

**GREEN VALLEY DOMESTIC WATER IMPROVEMENT DISTRICT
FINANCIAL ADVISORY COMMITTEE
MEETING MINUTES
Monday, February 22, 2021**

Committee Present:	Eric Sullwold Darlene (Dar) Hollingsworth John Green Lee Lemas	Robert (Bob) Hedden Joseph (Hart) Krumrine George (Dr.) Orndorff
Committee Absent:	Raymond (Ray) Weisgarber	
District Staff:	Dara Duffy	Lora Burruel
Board:	Patricia (Pat) Carlstad	
Advisor:	Steve Lathrop	
Clerk of the Board:	Luis Rodriguez	

1. Meeting was called to order at 9:15 AM by Committee Chair, Eric Sullwold
2. Review Financials:
 - A. Reviewed January 2021 Operational Financial Reports.
 - B. Reviewed the updated five (5) year cash flow report.
3. Discuss Capital Budget:
 - A. Under current budget the District allocates \$300,000.00 to Capital Projects.
 1. As the District has grown, how much should the District allocate in the future for Capital Expenditures. This will be discussed at future meetings.
4. Discuss what Reserves the District should maintain:
 - A. Separate Reserve Accounts - The Board has been working with the understanding that the District maintains a \$650,000.00 reserve, however it is inside the Operational Bank Accounts and not visible.
 1. Set up an Emergency Reserve Fund from the existing operational accounts of \$250,000.00 as requested by the District Staff.
 2. Since there are potential changes as to how Canoa Ranch might be served, it has been suggested that the Board should rename the Canoa Future Well Site Reserve Fund to another name. Several have been suggested and the committee will discuss at our next meeting.
 - B. Investing idle funds - At this time Wells Fargo Bank's representative does not recommend that the District change their banking arrangement with Wells Fargo as it will add costs and the return on invested funds will not cover those expenses.
 - C. Recommend to the Board the following motion:
 1. Move the remaining funds in the Well 1 Reserve Fund to the District Operational Account to help pay for the loan from Western Alliance Bank. Current monthly payments are \$4,000.00 and the Well 1 Reserve Fund will handle the next fifteen months of payments.
5. Reminded the committee of the upcoming public hearing to present new Hook Up Fees as found in the User Fee section of the Rates and Rules.
6. Next meeting Monday, March 22nd, 2021 at 9:00 AM.

The meeting was adjourned at 10:09 AM

Green Valley Domestic Water Improvement District