

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, September 16, 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 (telephonically), Vice Chairman Gregg Dudash, and Director Tim Phillips. Director Tammy Bell and Director Jeff Esposito were 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

Approval of Minutes: Regular Meeting: August 19, 2026

A motion was made by Director Phillips to approve the minutes of the Regular Meeting of August 19, 2026 with discussed changes. Chairperson Thomson seconded the motion which passed unanimously.

Agenda Item No. 3

Call to Public.

There was no public comment.

Agenda Item No. 4

District Manager's report: items to be discussed include plant, recycled water, and recharge statistics for August, 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 August: The average influent flow was 1.633 MGD.

Total WW treated for August was 50,619,000 gallons.

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

August Reclaimed Water delivered to reusers was 90,109,000 gallons.

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The District Manager reported the District's total recharge credit available as of August 31, 2026 was 344,792,938 gallons.

There were two Sewer Service Agreements issued in August.

The Mini Combo Sewer Vac-Truck estimated delivery is September 2026.

The generator for the PS 17 Generator Replacement was delivered, and District is waiting for a start date from the contractor.

Design is progressing on the Headworks and Digester Improvements project. Preliminary estimated project cost is \$10,000,000 +/- \$2,000,000. Additional design services will be required to replace two blowers for the digesters.

Highlights for the FY25-26 End of Year Report:

- District staff completed GPS locations of all MHs (except 4).
- USF permit review process was completed.
- ADEQ issued new water quality standards which triggered a 2-year testing period. After the 2-year testing period, the APP Permit will need to be updated by 2029.
- District staff addressed largest delinquent customers. Reduced outstanding balance greater than 90 days by 40%.
- A \$1,421,300 in excess of revenues and unspent expenditure. This item is requested to be discussed at the October 2026 Regular Board meeting.

There is one staffing vacancy for a Project Manager.

District staff coordinated with the Town for the ASR Well #2 rehab.

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 August was favorable to budget.

The FY 2025-2026 audit report will be presented at the October 2026 Regular Board meeting.

Agenda Item No. 6

Legal Counsel updates.

Legal Counsel indicated previously the EPA and Army Corps of Engineers would be announcing supplemental rule making for supplying definitions for Clean Water Act for Waters of United States. The rules were released September 4th.

Agenda Item No. 7

Discussion and consideration to authorize purchase of replacement bulbs for the UV Disinfection System in the amount of \$40,383.00.

District Manager is requesting authorization to purchase replacement bulbs for the UV Disinfection System in the amount of \$40,383.00.

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Chairperson Thomson made a motion to authorize the purchase of replacement bulbs for the UV Disinfection System in the amount of \$40,383.00. Director Phillips seconded the motion which passed unanimously.

Agenda No. 8

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. 9

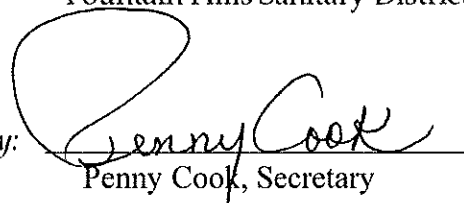
Adjournment.

Director Phillips made a motion to adjourn the meeting at 5:06 p.m. Vice Chairman Dudash seconded the motion which passed unanimously.

Dated this 17th day of September 2026

Fountain Hills Sanitary District

Minutes Prepared By:


Penny Cook, Secretary