BEAVER CREEK/GRAYLING TOWNSHIPS UTILITY AUTHORITY

Minutes of Regular Board Meeting,

July 20, 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

Approval of Agenda: Motion by Hanson, second by Robson, **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 June 15, 2026. Yeas: All.

Meeting Business:

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

Johns stated that a power transformer went out on July 6^{th}-7^{th} and was back online the following day. Lawe questioned if SCADA was function during that time, and Johns stated it was functioning as intended.

Johns stated the road into the wastewater treatment plant had been repaired after the recent rain washouts. Johns stated there is extra gravel as well. Hotchkiss of Arauco stated they would make any necessary repairs on their side of the fence. Lawe stated that it is important to keep the roads in good shape so that the alfalfa farmer can access the wastewater plant with his equipment.

Peacock stated that he investigated the wastewater site, and determined that there were no signs of recent rodent activity that warrant a pest removal.

Lang stated that the Consumer Confidence Report was submitted to EGLE for review on 6/3/2026 and approved on 6/22/2026.

Treasurer's Report:

1. Horizon CD Maturity: Lawe stated that the BCGTUA sewer funds CD with Horizon recently matured on 7/2 with a balance of $102,189.32; and that instead of renewing the CD for another term, he suggests that we move the funds to a Money Market Account so the funds are accessible for any upcoming sewer related expenses.

- Motion by Robson, second by Helsel, **CARRIED** to approve the transfer of the Horizon C.D. funds to a Money Market Account, with Lawe as the signatory on the account. Roll call vote: All Yeas.

2. 2025/2026 Final Budget: Motion by Hanson, second by Peacock, **CARRIED** to approve the amended/final budget for the 2025-2026 fiscal year, as presented. Roll call vote: All Yeas.

Accounts Payable: Motion by Peacock, second by Robson, **CARRIED** to approve the accounts payable in the amount of $61,242.29 for June 15 2026 – July 19, 2026. Roll call vote: All Yeas.

Report From Staff: None.

Correspondence:

1. Alma stated that he received a request from Bakelite for a virtual meeting to update them on the progress of the wastewater modeling report and BCGTUA's ability to accept Bakelite's blowdown water. The meeting will be held on July 21, 2026 at 2pm with Lawe, Robson, Alma, and Polanic to attend.
2. C2AE Report Update/Phase 2 Proposal: Lawe stated that C2AE had been in contact with him, and they are working on finalizing a Phase 2 proposal for the wastewater system that focuses on updating the "basis of design" and groundwater discharge permit; and that their proposal should be completed by the end of the week.

Old Business:

1. Water Tank Cleaning Quote Update: Motion by Robson, second by Hanson, **CARRIED** to approve the quote from Midco to clean the water tank and replace the anodes with a full confidential report, and with the understanding that there may be additional costs depending on the sediment levels inside the tank.
2. Electric Panel Quote Update: Lang reported that Primary Electric no longer does commercial electrical work. The board requested IAI update the existing quotes to reflect the same work being done, including any parts. Polanic stated he would have the IAI quote updated and report back to the board.
3. Alfalfa Crop Harvest Update: Lawe reported that he recently spoke with the alfalfa farmer and that he still plans to harvest the BCGTUA field; however, he is still in the process of harvesting the City of Grayling field which has been delayed due to weather and equipment breakdown.

New Business:

1. Utility Manager Contract: Motion by Robson, second by Peacock, **CARRIED** to approve a renewal of the Utility Manager contract with Paul Alma at the increased rate of $2,000.00 month, effective July 1, 2026. Roll call vote: All Yeas.
2. Officer Positions: Motion by Hanson, second by Robson, **CARRIED** to set the current board member officer positions for the 2026-2027 fiscal year as follows:
    - Chair - Robert Lawe
    - Vice Chair - James Robson
    - Treasurer & Secretary - Robert Lawe
    - Member - Scott Hanson
    - Member - Jesse Helsel
    - Member - Scott Peacock

Miscellaneous: None.

Member Comments: Robson stated that he recently had an opportunity to review the construction progress of the municipal water system expansion and that he plans to be more involved now that he has taken a new position as manager of the Crawford County Road Commission.

Hanson stated that C2AE should do everything they can to reduce the cost of the wastewater project to reflect their position in the ongoing resolution.

Public Comments: Stephan stated he agreed with Hanson's position in regards to C2AE and that they should work with BCGTUA as a partner. Stephan also inquired if SAAB has been in communication, and Alma stated that he had received an application from them.

Adjournment: 5:41 p.m.

Respectfully submitted,

Robert J. Lawe

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Secretary