

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 Tuesday, December 27, 2016 at 11:00 a.m.** in the District's Board Room located at 16941 E. Pepperwood Circle, Fountain Hills, Arizona 85268, at which one or more of the Directors participated telephonically.

Agenda Item No. 1

Call to order and roll call

Upon roll call, the following Directors were present:

Vice Chairman Tom Reski (telephonically), Director Gregg Dudash, Director Jerry Butler, and Director Thom Besett. Chairman Robert Thomson joined the meeting telephonically a few minutes late.

The following Executive Staff members were present:

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

Agenda Item No. 2

Call to Public

There was no public comment.

Agenda Item No. 3

Discussion and direction to staff regarding payment and timing of Park Place Capacity Fees.

Director Butler moved and Director Dudash seconded to go into executive session pursuant to A.R.S. Section 38-431.03(3) for the discussion or consultation with District's legal counsel for legal advice on criteria for the establishment and/or collection of fees and service charges, including, but not limited to, any or all of the fees listed in subsection G of A.R.S. Section 48-2027. Motion carried and the regular session adjourned into an executive session at 11:01 a.m. (Vice Chairman Reski exited the meeting at 11:30 a.m.)

Regular session resumed at 11:52 a.m.

A motion was made by Director Butler and seconded by Director Dudash to approve the Payment Agreement with the discussed change to defer 49 percent of total payment for Buildings C & D. Motion passed with a vote of 3 to 1 with Director Besett voting no.

A motion was made by Director Butler to approve the letters to Willdan Engineering and N-Shea Group with discussed changes. Director Dudash seconded the motion which passed unanimously.

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.

There were no comments.

Agenda Item No. 5

Adjournment

Director Butler made a motion to adjourn the meeting at 12:01 p.m. Director Dudash seconded the motion which passed unanimously.

Dated this 5th day of January, 2017.

Fountain Hills Sanitary District

Minutes Prepared By:

A handwritten signature in cursive script, appearing to read 'Penny Cook', written over a horizontal line.

Penny Cook, Assistant Secretary