

**Minutes of the Meeting of the
DELTA DIABLO INTEGRATED FINANCING CORPORATION
January 11, 2023**

The meeting was called to order by Chair Wilson at 5:54 p.m., on Wednesday, January 11, 2023 via Zoom. Present were Vice Chair Juan Banales and Director Federal Glover. Also present were Mary Ann Mason, District Counsel; Vince De Lange, General Manager; Cecelia Nichols-Fritzler, Office Manager/Secretary to the Board; Brian Thomas, Acting Business Services Director/District Engineer; Thanh Vo, Acting Engineering Services Director; and Anika Lyons, Finance Manager.

Chair Wilson read the following statement: "In lieu of a public gathering, the Board of Directors meeting will be accessible via ZOOM to all members of the public as permitted by Government Code Section 54953(e)."

Ms. Nichols-Fritzler read a statement regarding the process for receiving public comments and the availability of presentations on the District's website.

PUBLIC COMMENTS

None.

BOARD REORGANIZATION

Elect Integrated Financing Corporation Board Officers for 2023

Mr. De Lange outlined the recommended traditional rotation of the Board positions for 2023, proposed to take effect on February 1, 2023. Director Glover moved approval; seconded by Vice Chair Banales, and by voice vote (*Ayes: Banales, Glover, and Wilson; Noes: None; Absent: None*), the Board approved reorganization of the IFC Board for 2023.

CONSENT CALENDAR

Director Glover moved approval of the Consent Calendar, seconded by Vice Chair Banales, and by a roll call vote (*Ayes: Banales, Glover, and Wilson, Noes: None; Absent: None, Abstain: None;*), the following Consent Calendar item was approved: Approve Minutes of the Integrated Financing Corporation, January 12, 2022.

DELIBERATION ITEMS

None.

PRESENTATIONS AND REPORTS

Receive Report on District Current Grants and Loans

Mr. Thomas provided an update on grants and loans received by the District in 2022, noting the benefits the District receives from these programs. He stated the District has entered into 28 grant/loan funding agreements since 2008 for a combined total of \$68 million. Mr. Thomas noted that the District anticipates receive one grant award in 2023. He commented that the District continued work on the Pump Station Facilities Repair Project, which is a Clean Water State Revolving Fund (CWSRF) loan-funded project that also received \$1.6 million in grant funds under a Federal Emergency Management Agency (FEMA) Hazard Mitigation Grant administered through the California Governor's Office of Emergency Services (CalOES). In addition, Mr. Thomas

stated the District received a CalRecycle Household Hazardous Waste (HHW) grant in the amount of \$100,000 for collection of marine flares. He discussed the RWF Sand Filter Upgrade Project, which received a \$365,000 grant award from the Bureau of Reclamation with full grant reimbursement anticipated in 2023. Mr. Thomas commented that the District submitted a reimbursement request for COVID-related expenses, of which approximately \$60,000 will be eligible for reimbursement. He noted the District will continue pursuing other funding mechanisms through the California Infrastructure Bank and bond financing. In addition, Mr. Thomas provided a brief overview of the District's planned funding actions and opportunities for 2023, while noting the District will research funding for projects related to greenhouse gas reduction, water recycling, renewable energy, and energy efficiency, as well as federal tax credits under the 2022 Inflation Reduction Act.

There were no public comments. The Board thanked Mr. Thomas for the report.

Receive Report on Outstanding and Planned Debt

Ms. Lyons stated as of July 1, 2022, the District has \$23.5 million in outstanding principal and \$5 million in interest to be paid through FY50/51. In addition, she noted 10% of the total existing debt is paid by the City of Antioch and Recycled Water Capital Facilities Capacity Charges. Ms. Lyons provided a summary of existing debt by loan and funding source, noting that total annual payment obligations for the current year are approximately \$1.6 million. She commented that the District is current on all debt-service payments and remaining payments on existing debt total approximately \$28.4 million. In addition, Ms. Lyons stated that payments for planned new debt total approximately \$17.7 million over the terms of the loans. She also highlighted the District has AA/stable Standard and Poor's credit rating and the District's debt service coverage ratio currently far exceeds minimum requirements. Ms. Lyons noted that staff will continue to evaluate the need for significant debt issuance in support of the Secondary Process Improvements Project, which is estimated at \$60 million.

There were no public comments. The Board thanked Ms. Lyons for the report.

MANAGER'S COMMENTS

None.

DIRECTORS' COMMENTS

None.

CORRESPONDENCE

None.

CLOSED SESSION

None.

ADJOURNMENT

Chair Wilson adjourned the meeting at 6:17 p.m. The next Integrated Financing Corporation meeting is scheduled for January 10, 2024.

A handwritten signature in black ink, appearing to read "Monica Wilson", written over a horizontal line.

Monica Wilson
Board Secretary

(Recording Secretary:
Cecelia Nichols-Fritzler)