

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, July 21, 2015** 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 Thom 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

Approval of Minutes: Regular Meeting: 06/16/2015

A motion was made by Director Thomson to approve the minutes of the Regular Meeting of June 16, 2015 as presented. Vice Chairman Hansen seconded the motion which passed unanimously.

Agenda Item No. 3

Presentation of Service Recognition Award to Bill Cunningham for 35 years of District service.

District Manager thanked Bill Cunningham for his 35 years of service and presented him with a service recognition award.

Agenda Item No. 4

Call to public.

There was no public comment.

Agenda Item No. 5

Presentation by golf course operators regarding progress made as a result of the District's Sodium Remediation Credit Program.

Craig Werline, Firerock Golf Club, Ron Rupert, SunRidge Canyon Golf Club, and Joe Miller, Eagle Mountain Golf Club each gave a brief presentation on how the sodium remediation program has affected and improved their golf courses. They all thanked the Board and District for the sodium remediation program and support. They also answered questions from the Board.

Agenda Item No. 6

District Manager's report; items to be discussed include plant and recharge statistics for June, 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, RO Feasibility Study, and general direction from Board.

- District Manager reported the District's total recharge credit available as of June 30, 2015 was 569,530,849 gallons.
- District facilities were in compliance with all permit requirements for the month of June.
- The manufacturer notified the District that the new screens for the WWTP Influent Screen and Pump Replacement project will be delivered by the end of July.
- The Ashbrook Wash Flood Control project is expected to be put out to bid on July 30, 2015 with construction expected to start in October. District staff has begun relocating some of its facilities affected by this project and should be able to finish what they are capable of doing in-house by the end of August.
- District staff met with Carollo Engineers staff to discuss the preliminary findings of the RO Feasibility Study. District Manager would like to have Carollo Engineers present final data and report at the August or September Board meeting when all Board members can be in attendance.

Tom Reski suggested since he will not be at the September meeting that Carollo present their findings at the August 2015 regular Board meeting.

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 District CPA reported the General Fund Income Statement for June and 2014/15 fiscal year was favorable to budget.

Billing is on track.

Agenda Item No. 8

Discussion regarding Pump Station No. 14 study and possible authorization to make improvements to this facility in an amount up to and including \$200,000.

District Manager is requesting authorization to make improvements to Pump Station No. 14 up to and including \$200,000. The District will act as the general contractor for this project which will include a standby generator and transfer switch, electrical controls and cabinet with shade cover, retaining wall or rip-rap on the south side of the pump station, and paving within facility.

After a discussion, Director Thomson made a motion to authorize District Manager to make improvements to Pump Station No. 14 in an amount up to and including \$200,000. Vice Chairman Hansen seconded the motion which passed unanimously.

Agenda Item No. 9

Discussion regarding proposed timetable of events associated with District Manager's retirement and hiring his replacement.

Director Reski moved and Director Dudash seconded to go into executive session pursuant to A.R.S. Section 38-431.03(A)(1) for discussion regarding District Manager's retirement and hiring his replacement. Regular session adjourned at 6:59 p.m.

Regular session resumed at 7:29 p.m.

Agenda Item No. 10

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.

Chairman Besett informed the Board that in talking with some of the residents, they wanted to know why we did not include return envelopes in bills, have electronic billing, and why there was not a discount. It was suggested that these items be agendaized at the next meeting.

Agenda Item No. 11

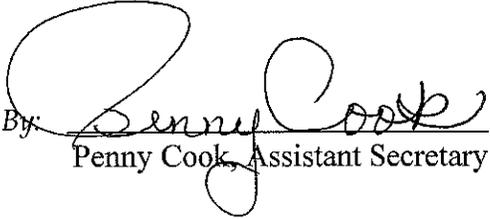
Adjournment.

Vice Chairman Hansen made a motion to adjourn the meeting at 7:30 p.m. Director Reski seconded the motion which passed unanimously.

Dated this 22nd day of July, 2015.

Fountain Hills Sanitary District

Minutes Prepared By:


Penny Cook, Assistant Secretary