. 1**

### **Call to order and roll call**

*Upon roll call, the following Directors were present:*

Chairman Robert Thomson, Vice Chairman Tom Reski, Director Glenn Panaro, and Director Thom Besett. Director Bruce Hansen was absent.

*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: 09/24/13**

A motion was made by Director Panaro to approve the minutes of the Regular Meeting of September 24, 2013 as presented. Vice Chairman Reski 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 September, permit compliance, progress on ASR Well No. 5 Project, status of former State Trust Land, Reclaimed Water Use Agreements for Golden Eagle Park and Desert Vista Park, Golden Eagle Park Reclaimed Water System, AWTF Chlorine Feed System Mods Project, diffuser failure in digester, AWTF Membrane System Replacement Project, Adero Canyon Replat, and general direction from Board.**

- District Manager reported the District's total recharge credit available as of September 30, 2013 was 282,484,979 gallons.
- There were several turbidity exceedances experienced in September. There have been no exceedances since the new membrane equipment has been placed in service.
- Test pumping at ASR Well No. 5 is scheduled for November 5<sup>th</sup> and 6<sup>th</sup>. At the conclusion of the pump test, the District should be able to select a pump that can deliver adequate flow at the determined well head pressure.

- Currently, Golden Eagle Park receives its reclaimed water from a lake at SunRidge Canyon. The new golf course owner wants the Town to contribute to the O&M of the system that provides the Town with water from the golf course lake. Town staff will attempt to budget for the design of an irrigation supply system which is tied directly to the District's Ashbrook Wash reclaimed water main. The District will work with the Town and their consultant when the design work actually takes place.
- The AWTF Chlorine Feed System Mods Project will be completed as the AWTF Membrane System Replacement Project is brought on line.
- The new diffuser system is working flawlessly in the cyclic mode. There has been no response received from the previous vendor concerning a refund on the failed diffusers.
- The new AWTF Membrane System is working well. The CEB is being tested and training on this portion will be done October 23<sup>rd</sup> and 25<sup>th</sup>. The CIP system testing will be done at a later date when chemicals are needed to clean the system.
- MCO Properties may be doing a replat of Adero Canyon which could expand the number of homes constructed. The replat could also create 24 lots which would need a pump station to be constructed or route their wastewater flows to Scottsdale. An amendment to the existing IGA with Scottsdale done in 2000 would need to be developed. One of the elements of the IGA is that if there were lots that were supposed to be sewerred by the District that go into Scottsdale, they would continue to pay Fountain Hills Sanitary District property taxes and they would pay the connection fee or development fee to the City of Scottsdale. MCO paid the District a lump sum for lost revenue based upon the connection fees in effect at that time. User fees would also be paid to Scottsdale.

**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 Operating Revenues and Expenditures for September were favorable to budget.

Billing is on track.

**Agenda Item No. 6**

**Discussion and consideration to approve revised Purchasing Policy.**

The District CPA presented a proposed revision to current District purchasing policy.

After a discussion, Vice Chairman Reski made a motion to approve the revised purchasing policy as amended. Director Panaro seconded the motion which passed unanimously.

**Agenda Item No. 7**

**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.

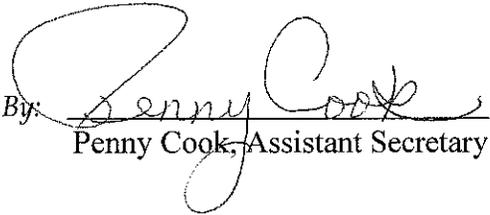
**Agenda Item No. 8**  
**Adjournment.**

Vice Chairman Reski made a motion to adjourn the meeting at 7:04 p.m. Director Besett seconded the motion which passed unanimously.

*Dated this 23rd day of October, 2013.*

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