

Granite Oaks Water Users Association  
**Board Meeting Minutes**  
**Special Board Meeting**  
**June 3, 2008**

Minutes approved:

**THOSE PRESENT**

Board Members

Jeff Deming, Vice President  
Ken Mino, Director  
Jim Peoples, Secretary  
Dirk Stringham, President  
Ken Adkins, Director  
John James, Treasurer

Contract Staff

Bob Busch, MDI  
Mike Young Fann Environmental

Shareholders

Duane Gann  
Ed Tumej

Rusty Miner  
Bob Nicolau

---

The meeting was convened at 8:00 by President, Dirk Stringham. Director Balin Strickler was not present

The primary purpose of the meeting was to review generator quotes received for the planned new backup generator at the Post Oak site.

**1. Review of Quotes**

Mike Young presented quotes received from Empire Power Systems, Diesel Service & Supply and Arizona Generator Technology, Inc. and Loftin Equipment

Each quote was for a 125kw generator package. Empire quote included Caterpillar equipment, Diesel Service & Supply and Loftin included Kohler equipment and Az Generator Tech included Generac equipment. Basic quotes were:

Empire: \$36,060    Loftin: \$36,391    Diesel S&S: \$34,975    and    Az Gen Tech: \$32,364

There followed a discussion concerning lead times, advantages of one type of equipment vs another. It was pointed out that service from Az. Gen Tech on our existing equipment has been excellent, and Generac equipment has performed very well.

**Motion: Jim Peoples moved to accept the quote from Az Generator Technology, Inc.  
Seconded by Ken Mino; Motion passed unanimously.**

A discussion followed concerning installation of the generator. Mike received a quote from Summit Controls for the electrical work at Post Oak and Glenshandra. Extension of the existing concrete pad at Post Oak would be needed along with a crane to place the new and move the existing generator. It was suggested and generally agreed that the new generator at Post Oak be placed toward the rear of the site on a new concrete pad.

*Action Item: Bob will arrange to get a quote for the concrete and site work needed to prepare for the generator placement.*

**Motion: Ken Adkins moved that the board authorize installation of the generator on a time and material basis, not to exceed \$8,000. Jim Peoples seconded; Motion passed unanimously.**

A discussion then took place regarding load testing and annual servicing of the generators. Mike Young had received a price of \$1,200 for both existing generators from GenTech.

*Action Item: Mike will request a quote from Gentec for annual service package for all generators.*

## **2. Financial Matters**

John James brought up a question concerning the \$30,000 CD scheduled to within the next few days. He wished to clarify minutes of the April Board Meeting stating that the CD would be cashed and funds placed in company accounts.

After initial discussions confirmed the board's intent in the April meeting, it was noted that amounts in the money market account are near \$100,000 and with additional funds expected with summer, there would be more than adequate funds to purchase and install the generator from the money market account, even if the CD were rolled over.

**Motion: John James move to roll over the CD to a 1 yr Edward Jones CD rather than cashing it. Ken Mino seconded; Motion carried.**

## **3. Water Committee**

Dirk discussed the Upper Verde River Coalition Committee and its Safe Yield Work Group. He is interested in joining the group, and has been accepted pending the board's approval.

There was discussion about the political aspects of this group, and whether or not actual results would reflect the group's stated goals. There was some concern that GOWUA might become associated with a product that might, in reality, be contrary to the interests of GOWUA and the community. There was general agreement that GOWUA should be a part of an attempt to resolve some of the water issues, but that Dirk should be able to disassociate from the group if it appears that politics will override all other input.

**Motion: Jim Peoples moved to adopt a resolution authorizing participation in the Upper Verde River Coalition Committee in representing the best interests of GOWUA toward achieving Safe Yield. John James seconded; Motion carried.**

## **4. Glenshandra Generator Installation**

Duane Gann asked whether or not the board wished to place additional screening around the generator once it is placed at Glenshandra.

It was agreed to place this on the agenda for the July meeting.

**Motion: Ken Mino moved to adjourn: Ken Adkins seconded; Motion passed.**

**Meeting adjourned at 9:45am.**

**Next meeting: Wednesday, July 23<sup>rd</sup>, 8:00am – Post Oak Site**  
Minutes recorded by Bob Busch

**Submitted By:**

---

**Secretary**