

January 18, 2010

Greenville Sanitary District #1

The meeting was called to order at 5:30 p.m.

Present: Randy Leiker, Andy Peters, Mike Woods, Tom Becher and Dan Garber.

Resolution Authorizing the Issuance and Sale of Up to \$1,219,417 General Obligation Water System Promissory Notes, Series 2010 AND PROVIDING FOR OTHER DETAILS AND COVENANTS WITH RESPECT THERETO, and approving related \$2,438,295 FINANCIAL ASSISTANCE AGREEMENT.

Dave Wagner from Ehlers stated these are companion documents. The resolution borrows the money and authorizes the signing of the financial assistance agreement. Much of the FAA is a grant. It picks up the preliminary work and moves forward. It includes construction, engineering, contingency, misc costs, and assistance for engineers for the Safe Drinking Water loan along with Ehlers bill and the Quarles and Brady bill. The closing is scheduled for January 27th. If we don't use all the contingencies, the loan will be a little less. The loan is a general obligation note. We have plenty of general obligation debt available in the Sanitary District. The rate is impacted because of the grant money. It reduces future increases but it does not eliminate them. Water increases projected are 3% every third year rather than 3% every year. It keeps us below the rate of inflation. The sewer projection is 4 – 4.5%. With grant money it has come down to 3% each year. It is recommended that we carry a balance of over one million dollars in each utility. We do run conservative on our projections. The payments are about ½ of what they would have been due to the grant.

Andy Peters made a motion to approve. Tom Becher seconded the motion with all members voting aye.

Motion to go into closed session as per State Statute 19.85 (1) (c) to discuss the employment, promotion and compensation or performance of Sanitary District #1 employees.

Dan Garber made a motion to go into closed session. Mike Woods seconded the motion and it was carried with all members voting aye.

Motion to go back into open session.

A motion was made and seconded to go back into open session. The motion was carried.

Adjourn meeting.

A motion was made and seconded to adjourn the meeting. The motion was carried.

Deborah Wagner,
Town Clerk