

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, February 18, 2026** 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:

Chairperson Robert Thomson, Vice Chairperson Gregg Dudash, and Director Tammy Bell.
(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

Appointment and swearing of two new Directors for the term of January 1, 2026 through December 31, 2027.

Vice Chairperson Dudash made a motion to appoint Timothy Phillips and Jeffrey Esposito for the term of January 1, 2026 through December 31, 2027. Director Bell seconded the motion which passed unanimously.

Chairperson Thomson swore Timothy Phillips and Jeffrey Esposito in as Directors of the Fountain Hills Sanitary District.

Agenda Item No. 3

Approval of Minutes: Regular Meeting: January 21, 2026

A motion was made by Vice Chairperson Dudash to approve the minutes of the Regular Meeting of January 21, 2026 as presented. Director Bell seconded the motion which passed unanimously.

Agenda Item No. 4

Recognition of Michael Maroon for his eight years and seven months of dedication and service on the Board of Directors of the Fountain Hills Sanitary District.

Chairperson Thomson and the Board expressed their gratitude to Michael Maroon for his dedication and service on the Board of Directors. Chairperson Thomson presented Michael Maroon with an award for his service.

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A motion was made by Director Esposito to approve the Resolution recognizing Michael Maroon for his dedication and service on the Board of Directors of the Fountain Hills Sanitary District. Director Dudash seconded the motion which passed unanimously.

Agenda Item No. 5
Call to Public.

There was no public comment.

Agenda Item No. 6
District Manager's report: items to be discussed include plant, recycled water, and recharge statistics for January, 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 January: The average influent flow was 1.919 MGD.

Total WW treated for January was 59,502,000 gallons.

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

January Reclaimed Water delivered to reusers was 15,168,000 gallons.

The District Manager reported the District's total recharge credit available as of January 31, 2026 was 510,426.938 gallons.

There were 17 Sewer Service Agreements issued in January: Six single family and 11 multi-family.

Estimated delivery of the Mini Combo Sewer Vac-Truck is September 2026.

Generator delivery is expected in May 2026 for the PS #17 Generator Replacement project.

The mixer for the FEB Mixer Replacement is expected in February 2026. A request for authorization to hire a contractor to install the mixer is later on the agenda.

Field work has been completed for the Arc Flash Study – 5 Yr Update. Final reports and recommendations are in progress. An additional effort will be to perform some testing of generators to diagnose the cause of electronic equipment failures when transferring from main power to standby power.

Additional program documents have been received for internal review of the Safety Program Review and Update.

No change on the USF Permit Renewal.

District staff made site visits to other WWTPs to observe several different headworks screen styles for the Headworks and Digester Improvements project. District is looking for screens that will meet the operational needs and fit into the existing headworks channels with minimal structural modifications. A scope of work from a design engineer has been requested. The headworks and digester equipment

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replacement efforts will be bundled into one construction package for efficiency and cost savings in both design and construction.

There is currently one staffing vacancy for a Project Manager.

District Manager presented the Board with a 2025 Recycled Water review which indicates there is no significant change in the amount of available recycled water. District Manager is recommending no change to the Tier I/II RW rate break point for FY26-27 (160 MG).

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 January was favorable to budget.

Agenda Item No. 8

State of the FY 2026/2027 budget presentation with preliminary information and estimates.

District CPA presented preliminary information and estimates for the 2026/2027 Budget.

Chairperson Thomson requested the 2026/2027 Budget workshop meeting on March 25, 2026 begin at 3:30 p.m.

Agenda Item No. 9

Legal Counsel updates.

Legal Counsel indicated the Arizona Department of Environmental Quality has noticed a rulemaking for safe clean water act standards.

There has been no agreement with the upper and lower basin states for the Colorado River situation.

Agenda Item No. 10

Discussion and consideration to authorize MGC Contractors, Inc. to install a new Basin Mixer in the amount of \$61,441.86.

District Manager is requesting authorization for MGC Contractors, Inc. to install a new Basin Mixer in the amount of \$61,441.86. This item is identified in the FY 2025/26 budget.

Vice Chairperson Dudash made a motion to authorize MGC Contractors, Inc. to install a new Basin Mixer in the amount of \$61,441.86. Director Esposito seconded the motion which passed unanimously.

Agenda No. 11

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.

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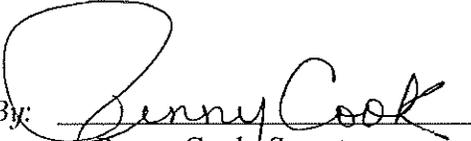
Agenda Item No. 12
Adjournment.

Director Bell made a motion to adjourn the meeting at 5:55 p.m. Director Phillips seconded the motion which passed unanimously.

Dated this 19th day of February 2026

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Minutes Prepared By:


Penny Cook, Secretary