

**DRINKING WATER BOARD
BOARD PACKET FOR
MODIFICATION OF PREVIOUS BOARD MOTION**

STAFF COMMENTS:

At the May 9, 2014 Drinking Water Board meeting the Board authorized an \$83,000 planning advance to the Big Plains Water & Sewer Special Service District. The Board motion authorizing this funding included \$41,500 in loan at 0% interest for 5 years and \$41,500 in principal forgiveness.

By statute all bonds accepted by the Drinking Water Board must be valued in even \$1,000 increments; therefore the \$41,500 loan to Big Plains as authorized by the Board is invalid.

Staff recommended to the Financial Assistance Committee at the June 11, 2014 teleconference meeting that the motion be brought before the Drinking Water Board for correction at the next available meeting. The FAC recommended that this action be considered during the emergency Board meeting to be held for the Wooden Shoe Water Company additional funding request.

FINANCIAL ASSISTANCE COMMITTEE RECOMMENDATION:

The Financial Assistance Committee recommends the Drinking Water Board modify the May 9, 2014 authorization for funding to the Big Plains Water & Sewer SSD from an \$83,000 loan at 0% interest for 5 years with \$41,500 in principal forgiveness to an **\$83,000 loan at 0% interest for 5 years with \$42,000 in principal forgiveness**