

**City of Menahga
Special City Council and
Greenwood Connection Board Meeting Minutes
Monday, March 12, 2018**

A. Call to Order

The Menahga City Council held a regular meeting on Monday, March 12, 2018. Mayor Foss called the meeting to order at 6 pm.

B. Roll Call

Comprising a quorum of the council, the following members were present:

Tim Ellingson	Dennis Komulainen
Maxine McNeece – via skype	Patrick Foss

Comprising a quorum of the board, the following members were present:

Steve Koehne	Glenda Komulainen
Jan Hillstrom	Carol Waaraniemi

C. Audit Presentation

Jed Cheney, CliftonLarsonAllen, LLP:

- Provided an overview of the 2017 Greenwood Connections audit and financial documents;
- Explained how non-cash expenses affect the PERA unfunded liability, debt issuance costs and depreciation affect net profit;
- Discussed how the PERA unfunded liability affected the Long Term Debt to Equity ratio, which was approximately 1.0 prior to the PERA adjustment and 6.8 after the PERA adjustment;
- Reviewed the Debt Service Coverage Ratio which is 3.3. This is higher than the desired 1.0 ratio but is not abnormal considering the 2017 GO Bond which did not have premium payments in 2017; and
- Discussed the PERA unfunded liability and the effect on the net operating margin. Approximately 4.0% prior to PERA adjustment. 0.3% after PERA adjustment.

Main Motion: To approve the 2017 Audit Report (GWC Board)

Moved by:	Waaraniemi
Seconded by:	Hillstrom
Action:	Motion carried by unanimous voice vote.
In favor:	Koehne, McNeece, Komulainen, Waaraniemi, Hillstrom
Opposed:	None

Main Motion: To approve the 2017 Audit Report (City Council)

Moved by:	Komulainen
Seconded by:	Ellingson
Action:	Motion carried by unanimous voice vote.
In favor:	Foss, Ellingson, Komulainen, McNeece
Opposed:	None

D. Meeting Adjourned

Main Motion: To adjourn the meeting at 6:25 pm

Moved by:	McNeece
Seconded by:	Ellingson
Action:	Motion carried by unanimous voice vote.
In favor:	Foss, Ellingson, Komulainen, McNeece
Opposed:	None

Janette M. Bower, Administrator

Patrick Foss, Mayor