

# **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 28, 2014** 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, Director Thom Besett, Director Bruce Hansen, and Director Robert Thomson.

*The following Executive Staff members were present:*

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

## **Agenda Item No. 2** **Election of Vice Chairman.**

Director Thomson moved to elect Director Besett as Vice-Chairman of the Board for the remainder of the 2014 calendar year. Director Hansen seconded the motion which passed unanimously.

## **Agenda Item No. 3** **Approval of Minutes: Regular Meeting: 09/23/2014**

A motion was made by Director Thomson to approve the minutes of the Regular Meeting of September 23, 2014 as presented. Vice Chairman Besett seconded the motion which passed unanimously.

## **Agenda Item No. 4** **Presentation of Service Recognition Award to Brad Elco for 25 years of District service.**

District Manager thanked Brad Elco for his 25 years of service and presented him with a service recognition award.

## **Agenda Item No. 5** **Call to public.**

There was no public comment.

## **Agenda Item No. 6** **District Manager's report; items to be discussed include plant and recharge statistics for September, permit compliance, ASR Well No. 5 Project, WWTP Influent Screen and Pump Replacement, Ashbrook Wash Flood Control Project, Sodium Remediation Credit Program, and general direction from Board.**

- District Manager reported the District's total recharge credit available as of September 30, 2014 was 346,470,414 gallons.
- All facilities were in compliance with permit requirements for the month of September.
- The new V-Smart Valve was installed in ASR Well No. 5 and the well is now operating as it should.
- District is awaiting a response to the letter written regarding Prior Rights for the Ashbrook Wash Flood Control Project. District Manager had a confirmation from the Town Manager that they were going to go ahead and agree to a 50/50 split. Comments were generated on the final plans and specs.

**Agenda Item No. 7**

**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 Controller reported the General Fund Income Statement for September was slightly favorable to budget.

Billing is on track.

**Agenda Item No. 8**

**Discussion and direction to staff regarding the filling of the vacant Board position.**

Since there were only two applications received, District Manager is requesting that the application process for filling the vacant Board position be extended until after the first of the year. Direction was given to staff to extend the application process for the vacant Board seat.

Director Hansen requested that staff contact the two applicants that did apply and let them know the application process has been extended and their applications will remain on file.

**Agenda Item No. 9**

**Discussion and approval to purchase replacement influent screens.**

District Manager is requesting approval to purchase replacement influent screens at a total cost of \$402,600.00.

After a discussion, Director Thomson made a motion to authorize District Manager to purchase the influent screens at a total cost of \$402,600.00. Director Hansen seconded the motion which passed unanimously.

**Agenda Item No. 10**

**Discussion and possible direction to staff regarding the Summit at Crestview development.**

Director Thomson moved and Vice Chairman Besett 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 Summit at Crestview development. Motion carried unanimously and the regular session adjourned at 6:18 p.m.

Regular session resumed at 6:31 p.m. There was no discussion.

**Agenda Item No. 11**

**Discussion and direction to staff regarding IGA for Adero Canyon Parcel 1.**

District Manager informed the Board that Parcel 1 is a parcel that will flow topographically into Scottsdale. There is an existing IGA between the District and City of Scottsdale in which Scottsdale would take flow from this parcel. The original IGA called for service to 12 units and the plans now call for 30 units. If Scottsdale does not require an amendment to the IGA for the difference between the 12 units and 30 units, District Manager is proposing not to do an amendment and allow the additional units to be served by the City of Scottsdale.

Direction was given to staff that an amendment does not need to be drafted if the City of Scottsdale agrees to take the additional units.

**Agenda Item No. 12**

**Discussion and direction to staff regarding Sodium Remediation Credit Program with the possible approval of the agreement form for participation.**

District Manager is requesting approval of the agreement form for participation.

After a discussion, direction was given to staff to submit the Sodium Remediation Credit Program agreement form to golf course personnel for their execution.

**Agenda Item No. 13**

**Discussion and direction to staff regarding the possibility of the District performing a billing operation for the Town.**

The Town Manager has asked whether the District has an interest in providing billing services to the Town for a possible stormwater management fee.

After a discussion, it was decided that the District would not have an interest in providing billing services based on legal issues.

**Agenda Item No. 13**

**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. 14**

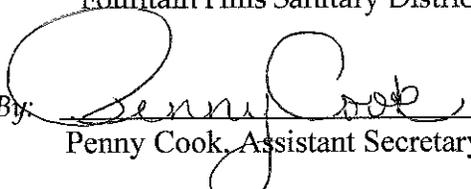
**Adjournment.**

Vice Chairman Besett made a motion to adjourn the meeting at 6:52 p.m. Director Thomson seconded the motion which passed unanimously.

*Dated this 29th day of October, 2014.*

Fountain Hills Sanitary District

Minutes Prepared By:

  
Penny Cook, Assistant Secretary