

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, January 19, 2016** 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 Thomas Besett, Vice Chairman Bruce Hansen, Director Robert Thomson, Director Tom Reski, and Director Gregg Dudash.

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

Swearing in of appointed Directors, Bruce Hansen, Robert Thomson, and Thomas Besett.

District Manager informed the Board that the Maricopa County Board of Supervisors at their September 9, 2015 meeting had cancelled the scheduled November 3, 2015 election by request of the District and appointed Bruce Hansen, Robert Thomson, and Thomas Besett as Directors for the term effective January 1, 2016 through December 31, 2019.

Legal Counsel swore in Bruce Hansen, Robert Thomson, and Thomas Besett as Directors.

Agenda Item No. 3

Assumption of Chairman's duties by Vice Chairman and election of new Vice Chairman.

The duties of Chairman were turned over to Vice Chairman Hansen for 2016.

Chairman Hansen nominated Director Thomson as Vice Chairman for 2016. Director Reski seconded the motion, which passed unanimously.

Agenda Item No. 4

Approval of Minutes: Regular Meeting: 11/26/13.

A motion was made by Vice Chairman Thomson to approve the minutes of the Regular Meeting of November 17, 2015 as presented. Director Besett seconded the motion which passed unanimously.

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 December, permit compliance, WWTP Influent Screen and Pump Replacement, Ashbrook Wash Flood Control Project, Reclaimed Water Use Agreements for Desert Vista Park and Golden Eagle Park, Morningstar and Park Place Projects, Pump Station No. 14 Improvements, and general direction from Board.

- District Manager reported the District's total recharge credit available as of December 31, 2015 was 552,293,849 gallons.
- All District facilities were in compliance with their respective permit requirements for the month of December.
- The contractor for the Ashbrook Wash Flood Control Project along with the District prepared a plan to drain the Ashbrook Wash Reclaimed Water Line to allow relocation of a portion of that line at Bayfield Dr. Construction is tentatively scheduled for the first or second week of February.
- A site plan was produced for the Pump Station No. 14 Improvements Project, since there were no as-built drawings available for this facility. The District is in the process of receiving completed plans and specifications for the electrical portion of the project which will add a standby generator to the facility.

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.

District CPA reported that the General Fund Income Statement for December was favorable to budget.

Billing is on track.

Agenda Item No. 8

Consideration to approve Resolution No. 263 for the purpose of restating the 401a Plan Documents.

District Manager informed the Board that because of changes in the Federal law pertaining to 401a retirement plans, the District is required to "restate" the plan documents which have been updated to reflect those changes.

After a discussion, Vice Chairman Thomson made a motion to approve Resolution No. 263 for the purpose of restating the 401a Plan Documents. Director Reski seconded the motion which passed unanimously.

Agenda Item No. 9

Discussion and consideration to approve the CCWC agreement to receive water consumption data. With this data, the District could change the way in which sewer user fees are charged.

District Manager informed the Board that this agreement is necessary to receive water consumption data from CCWC to enable the District to establish a fee schedule based on water consumption. Staff will study this data and establish and present the fee schedule to the Board for possible implementation for the FY 2017/2018. Legal counsel has reviewed and made changes to the agreement.

After a discussion, direction was given to staff to forward the agreement with legal counsel changes to CCWC for their review and approval.

Agenda Item No. 10

Discussion and consideration to approve retention agreement to engage William P. Sullivan P.L.C. as District Legal Counsel.

After a discussion, Director Reski made a motion to approve the retention agreement to engage William P. Sullivan P.L.C. as District Legal Counsel with discussed changes. Director Dudash seconded the motion which passed unanimously.

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.

Vice Chairman Thomson and Director Dudash requested that we place the topic of "Review of Grievance Procedures" on the next agenda.

Agenda Item No. 12

Adjournment.

Vice Chairman Thomson made a motion to adjourn the meeting at 6:43 p.m. Director Besett seconded the motion which passed unanimously.

Dated this 20th day of January, 2016.

Fountain Hills Sanitary District

Minutes Prepared By:


Penny Cook, Assistant Secretary