

Granite Oaks Water Users Association
Board Meeting Minutes
Meeting of March 25, 2026

Approved April 22, 2026
Contract Staff

Board Members

Ken Nelson - President JD Sale – Vice President Matt Olson - Treasurer Daryl Mathern, -Secretary Robert Finke – Board Member Don Murphy – Board Member Nathan John- Board Member
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Bob Busch - Manager, GOWUA Cheryl Ibbotson – Ariz. Utility Billing Solutions Derek Scott- Arizona Utilities Operations-Operator

Devon White–Legal Counsel

1. CALL TO ORDER

The meeting was convened at 9:00 AM at 302 W. Willis St., by President Ken Nelson.

2. REVIEW/APPROVAL OF MINUTES OF BOARD MEETING OF February 25, 2026

Motion: Daryl Mathern moved to approve the minutes of February 25, 2026 with the corrections noted. Nathan John seconded. Motion passed unanimously.

3. REPORTS:

3a. Treasurer's Report

Matt Olson reported that currently the Schwab Account has \$173,845.20. He reported that he renewed a 3 month CD at 3.9% from Texas Capital Bank. Two other CD's mature before the end of April. The next CD to mature, matures on April 2nd. There was some discussion about whether or not to purchase a CD for 18 months. It was the consensus of the Board to purchase a CD for 6 months at about 3.8%. Cash on hand is \$8,842.89.

Motion: JD Sale moved to accept the Treasurer's Report. Don Murphy seconded. Motion passed unanimously.

3b. Operator's Report

Derek Scott reported that the Glenshandra well pump is set at 500 ft. He stated that the static level in the Glenshandra well in January was at 302.4 ft. After 100 minutes of running, the water level was at 347 ft. The Deerfield well pump is set at 540 ft. The static level in January was at 297.2 ft. After 100 minutes of running, the water level was at 336 ft. He stated that once the draw down reaches 60 ft or so, the well needs to be cleaned.

Derek reported that the alarm on the controller at Post Oak was a factory set alarm at 1,000 hours, as a reminder to maintain the pump. He said he lubricates the pumps every year, and the alarm was unnecessary and was reset.

It was the consensus of the Board to have the Manager obtain a vibration analysis proposal from Phoenix Pumps.

3c. AZ Utility Billing Report

Cheryl reported that she has completed the Annual Report to the ACC. It is due April 15th.

3d. Manager's Report

Bob Busch reported that unaccounted for water was estimated at 320,724 gallons due to a battery failure on the well meter at Glenshandra. The Glenshandra well output will need to be estimated again in March as the new batteries were added in March. There were 4 high users using 234,500 gallons. He received 3 comments on the Rate Case, 2 in favor, 1 against.

Action Item: Bob Busch will provide the comments received in Rate Case to the Board Members.

4. OLD BUSINESS

4a. Discussion and possible action concerning performing maintenance on electrical equipment.

There was a discussion about the size of wires that need to be tightened. Bob Finke commented that he could work with the vendor and assist in creating electrical drawings and schematics for the electrical equipment. He estimated that for Glenshandra, it could be done for about \$3,000.

No action taken on this item.

4b. Discussion and possible action concerning the ongoing rate case.

No action taken on this item.

4c. Discussion and possible action concerning a new well.

There was a discussion about the Franchise Agreement for GOWUA and the possible impact of the terms of the Agreement on the use of County property. Legal Counsel was instructed to review the Franchise Agreement and advise GOWUA.

Ken Nelson reported that he has talked to the property owners on either side of the unused road at the end of Granite Oaks Drive. Neither would agree to cooperate with GOWUA in the possible use of their property.

There was a discussion about getting political support for a GOWUA plan.

No action taken on this item.

4d. Discussion and possible action concerning a list of items to be included in periodic reports from the Operator.

Action Item: Derek Scott will create a list of items maintained/serviced by GOWUA and a list of spare parts maintained by the Company.

5. NEW BUSINESS

5a. Discussion and possible action concerning well monitoring equipment.

No Action taken on this item.

5b. Discussion and possible action concerning a proposal for generator maintenance from Empire Cat.

Jay Dee Sale reported that he met with members of Elan Electric concerning their services. He will be meeting with them at the site today. He said that Elan has offered to get the 10 yr warranty for the generator at no cost. He presented a quote for maintenance on the Deerfield generator.

Motion: Matt Olson moved to approve the quote from Elan Electric for service on the Deerfield generator at a cost of \$1,599.00. Don Murphy seconded. Motion passed unanimously.

There was a discussion about the quote for service from Empire Cat. The amount of the battery replacement cost was questioned for the quote for Glenshandra. It was the Board consensus

Motion: Matt Olson moved to approve the quote from Empire Cat for service on the Post Oak generator at a cost of \$1,685.00.

Action Item: Bob Busch will contact Empire Cat regarding the cost of the battery replacement for Glenshandra.

6. ADJOURN

Minutes transcribed by Bob Busch

Submitted By:

Secretary