

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, May 17, 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**

The following Directors were present

Chairman Bruce Hansen, Vice Chairman Robert Thomson, Director Tom Reski, Director Gregg Dudash and Director Thom Besett.

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**

A motion was made by Director Dudash to approve the minutes of the Regular Meeting of April 19, 2016 as presented. Director Besett seconded the motion which passed unanimously.

Agenda Item No. 3 **Call to public.**

Bart Shea of Shea Connelly Development asked to be put on the June 2016 Agenda to give a presentation and discuss capacity fees for their Park Place apartment development project.

Agenda Item No. 4

District Manager's report; items to be discussed include plant and recharge statistics for April, permit compliance, Ashbrook Wash Flood Control Project, Reclaimed Water Use Agreements for Desert Vista Park and Golden Eagle Park, Park Place, Pump Station No. 14 Improvements, Solids Handling and Headworks Improvement Project, Sanitary Sewer Rehabilitation Project FY 2015/2016, and general direction from Board.

- District Manager reported the District's total recharge credit available as of April 30, 2016 was 695,707,849 gallons.
- On April 13, 2016, a positive fecal coliform sample was obtained by staff that was 171 colony forming units (CFU) per 100 ml. Upon research District staff could not find any explanation for this occurrence. This was reported to ADEQ and neither of the samples taken the day before or the day after were positive. There has not been a positive sample since.

Vice Chairman Thomson requested that in the future the actual number and standard be reported on the District Manager's report when there is an occurrence.

- Construction has moved from the southbound lanes of Saguaro Blvd. to the northbound lanes for the Ashbrook Wash Flood Control Project.
- Staff completed its first review of the general land use plan for the Park Place project and provided comments to the Town.
- Staff has completed the construction of the bypass wetwell and piping to allow reconstruction of the electrical control panel for the Pump Station No. 14 Improvement Project.
- Staff is currently in the process of pilot testing and analyzing thickening and dewatering equipment needed for the Solids Handling and Headworks Improvement Project. A workshop is scheduled at Carollo's office on June 1, 2016.
- The Sanitary Sewer Rehabilitation Project FY 2016/2016 was advertised for bid. The bid opening is scheduled for June 8, 2016 and there have been two contractors that expressed interest and have taken out plans.

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

Billing is on track.

Agenda Item No. 6

Discussion and consideration to approve District CPA's contract for FY 2016/2017.

Director Reski made a motion to approve the District CPA's contract for FY 2016/2017. Director Besett seconded the motion which passed unanimously.

Agenda Item No. 7

Approval of salary range associated with District Manager's position.

Director Besset made a motion to approve the District Manager salary range of \$110,000-\$150,000. Director Dudash seconded the motion which passed unanimously.

Agenda Item No. 8

VOTE TO GO INTO EXECUTIVE SESSION FOR THE FOLLOWING PURPOSE: Pursuant to A.R.S. Section 38-431.03(A)(1) discussion and consideration of District Manager's performance and annual salary for FY 2016/2017.

Vice Chairman Thomson moved and Director Besett seconded to go into executive session pursuant to A.R.S. Section 38-431.03(A)(1) discussion and consideration of District Manager's performance and annual salary for FY 2016/2017. Motion carried and the regular session adjourned into an executive session at 6:21 p.m.

Agenda Item No. 9
RETURN TO REGULAR SESSION.

Regular session resumed at 6:31 p.m.

Agenda Item No. 10
Consideration to set District Manager's salary for FY 2016/2017.

Director Dudash made a motion to increase the District Manager's salary for the FY 2016/2017 by three percent or \$4,200. The District Manager's annual salary will be \$144,200 effective July 1, 2016. Director Reski 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 requested that the District Manager replacement topic be placed back on the agenda as a regular agenda item.

Agenda Item No. 12
Adjournment.

Director Reski made a motion to adjourn the meeting at 6:31 p.m. Vice Chairman Thomson seconded the motion which passed unanimously.

Dated this 18th day of May, 2016.

Fountain Hills Sanitary District

Minutes Prepared By:


Penny Cook, Assistant Secretary