BEAVER CREEK/GRAYLING TOWNSHIPS UTILITY AUTHORITY

Minutes of Regular Board Meeting,

August 17, 2026

Call to Order: Meeting called to order by Chairman Lawe at 4:00 pm at the Beaver Creek Township Hall.

Roll Call: Board Members Present: Hanson, Helsel, Lawe, Peacock, Robson

Board Members Absent: None

Others in attendance: Alma, Polanic, Johns, Lang, Stephan, Wolcott, Hotchkiss, Faeth, Toro

Approval of Agenda: Motion by Hanson, second by Peacock, **CARRIED** to approve the agenda. Yeas: All.

Approval of Minutes: Motion by Robson, second by Hanson, **CARRIED** to approve the minutes of the regular meeting of July 20, 2026. Yeas: All.

Approval of Special Meeting Minutes: Motion by Hanson, second by Robson, **CARRIED** to approve the minutes of the special meeting of August 5, 2026. Yeas: All.

Meeting Business:

IAI Report: Johns reviewed the monthly IAI operations and maintenance report.

Treasurer's Report: Lawes stated the Horizon CD funds were successfully transferred to a Horizon Money Market account with a 3% interest rate.

Lawe requested Alma to reach out to Hanley CPA, PLLC for the annual audit and engagement letter. Lawe requested Alma to send copies of the previous year's audit item list from Hanley.

Accounts Payable:
Motion by Hanson, second by Peacock, **CARRIED** to approve the accounts payable in the amount of $24,515.20 for July 20 2026 – August 16, 2026. Roll call vote: All Yeas.

Report From Staff: Alma stated that a walk-through of the SAAB facility to inspect their water connections/meters is scheduled for Wednesday, August 26th at 11am.

Correspondence: Alma stated that EGLE, IAI, and SCADA had sent information regarding a cyberattack that occurred on 7/27 directed at the BCGTUA water system computer equipment and other systems around the country. Alma stated that SCADA was actively working on

updating firmware and closing compromised ports. Lawe requested SCADA communication be forwarded to Lawe for further review.

Old Business:

1. Water Tank Cleaning Update: Lang stated that the tank cleaning contractor has not yet set a date for the cleaning, but it expects it to be in the next couple of weeks.
2. Electrician Quotes: IAI presented quotes from IAI, Topline Electric, and Swan Electric to replace breakers and VFD's at the WWTP.
    - Motion by Helsel, second by Hanson, **CARRIED** to approve the quote for IAI to perform the electrical repairs in the amount up to: $14,742.40. Roll call vote: All Yeas.
3. Alfalfa Crop Harvest Update: Lawe reported that the alfalfa farmer was finally able to harvest the BCGTUA irrigation field on 8/11; that the harvest produced 30.75 round bails, which were estimated to weigh 1,000 lbs each, for a total of approximately 30,000 lbs removed from the field; that because of the late harvest this year, the farmer would not cut again until next year; and that the farmer estimated they could perform two cuts next year.
4. C2AE Phase 2 proposal: Lawe stated that the Phase 2 proposal is still being negotiated.

New Business:

1. Stephan, Faeth, and Toro spoke to the board about the water expansion project and the potential connection of the women's Riverhouse Shelter located on North Down River Road. Stephan stated that the Riverhouse shelter would like to connect to the new water system, but are concerned that their monthly Ready to Serve fee would be too costly as the shelter has a fire suppression system that would require a 3" supply line, along with a 2" line to service the domestic water supply. Lawe stated that the fire suppression line would not be charged a monthly ready to serve fee, but would be charged a one-time connection fee and should be equipped with a water meter. Stephan, Faeth and Toro stated that they believed the connection fee would be covered by the grant money. Lawe requested the square footage of the building so the utility authority could calculate the connection fee amount.

Miscellaneous: None.

Member Comments: None.

Public Comments: None.

Adjournment: 5:10 p.m.

Respectfully submitted,

Robert J. Lawe
Secretary