

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, June 18, 2025** 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 Chairperson Clayton Corey, Director Robert Thomson, Director Gregg Dudash, and Director Tammy Bell. Chairperson Michael Maroon was absent.

(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, Secretary.

Agenda Item No. 2

Call to Public

There were no comments

Agenda Item No. 3

Approval of Minutes: Regular Meeting: 05/21/2025

A motion was made by Director Thomson to approve the minutes of the Regular Meeting of May 21, 2025, with discussed change. Director Dudash seconded the motion which passed unanimously.

Agenda Item No. 4

Consideration to approve Resolution No. 297, the FY 2025/2026 fee schedule.

A motion was made by Director Bell to approve Resolution No. 297, the FY 2025/2026 fee schedule. Director Dudash seconded the motion which passed unanimously.

Agenda Item No. 5

Consideration to approve FY 2025/2026 budget.

A motion was made by Director Dudash to approve FY 2025/2026 budget. Director Thomson seconded the motion which passed unanimously.

Agenda Item No. 6

District Manager's report; items to be discussed include plant, recycled water, and recharge statistics for June, 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 May: The average daily influent flow was 1.654 MGD.

Total WW treated for May was 51,285,000 gallons.

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

May Reclaimed Water delivered to reusers was 69,866,000 gallons.

District Manager reported the District's total recharge credit available as of May 31, 2025 was 557,756,938 gallons.

There was one non-residential Sewer Service Agreement issued in May (Car Storage Facility).

Construction is making some progress on the Plant Control Bldg. project. The roof system has been stalled for several weeks awaiting directions from a structural engineer. The contractor is trying to work in other areas where possible, but needs to complete the roof for some other tasks to be able to move forward. Construction is now expected to go through August.

There is no change on the WWTP Blower VFDs and AWTF Pump VFDs Replacement (FERR) project. The contractor has successfully replaced all 10 of the Variable Frequency Drives. The final item is to receive all close-out documentation.

There is no change regarding the Safety Program Review and Update.

The Contractor moved the generator to PS 5 on Monday for the PS 3 and 5 Generator Replacement project, and is working this week to replace the old, undersized generator. If all goes well, the contractor will move to PS 3 next week.

There is no change regarding the USF Permit Renewal.

Other significant events:

- SRP Power Outage of 6/5/25 – excellent response by staff.
- Sanitary Sewer Overflow 6/7/25 – also, excellent response by staff. Reported to ADEQ.

There is one staffing vacancy for a Project Manager.

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 May was favorable to budget.

Agenda Item No. 8

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

Legal Counsel informed the Board there were two legislative bills that pertain to the District that did not go through this legislation. House Bill 2927 which has to do with Open Meeting Law did pass but was vetoed. The Bill that pertained to Sanitary District Board Members pay increase did not make it through the committee process.

ADEQ has received money through the auto-funding program from the Governor's office to expand the PFAS testing program. Federal Government is also working on how they are going to implement regulations for PFAS.

Agenda Item No. 9
Discussion and possible appointment of District Secretary.

Legal Counsel informed the Board that Title 48 statutes and the District's Rules and Regulations do not indicate anything that would direct Sanitary District Board of Directors to have any particular officers.

After a discussion, the Board decided to give Penny Cook the title of Secretary.

Agenda Item No. 10
Discussion and possible cancellation of July Board meeting.

Director Bell made a motion to cancel the July 2025 Board meeting. Director Dudash seconded the motion which passed unanimously.

Agenda Item No. 11
Direction to staff for possible cancellation of November 4, 2025 election if no more than two persons file nomination papers with the District by July 21, 2025.

The Board gave direction to staff to cancel the November 4, 2025 election if no more than two persons file nomination papers with the District by July 21, 2025.

Agenda Item No. 13
The Chairperson, 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.

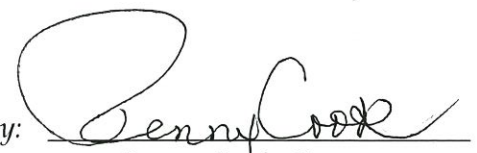
Agenda Item No. 14
Adjournment.

Director Dudash made a motion to adjourn the meeting at 5:12 p.m. Director Bell seconded the motion which passed unanimously.

Dated this 19th day of June, 2025.

Fountain Hills Sanitary District

Minutes Prepared By:


Penny Cook, Secretary