

YANCH BOARD OF DIRECTORS MEETING
August 7, 2023
Zoom Meeting, 10:00 AM

I. ROLL CALL

10:04 AM

Present: Lana McCovey, Vice President
Nicole Sager, Board Member
Cassandra Chavez, Treasurer
Laura Woods, Board Member
Michael Maranger, Board Member (10:20)

Not Present: Don Barnes, President
Sherri Provolt, Secretary

Staff Present: Sara Barbour, Interim Executive Director

****Quorum present****

I. PUBLIC COMMENT: (none)

II. REVIEW/ADD TO AGENDA:

Motion to Approve Agenda with the following additions: Presentation: Pam Ames explanation of short term loans to Per-geesh construction, Action Item 23-06 Draft Loan Agreement

Motion by: Cassandra Chavez	Second by: Michael Maranger
Consensus, motion carries	

III. PRESENTATION: Pam Ames, Per-geesh Construction

Pam provides explanation of how the short term lending would work with CDFI and the SSBCI program. When bonds are needed to secure projects, the lender would co-indemnify by signing on Per-geesh's bonds and provide 3-3.5% of the bond requirement in funds. Proposals are submitted, and the government reimburses Per-Geesh for the funds provided. These would be structured as short term loans with a 45 day turnaround period.

Pam suggests having the loan structured as a line of credit so they could utilize the funding for several jobs in a short amount of time. They are not able to get loans from other financial institutions because they are lacking financial statements.

Board discussion: Audited financials must be required for our commercial lending program. We need to add required reporting terms in the loan documents and if those requirements are not met, the loan would be in default.

44 Board directive to set up a working group to review applications and terms for
45 commercial lending. Michael will reach out to Christine Williams to draft language
46 for this purpose. Some of the mentioned documents the board would like to require:
47 941s, tax returns, since inception, declaration of pending contracts.
48

49 **IV. APPROVAL OF MINUTES:**

50 July 2023 Minutes w/edits:

51 Motion by: Cassandra Chavez	Second by: Laura Woods
52 Consensus, motion carries	

53
54 **V. DIRECTORS REPORT**

55 (none)

56 **VI. DISCUSSION**

- 57 a. **Government Accountability Office Interview Request:** Staff to respond and
58 handle discussion as ED. If the accountability office requests Council be present,
59 staff is to work with Taralyn to set that up.
- 60 b. **CDFI Providing Funds for Tribe’s In-patient Start Up:** Peggy O’Neil suggested
61 that CDFI should look into the opportunity of securing funds to loan the tribe’s
62 in-patient start up and initial operating expenses. Discussion: For similar projects
63 at YIHA, the tribe’s annual allocation for HUD was requested as collateral. YIHA
64 had to show 3% set aside in case of default, but does not have funds for
65 operations. IHS 638 compact could provide loans for this specific need.
66

67 **VII. ACTION ITEMS**

- 68 a. **YANCH 23-06:** Draft Loan Agreement
69 Review of draft loan agreement that would be used for YEDC lending CDFI
70 \$500,000. The loan agreement is the same template the tribe uses for lending to
71 other corporations. Board discusses what CDFI is requiring from their borrowers
72 and feels that we should be expected to do the same for our lender. Michael will
73 work with Christine Williams to add language to the agreement specifying what
74 financial documents shall be required as a borrower.
75

76 **TABLED, rediscuss with additions from OTA.**
77

78 **VIII. Motion to Adjourn @ 10:53**

79 **Next Meeting: September 4th, 2023 10:00 AM.**

80 

81 Secretary, YANCH Board

10/2/2023

Date Approved