Inscription Canyon Water Company

Board of Directors Meeting

July 22nd, 2025

Draft Minutes

Attendees:

Randy Joly – President

Gregg Achtenhagen – VP Operations

Tom Bracken – Secretary and treasurer

Scott Kelly – Director Nominee

Pat Carpenter – Operations

Derek Scott – Operations

Mark Armstrong – Managing Director

Mark Armstrong Called the meeting to order – 9am

The board was able to Confirm quorum

There were no requested changes, so Mark Armstrong made a motion to Ratify Minutes to the Company Annual meeting held May 20th, 2025. The motion was seconded by Tom Bracken and passed.

Manager Finance Report

- 2025 YTD financials were reviewed. Everything was on plan with only minor variances. Revenue mix was higher on the residential side and slightly lower on the golf course.
- The current Cash Position was $260K and the Year-end projection was $300K. All major planned capital expenses are complete.

Operations Report

- 2025 YTD production has been 55MM gallons. There have been no service interruptions. There is a significant Leak on Cooper Morgan trail that will require a temporary hydrant bypass. The date for this work is still TBD.
- The painting of the Magner tank is complete
- Well #1 rehabilitation is complete and the new equipment is performing as expected. The well likely has about 2 years left before it will need to be replaced.
    - Well #5 is performing very well and has had all tests and the Pad around the adapter is complete.
    - The ADEQ process for certifying the well is still in the works
- Plans for larger equipment in well#5 are in process. A quote has been requested for a VFD and pump/motor for 75HP.
- The SCADA instruments for wellfield levels have been installed for both wellfields. The levels are surprisingly consistent. Well #5 appears to have little effect from the hay farm across the wash.

<u>Other Business:</u>

Research on a WIFA loan for additional backup Generators and an eventual well #1 replacement has commenced.

Randy Joly made a motion to Nominate Scott Kelly to the vacant director position. Mark Armstrong seconded and the motion passed. Welcome Scott. Scott will assume the 2 year term vacated by Mike Hubbard.

Mark Armstrong's submitted his board resignation due to relocation out of CC&N, The board agreed to keep Mark Armstrong as contract manager

As there was no further business, Mark Armstrong adjourned the meeting at 10:50am