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, July 15, 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, Director Tammy Bell, Director Tim Phillips, and Director Jeff Esposito.
(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: 06/17/2026

A motion was made by Vice Chairperson Dudash to approve the minutes of the Regular Meeting of June 17, 2026, as presented. Director Esposito seconded the motion which passed unanimously.

Agenda Item No. 4
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 June: The average daily influent flow was 1.657 MGD.

Total WW treated for June was 49,696,000 gallons.

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

June Reclaimed Water delivered to reusers was 83,768,000 gallons.

District Manager reported the District's total recharge credit available as of June 30, 2026 was 438,203,938 gallons.

There were seven single family Sewer Service Agreements issued in June.

The Arc Flash Study project should be complete the week of July 20, 2026.

All ASR Wells are back in service and normal RW deliveries have resumed.

ADWR has completed the review of the USF renewal application. Public notices will be published for 2 weeks before the permit is finalized. The review process took 2 years and 9 months.

Design is progressing on the Headworks and Digester Improvements project. Design will last through the end of the year.

The previously discussed delinquent customers are making progress with their payment plans.

There have been only a handful of questions from customers regarding the rate increase.

There is one staffing vacancy for a Project Manager.

An IGA for participation in a joint project at Golden Eagle Park with the Town is later on the agenda.

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 reported the General Fund Income Statement for June was favorable to budget.

District CPA reported that the County is behind in reporting revenues and is awaiting final numbers for the FY 2025/26.

Agenda Item No. 6
Legal Counsel updates and discussion of procedural matters and possible future legislation.

Legal Counsel indicated the Federal Government was supposed to release their decision document this month on the Colorado River situation. It looks like they are going to adopt the proposal put forth by Arizona, California and Nevada that will take effect for the rest of 2026, 2027, and 2028.

Agenda Item No. 7
Discussion and consideration to approve an IGA with the Town of Fountain Hills for joint participation in an improvement project at Golden Eagle Park.

After a discussion, Director Esposito made a motion to approve the IGA with the Town of Fountain Hills for joint participation in an improvement project at Golden Eagle Park. Vice Chairperson Dudash seconded the motion which passed unanimously.

Agenda Item No. 8
Discussion and consideration to approve purchase of a Ford F550 Crane Truck from Peoria Ford in the amount of $149,907.98.

District Manager indicated this item has been identified in the budget and will replace two existing 20+ year old trucks.

Director Phillips made a motion to approve the purchase of a Ford F550 Crane Truck from Peoria Ford in the amount of $149,907.98. Vice Chairperson Dudash seconded the motion which passed unanimously.

Agenda Item No. 9
Discussion and consideration to authorize the purchase of a portable bypass pump in the amount of $69,238.53.

District Manager indicated this item is identified in the budget.

Director Esposito made a motion to authorize the purchase of a portable bypass pump in the amount of $69,238.53. Director Bell seconded the motion which passed unanimously.

Agenda Item No. 10
Discussion and consideration to authorize the purchase of a replacement pump for Pump Station 4A in the amount of $172,378.00.

District Manager indicated this item is identified in the budget. District Manager informed the Board that Pump Station #4 is the District's largest pump station and handles 60% of all of the District's flows.

Vice Chairman Dudash made a motion to authorize the purchase of replacement pump for Pump Station 4A in the amount of $172,378.00. Director Esposito seconded the motion which passed unanimously.

Agenda Item No. 10
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.

Vice Chairperson Dudash asked if District Manager knew anything about what the Town and Epcor were doing regarding water.

Agenda Item No. 11
Adjournment.

Director Phillips made a motion to adjourn the meeting at 5:35 p.m. Director Bell seconded the motion which passed unanimously.

Dated this 16th day of July, 2026.

Fountain Hills Sanitary District

Minutes Prepared By: Penny Cook

Penny Cook, Secretary