

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 **Monday, March 13, 2017** at **6:00 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 Robert Thomson, Vice Chairman Tom Reski, Director Gregg Dudash, Director Thom Besett, and Director Jerry Butler.

The following Executive Staff members were present:

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

Agenda Item No. 2 **Call to Public**

There was no public comment.

Agenda Item No. 3 **Discussion regarding District's Capacity Fees, including possible action proposing revised Capacity Fees and calling a public hearing on the proposed Capacity Fees.**

District Manager gave a summarization of how the District based their Capacity Fees in the past and how they are based presently. He also presented the Board with formulas using the new data received from Epcor. The analysis was based on including the State Trust Land at 1,350 and not including the State Trust Land, which is not within the current District boundaries.

Legal counsel informed the Board that the Town's definition in their general plan and also the zoning code is any multifamily unit that has at least one shared wall.

District Manager informed the Board that the amount of construction required for projected buildout flows is approximately \$25,300,000.

After a discussion, it was decided that the analysis using the revised Epcor data which did not include the State Trust Land would be used. Initially, the rates could be reduced proportionately leaving the single family residential unit at \$10,000 and the multifamily rate at \$3,950. It was also suggested this rate might be raised during the discussion and no decision was made. Such a rate could be raised proportionately over time to reach the dollars needed for construction required at buildout or until the State Trust Land has been annexed by the District. These figures could also be revisited when the Master Plan, which is budgeted to be done in 2018/2019, has been completed and possibly further studies being done on water usage.

Direction was given to staff to draft a public notice for approval at the March 21, 2017 meeting which is to be placed in the Fountain Hills Times publication of March 29, 2017.

Agenda Item No. 4

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.

District Manager informed the Board that the District has replaced Hazel Cunningham with Kirsten DeBie as Administrative Services Manager.

Agenda Item No. 5

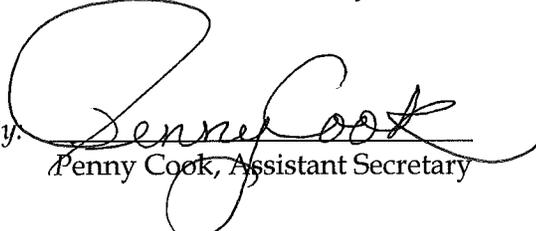
Adjournment

Director Besett made a motion to adjourn the meeting at 7:32 p.m. Vice Chairman Reski seconded the motion which passed unanimously.

Dated this 15th day of March, 2017.

Fountain Hills Sanitary District

Minutes Prepared By:


Penny Cook, Assistant Secretary