

MINUTES OF MEETING BOARD OF DIRECTORS FOUNTAIN HILLS SANITARY DISTRICT

The Board of Directors of the Fountain Hills Sanitary District held a **Meeting** on **Wednesday, January 18, 2023** at **4:30** 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:

Vice Chairman Gregg Dudash, Director Tammy Bell, and Director Michael Maroon. Chair Robert Thomson arrived at 4:45 p.m.

(Note: Unanimous votes refer to all Directors present)

The following Executive Staff members were present:

Dana Trompke, District Manager, Daniel Jones, Legal Counsel, Tori Myers, District CPA, and Penny Cook, Assistant Secretary.

Vice Chairman Dudash moved Agenda Item #8 before Agenda Item No. 2.

After presentation of Agenda Item #8, Chair Thomson moved Agenda Item #4 before Agenda Item No. 2.

Agenda Item No. 2

Assumption of Chairman's duties by Vice Chairman and election of new Vice Chairperson.

The duties of Chairman were turned over to Vice Chairman Dudash for 2023.

Chairman Dudash nominated Director Bell for Vice Chairperson for 2023. Director Maroon seconded the motion which passed unanimously.

Agenda Item No. 3

Oath of office for new directors, Jeff Lessig & Clayton Corey.

Legal Council swore in Jeff Lessig and Clayton Corey as Directors to complete the remainder of Jerry Butler's and Robert Thomson's terms through December 31, 2023.

Agenda Item No. 4

Approval of Minutes: Regular Meeting: December 21, 2022

Director Maroon made a motion to approve the Regular Meeting minutes of December 21, 2022 as presented. Director Bell seconded the motion which passed unanimously.

Agenda Item No. 5

Approval of Resolution No. 290 Resolution of Appreciation for Robert E. Thomson, Board of Director.

Director Maroon made a motion to approve Resolution No. 290 Resolution of Appreciation for Robert E. Thomson, Board of Director. Director Bell seconded the motion which passed unanimously.

Agenda Item No. 6

Recognition and celebration of Robert Thomson for his 23 years and 5 months of dedication and service on the Board of Directors of the Fountain Hills Sanitary District.

Chairman Dudash presented Director Thomson with the “Golden Toilet” award.

Director Maroon stated to Director Thomson that the fact that Director Thomson took that amount of time to serve this community and became a mentor to so many is really commendable. Director Maroon also stated that Bob has really been the backbone and the rock of this Board, that it has been awesome to learn from Bob, and thank you.

Chairman Dudash stated he would like to say good luck to Bob. Chairman Dudash indicated that the new Board of Directors have big shoes to fill for both Bob and Jerry.

Agenda Item No. 7

Call to Public.

There were no public comments.

Agenda Item No. 8

District Manager’s report; items to be discussed include plant and recharge statistics for December, permit compliance, new sewer services, active project updates, public communication efforts, and Town communication and/or coordination efforts.

The District Manager reported for the month of December: The average daily influent flow was 1.953 MGD. Average daily influent flow for 2022 was 1.904 MGD.

Total WW treated for 2022 year-end was 694,346,000 gallons, a decrease of 2.5% from 2021.

The District was in compliance with all permit requirements for the month.

December Reclaimed Water delivered to reusers was 4,400,000 gallons. Total RW delivered to reusers for 2022 year-end was 593,175,500 gallons.

The District Manager reported the District’s total recharge credit available as of December 31, 2022 was 538,621,015 gallons.

There were five new single family sewer service agreements issued in December.

The District continues to experience supply chain issues for electrical components and noting 32-65 week delivery times for items needed for the UV Replacement, ASR Well 1 Vault Replacement, and PS 10 Improvements projects.

SRP is currently relocating their conduits. Contractor's manhole supplies will arrive in January. The Contractor was finally able to mobilize and is working on the other 5 ARVs. SRP should be wrapping up by the end of the January at which time the Contractor will be able to complete the project.

The Engineer submitted a 50% submittal and is making good progress on the ASR Well 1 Vault Replacement project.

The consultants have completed approximately 950,000 LF of sewer line assessment to date for the Sewer Assessment project. The project will be complete by end of January. A summary of findings and results will be presented once compiled. Staff is continuing to work with homeowners with manholes in backyards for access to complete the sewer assessment.

There are currently three staff vacancies: Maintenance Tech, CS Operator and PM/Engineer positions are vacant.

Agenda Item No. 9

District CPA's report; items to be discussed include status of income and expenditures, billing, report on collection efforts to date, FY 2023/24 budget schedule, and general direction from Board.

District CPA reported the General Fund Income Statement for December was favorable to budget.

District CPA provided a copy of the proposed 2023/2024 FY Budget development and approval schedule.

Agenda Item No. 10

Legal Counsel updates and discussion of procedural matters and possible future legislation.

Legal Counsel updated the Board on water shortage issues and the Department of Water Resources release of new assured water supply shortfalls based on groundwater models.

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 Chairperson Bell indicated that the Board will need participants for the Fountain Hills Days if the District decides they want to participate again this year. Fountain Hills Days is March 18th.

Chairman Dudash requested this item be added to the March regular meeting agenda for discussion.

Chairman Dudash stated he would like to officially welcome Clayton and Jeff and is honored to have them on the Board.

Director Lessig indicated that his career has been with golf and doesn't want it to be perceived as a conflict of interest. Director Lessig indicated he is a member of Arizona Alliance for Golf and believes his role in both organizations will benefit each side.

Director Corey thanked the Board for the opportunity to serve with them. Director Corey indicated he is also serving as a Commissioner of Planning and Zoning, and if that comes up, hopefully it can be helpful.

District Manager indicated that it would be helpful knowing about new developments that might be coming up.

Agenda Item No. 12
Adjournment.

Director Lessig made a motion to adjourn the meeting at 6:25 p.m. Director Corey seconded the motion, which passed unanimously.

Dated this 19th day of January 2023.

Fountain Hills Sanitary District

Minutes prepared by:


Penny Cook Assistant Secretary