

**Startup Water District
Special Meeting Minutes
2/27/2019**

Commissioner Kate Roesler called the Special Meeting of the Startup Water District Commissioners to order at 11:10 a.m. Wednesday, February 27, 2019. Meeting was held at Startup Water District office.

Commissioners and others present:

Startup Water:

Renette Villella
Kate Roesler
Jaycee DeWees
Nick Sanders
Mike Williams

Other

Janet Cherry - DOH
Erika Lindsey - DOH
Darla O'Conner - USDA
Mike Copeland - DWSRF Tele Conf

Purpose -

To discuss options for the financing of an intertie with the City of Sultan.

Loans/ Grants

Janet made a spreadsheet (copy attached) for the different options that were discussed. There is nothing available as a 100% grant. The different types discussed were for 100% loans or some type of a loan/principle forgiveness.

All of the options would require an increase in rates. We will discuss our options at the next meeting 3/13/19.

Nick to take a training class in asset management. Earns bonus points for loan/grant application

This Special Meeting of the Startup Water District was adjourned at 12:30 pm.

Prepared by: Nick Sanders

Signed: Kate Roesler
Commissioner

Startup Intertie Project
February 2019

Loan Amount	Annual Interest Rate	Loan Repayment Period (years)	Annual Payment	ERUs	Approximate Monthly Loan Payment per connection	Current Monthly Rate per Connection	Affordability Index	Comments/Assumptions
\$1,000,000	0.025	20	(\$62,582.56)	277	\$18.83	\$70.00	3.35	\$1,000,000 DWSRF loan, 2.5% interest rate, 20-year term. System qualifies for 30% principal forgiveness.
\$700,000	0.02	20	(\$41,970.30)	277	\$12.63	\$70.00		30% principal forgiveness on \$1,000,000 DWSRF loan. Repayment of \$700,000 DWSRF loan, 2.0% interest rate, 20-year term.
\$700,000	0.02	30	(\$30,642.10)	277	\$9.22	\$70.00		30% principal forgiveness on \$1,000,000 DWSRF loan. Repayment of \$700,000 DWSRF loan, 2.0% interest rate, 30-year term.
\$600,000	0.03375	40	(\$26,654.48)	277	\$8.02	\$70.00		40% grant on RD loan. Repayment of \$600,000 RD loan, 3.375% interest rate, 40-year term.

Assumptions: Current rate of \$70/month, MHI of \$31,838 for Startup