



Memorandum

DATE: September 15, 2022
TO: Chairman and Members of the Board
FROM: Kevin H. Roche, CEO/General Manager
SUBJECT: Finance & Audit Committee – September 15, 2022

There was a **Finance & Audit Committee Meeting** held on the date noted above via the Zoom Platform in accordance with the **ecomaine** Remote & Hybrid Meeting Policy. The meeting was called to order by Anne Bilodeau, Chair.

Item #1: **Approval of the Minutes**

Troy Moon motioned to approve the minutes of May 16, 2022, as written. The motion was second by Bill Shane. All in favor.

Item # 2: **Cash Disbursements**

Anne noted that she had reviewed the Procurement Policy and Cash Disbursements with staff and found no issues.

Item#3: **Additional Lease Financing**

Greg L'Heureux reviewed the high points of his memorandum dated September 8, 2022 on the Capital Budget and Lease Financing. The review consisted of summarizing the financial impact on the extensive repairs to the Turbine and the impact on ecomaine's cash flow. He discussed the loss revenue from the electrical generation and the secondary impact such as by-passing trash for several months. He noted that the drain on cash has resulted in the loss of our ability to fund projects.

Greg reviewed with the committee our outstanding lease obligation and outlined several options for financing capital projects as reflected in the memorandum provided with the committee agenda. Staff is recommending that the Finance Committee recommend that the Full Board authorize additional lease financing of \$1,500,000 from \$2,000,000 to \$3,500,000. There was a lengthy discussion.

Bill Shane recommended that Finance Committee recommend to the Full Board to amend the Finance Resolution of April 26th, to add additional lease financing from \$2,000,000 to \$3,500,000 as written for the emissions control project and other small capital projects at the October 2022, Full Board Meeting. The motion was second by Troy Moon.

Anne Bilodeau opened the floor for additional discussion prior to the roll call.

Roll Call:

Anne Bilodeau, Mike Murray, Troy Moon, Bill Shane, Caleb Hemphill, Dave Durrell, Dennis Abbott, Linda Boudreau, Matthew Frank & Tom Hall

Opposed: Rod Regier

Motion passed.

Anne noted that amendment to the lease financing resolution will be on the October 2022, Full Board of Directors Meeting for discussion.

Item 4: **Cyber Insurance**

Greg L'Heureux (Staff) provided an update on obtaining Cyber Security Insurance. Staff has secured four preliminary quotes and ten quotes' denials; we plan to procure a policy soon. A brief Q & A followed.

Item 5: **Financial Statements**

Greg L'Heureux (Staff) provided a brief overview of the Finances. He also briefly discussed the Landfill Closure Liability and investment losses.

Item 6: **Other Business**

Adjourn: Bill Shane motioned to adjourn. The motion was second by Troy Moon. All in favor.

Present: Dennis Abbott, Anne Bilodeau, Linda Boudreau, Dave Durrell, Matthew Frank, Tom Hall, Caleb Hemphill, Mike Murray, Troy Moon, Rod Regier & Bill Shane,

Staff Greg L'Heureux, Denise Mungen, Kevin Roche & Kevin Trytek