



MEETING DATE: May 21, 2022

AGENDA ITEM: 5 D Discuss implications of delaying payment of the WIFA loan

DATE: 5/16/2022

TO: Members of the Board

FROM: John Ritter BRDWID Board member and chair

SUBJECT: Discuss implications of delaying payment of the WIFA loan

RECOMMENDED MOTION:

None, Discussion only

BACKGROUND:

WIFA administration was contacted due to the delays in getting Arizona Corporation Commission approval of the sale of Starlight Water Company Assets to the District.

WIFA agreed to extend the first loan payment to July 1, 2023. This extension will allow the District to meet the requirement of paying the loan using water revenue money from the district and keep the low interest rate and forgivable principle.

FISCAL IMPACT:

The new payment schedule may require a rate adjustment but will be dependent on final approval of the sale by the Arizona Corporation Commission.

ATTACHMENTS:

None