

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 **Wednesday, August 26, 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, Vice Chairman Glenn Panaro, Director Thom Besett and Director Bruce Hansen. Director Robert Thomson arrived a few minutes late.

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: 07/22/14

A motion was made by Vice Chairman Panaro to approve the minutes of the Regular Meeting of July 22, 2014 as presented. Director Besett seconded the motion which passed unanimously.

Agenda Item No. 3

Call to public.

There was no public comment.

Agenda Item No. 4

District Manager's report; items to be discussed include plant and recharge statistics for July, permit compliance, progress on ASR Well No. 5 Project, Reclaimed Water Use Agreements for Golden Eagle Park and Desert Vista Park, 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 July 31, 2014 was 355,872,414 gallons.
- All District facilities were in compliance with their respective permits for the month of July.
- Staff is awaiting the arrival of the new flow control valve for the ASR Well No. 5 project.
- Andritz is willing to improve their product since the District has been happy with the screens for the WWTP Influent Screen and Pump Replacement Project. They are in the process of redesigning their product to accommodate the District's requirements.

- District received 100% complete plans and specifications for final review for the Ashbrook Wash Flood Control Project.
- Both a revised program description and agreement form for the Sodium Remediation Credit Program will be presented at the September meeting

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 District CPA's report shows the Income Statement for July was favorable to budget.

Billing is on track.

Agenda Item No. 6

Annual audit update and presentation of draft 2013/2014 fiscal year financials.

District CPA presented the Board with draft 2013/2014 fiscal year financials for their review.

Agenda Item No. 7

Discussion and direction to staff regarding the correction of defective sewer lines at Summit at Crestview Subdivision.

Director Thomson moved and Vice Chairman Panaro seconded to go into executive session pursuant to A.R.S. Section 38-431.03(A)(3)&(4) discussion and consultation with legal counsel for legal advice and to consider District's position regarding the correction of defective sewer lines at Summit at Crestview Subdivision. Motion carried and the regular session adjourned into an executive session at 6:15 p.m.

Regular session resumed at 6:38 p.m.

No direction was given.

Agenda Item No. 8

Discussion and consideration to purchase of shade covers for District equipment in two areas of the WWTP.

District Manager is requesting authorization to purchase shade covers for District equipment from AAA Sun Control at a cost of \$57,675.57.

After a discussion Director Besett made a motion to authorize District Manager to purchase shade covers for District equipment from AAA Sun Control at a cost of \$57,675.57. Director Thomson seconded the motion which passed unanimously.

Agenda Item No. 9

Discussion and direction to staff regarding reclaimed water use agreements for Desert Vista and Golden Eagle Parks.

Director Hansen made a motion to table this agenda item until the September 2014 meeting. Vice Chairman Panaro seconded the motion which passed unanimously.

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.

There were no comments.

Agenda Item No. 11

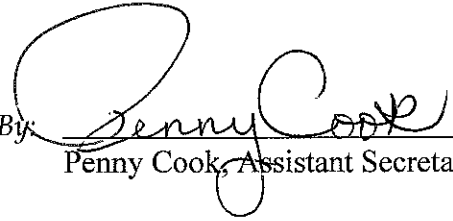
Adjournment.

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

Dated this 27th day of August, 2014.

Fountain Hills Sanitary District

Minutes Prepared By:



Penny Cook, Assistant Secretary