

**MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
FOUNTAIN SANITATION DISTRICT**

June 13, 2024

Opening:

Mr. Christian called the regular meeting of the Board of Directors of the Fountain Sanitation District to order at 5:00 p.m. on June 13, 2024.

Directors Present:

Mr. Christian
Dr. Durbin
Mr. Holtz
Mr. Blankenship
Mr. Thomas *via telephone*

Also In Attendance:

District Manager James Heckman
Asst. District Manager Jonathan Moore
District Administrator Cindy Murray
Consulting Engineer Roger Sams
Attorney Pat Hrbacek

Guests in attendance: Seef LeRoux (CliftonLarsonAllen, LLP)

A. Approval of Consent Agenda

- a. Approval of Regular Meeting Minutes – May 9, 2024
- b. Approval of Bills for Payment – May 2024
- c. Review of Financial Statements – May 2024
- d. Approval of Investments and Transfers – May 2024
- e. Ratify Assets Purchased over \$500 – May 2024

Mr. Holtz made a motion to approve the consent agenda. Seconded by Dr. Durbin. Motion carried.

B. Special Business –

1. Mr. Seef LeRoux, with CliftonLarsonAllen, LLP attended the meeting to present the December 31, 2023, financial statements for the 2023 Financial Audit Report. The Board received a draft report prior to the Board meeting for their review and comment. A PowerPoint presentation of the financial audit was given. Mr. LeRoux reported that Biggs Kofford, P.C. completed the audit with no adjustments, misstatements, or concerns. The audit report of the financial statements was provided with an unqualified opinion. Discussion followed. Mr. LeRoux stated that the audit process went smoothly. Mr. Blankenship made a motion to approve the 2023 Financial Audit. Seconded by Mr. Holtz. Motion carried. The Board thanked management staff for their nice work with maintaining the District's strong financial position.

C. General Business –

1. Assistant District Manager Jonathan Moore reported that they continue to work on the reinforced concrete pad at the upper level for the biosolids holding and loading area at the RJCII facility. He reported that bids are due on June 27, 2024. They anticipate having a recommendation at the next regular meeting.

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- He reported that they continue to work on different options for upgrading the Race Street lift station. He will keep the Board updated.
- 2. Consulting Engineer Roger Sams reported the Water Quality Control Commission’s rulemaking process has commenced. He reported the rulemaking hearing in May should have no impact on the District because it deals with permitting fees for drinking water assessed on public water systems and commerce and industry sector. The Arkansas River Basin Water Quality Standards and Stream Classification rulemaking hearing is scheduled for June. He will keep the Board updated.

He also reported that he is working with District staff on upgrading the Race Street lift station.

- 3. Attorney Pat Hrbacek stated that it was a quiet month and did not have anything to report.
- 4. District Manager James Heckman reported that all the onboarding documents to finalize the District account with Morgan Stanley Financial Group have been completed and submitted. Morgan Stanley is waiting on some custodial paperwork from UMB.
 - He reported that they are also working with Alliance Association Bank who specializes in Special District’s and will be opening an account with them for online banking. He will keep the Board updated.
 - Mr. Heckman reported on the following Capital purchases or project updates:
 - ✓ Parts and equipment from Parkson for the north Aeration Basin rehabilitation will ship on July 2, 2024. They have received the air control valves as requested. The valves will need to be installed before the main equipment package arrival in late July. Jonathan Moore and Tim Long will work on coordinating the project bid timing for an installation contractor. The cost of \$195,362.00 is for equipment only, it does not include the contractor that will be cleaning out the a-basin and replacing the membrane liner, this will be a separate bid which will come later. The equipment was ordered now due to the lead time.
 - ✓ The UV system replacement banks equipment has been ordered and is expected to be delivered late next week. They have secured McDade Woodcock as the electrical contractor to complete the installation with a not to exceed price of \$11,240. The parts are anticipated to be \$137,970.00 which does include one day of onsite technical testing and validation services.

D. New Business – None

E. Other Business – None

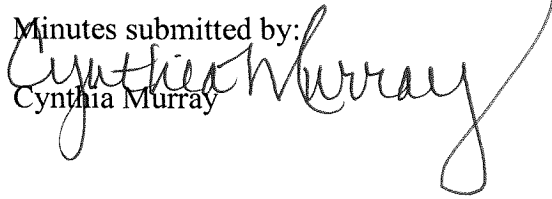
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Adjournment:

Dr. Durbin made a motion to adjourn the meeting at 5:32pm. Second by Mr. Blankenship. Motion carried. The next regular meeting will be at 5:00 pm. on July 9, 2024.

Minutes submitted by:

Cynthia Murray

A handwritten signature in black ink, appearing to read "Cynthia Murray", written over the printed name.