

**Burney Water District
Board of Director's Finance Standing Committee Meeting
February 16th, 2022**

ITEM

1. CALL TO ORDER AND ROLL CALL

PRESENT: Directors Jim Hamlin, David Barry, David Zevely and Administrative Assistant Stephanie McQuade.

ABSENT: None.

CALL TO ORDER: Director Hamlin called the meeting to order at 2:00 p.m.

2. PUBLIC SPEAKERS:

None.

NEW BUSINESS:

- 3. Discuss Financial Reports Ending 11/30/21:** District Manager David Zevely summarized the Financial Reports for the month of November 2021 and answered questions.
- 4. Review and Discuss Reserves Accounts:** District Manager David Zevely summarized the Reserves Accounts and informed the Board that we are losing interest because the Medium Fund that we have our funds invested in have been underperforming. Director David Barry directed District Manager David Zevely to contact Ludwig Marek, from BlackRock, to discuss the Districts options for investing our Reserve Funds into and bring recommendations back to the Board.
- 5. Discuss Interim Financing Options for Wastewater Treatment Plant Improvement Project and Collection System Improvement Project – Phase 2:** District Manager David Zevely informed the Board that he has been in contact with three banks regarding the Interim Financing and informed the Board on where we are at with CoBank, CSDA Financing and Tri Counties Bank. Bentley from CoBank asked if we could pledge the water and sewer funds for the lines of credit because the sewer side for the BWD has been deficient for the past several years. We are waiting for a response from Legal to determine if we are able to pledge both the water and sewer. Have been in discussions with Tri Counties Bank informed us that the lender said they can provide the district with a 5 year line of credit at around 5.25%. Spoke with Catherine from CSDA and they provided quotes for two loans, a 3 and 5 year term with no option of early payoff, she is currently looking for a lender to give us information on a line of credit for the District. Waiting for more information from the lenders and is hoping to have enough information for the Board to make a decision at the next Regular Meeting in March.
- 6. Review Future Agenda Items and Summarize Board Direction:** Half Year Budget Adjustments, Sewer Rates and Reserves – Meet with BlackRock. Next Finance Standing Committee Meeting is scheduled for March 16th, 2022 at 2:00 p.m.
- 7. Adjournment:** Director Hamlin called for adjournment at 2:39 p.m.

Jim Hamlin
CHAIRPERSON

Steph McCall
BOARD SECRETARY