

# Redding Swim Team Special Board Meeting

February 28, 2024 at 6:00 p.m.

Shasta College- classroom next to the gym

## UNADOPTED MINUTES

### Welcome:

Present: Mark Wagner, Luke Blehm, Heidi Rupp, Tiffiny McCarley, Denis Villanueva, Christina Acosta, Shannon Faucheux, Kathryn Krzywicki.

Absent: None

### Call to Order:

Meeting called to order at 6:00 p.m. by Head Coach, Mark Wagner

### Approval of Agenda:

Mark motioned to remove all agenda items submitted by recently resigned board member. Luke second.

- Mark expressed concerns regarding retaining items on the agenda, stating the items could be revisited.

Items motioned to be removed from the agenda:

Bylaw Compliance (General Order of Business)

EIDL Loan (Action Item)

Audit (Action Item)

Open an interest bearing Money Market account with Wells Fargo Advisors (Action Item)

Acceptance of Valerie Hiner's Resignation Letter (Action Item)

- Time was allowed for discussion.
- Members voiced concerns/opposition to removing items from the agenda.
- Copies of the current Bylaws were provided to members.

Mark motioned the previous question, Luke second; Motion passed with 5 votes in favor, 2 against, and 1 abstention.

### General Order of Business:

~~Bylaw Compliance (Removed)~~

### Discussion Items:

A. Presentation to the Board of Directors by Jody Thulin regarding the financial expenditures of the EIDL.

- Description of Jody's role- providing fiscal support was provided.
- Description of the history of the EIDL loan was presented.
- Visual Diagram of EIDL loan with general terms and explanation was provided.
  - See attached labelled "Explaining the EIDL Loan"
- Running ledger was provided.
  - See attached labelled "Redding Swim Team EIDL Loan Expensed"
- Bank statements with transfer from Morgan Stanley and Tri-Counties were provided.
  - See attached "Tri-Counties Bank Statements"
- Average Percentage Yield Analysis was provided.

- See attached labelled “Average Percentage Yield Analysis”
- Time was allowed for discussion.

**Actionable Items:**

A. ~~EIDL Loan (Removed)~~

B. ~~Audit (Removed)~~

C. ~~Open an interest-bearing Money Market account with Wells Fargo Advisors. (Removed)~~

D. Reinvest funds currently in Tri Counties Money Market account #3194 into interest bearing account at Wells Fargo.

- Arguments supporting the retention of the loan were presented.
- Time was allowed for discussion.
- Members voiced concerns/opposition regarding retaining the loan.

E. Authorize General Manager Mark Wagner and/or Volunteer Jody Thulin to transfer Tri-Counties bank funds to/from interest bearing Wells Fargo Bank as needed to maximize interest gains.

Luke motioned, Heidi second; Motion passed with 5 votes in favor, 2 against, and 1 abstention.

- Discussion ensued.
- Members voiced disappointment with the board's decision not to defer these action items.
- Members voiced concerns regarding hostility, civility, and lack of transparency/communication.

F. ~~Acceptance of Valerie Hiner's Resignation Letter (Removed)~~

Heidi motioned to adjourn to closed session at 7:52 p.m., Mark second; Motion passed with 8 votes in favor.

Shannon left the meeting at 7:52 p.m.

**Closed Session:**

A. Discuss and action to remove Board President.

B. Discuss personnel issue.

C. Discuss swimmer incident on February 20, 2024.

**Reconvene in Open Session:**

The Board reconvened into open session at 8:17 p.m. The Board had no action to report from closed session.

A. Discuss and action to appoint Board President.

Mark motioned to lay the motion on the table, Heidi second; Motion passed with 7 votes in favor, 0 against. 0 abstention.

**Open Comments:**

Members remaining discussed viewpoints and the potential for better outcomes had the motion regarding funds currently in the Tri-Counties bank been deferred.

Tiffany left the meeting at 8:23 p.m.

Members remaining discussed/offered suggestions for next steps.

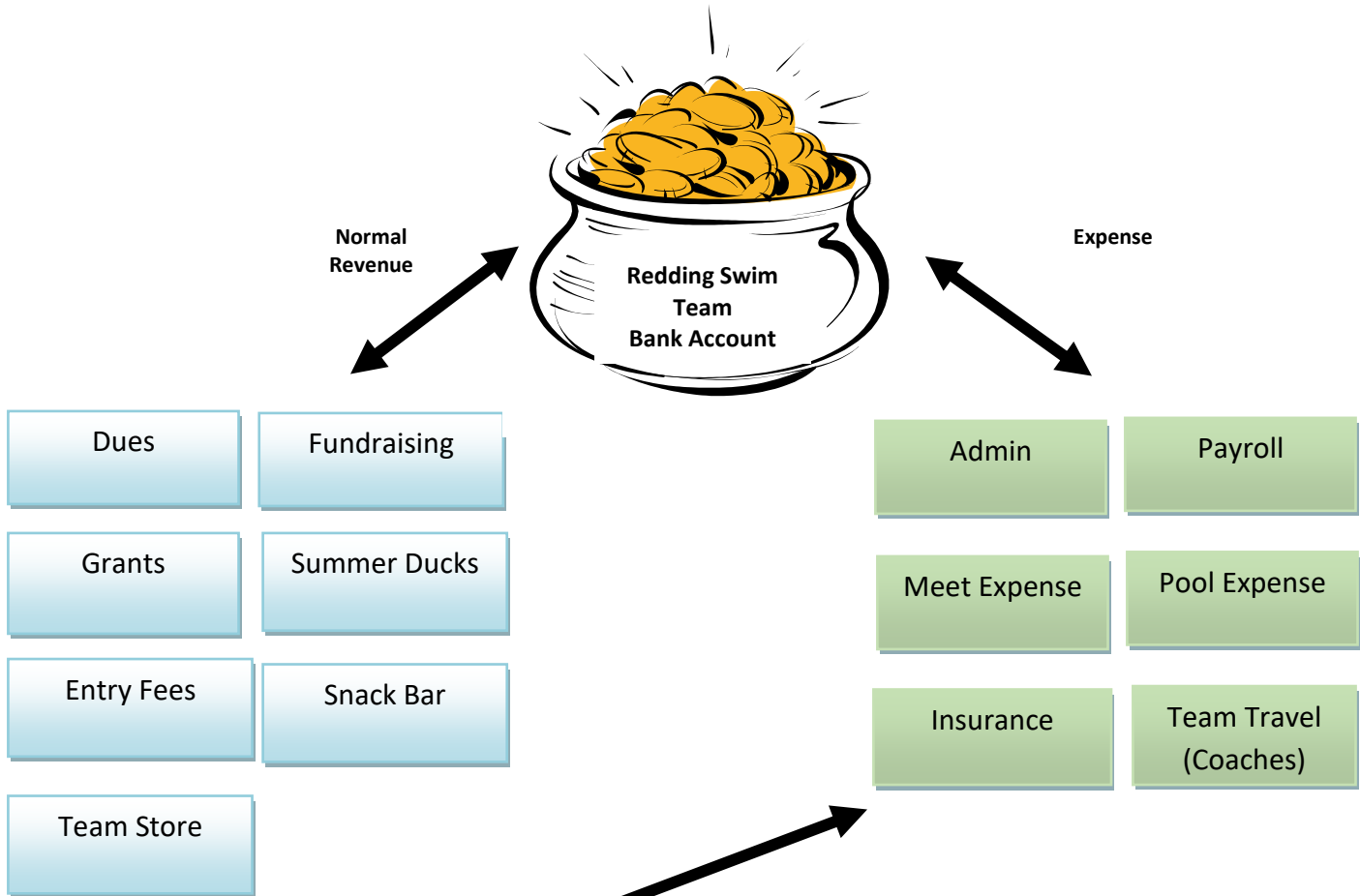
Time was allowed for discussion.

Christina left the meeting at 8:36 p.m.

**Adjourn:**

Luke motioned to adjourn at 8:44p.m.; Heidi second. Motion passed with 5 votes in favor, 0 against. 0 abstention.

# Explaining the EIDL Loan



**1**

**EIDL Loan Proceeds**

EIDLs are best thought of as infusions of capital to keep businesses running on a regular basis as if COVID-19 did not happen. This means that EIDL funds may be used to pay for existing mortgages, leases, rents, inventory, accounts payable, payroll, quarterly taxes, utilities, health insurance, and business credit card balances that would normally have needed to be paid if the coronavirus outbreak had not occurred.

As of September 2021, use of funds was expanded to include payment and pre-payment of business non-federal debt incurred at any time (past or future) and payment of federal debt.

**2**

From January 2020 to July 2022, \$497,300 of EIDL loan proceeds were utilized to pay general operating expense that would have otherwise been paid with the Team's regular sources of revenue.

**3**

As a result, the team's normal revenue accrued and in January 2022, the RAD Board approved investing \$600K with Morgan Stanley.

Redding Swim Team  
EIDL Loan Expensed

Date	Loan Proceeds	Monthly loan expensed	Running Total	Note
20-Jan		21,071	21,071	General operating expense
20-Feb		15,397	36,468	General operating expense
20-Mar		15,716	52,184	General operating expense
20-Apr		7,264	59,448	General operating expense
20-May	117,400	26,408	85,856	Loan proceeds/General Operating expense
20-Jun		27,896	113,752	General operating expense
20-Jul		10,890	124,642	General operating expense
20-Aug		6,298	130,940	General operating expense
20-Sep		9,620	140,560	General operating expense
20-Oct		9,538	150,098	General operating expense
20-Nov		12,441	162,539	General operating expense
20-Dec		16,415	178,954	General operating expense
21-Jan		13,947	192,901	General operating expense
21-Feb		9,734	202,635	General operating expense
21-Mar		12,835	215,470	General operating expense
21-Apr		14,655	230,126	General operating expense
21-May		10,835	240,961	General operating expense
21-Jun		17,640	258,601	General operating expense
21-Jul		24,740	283,341	General operating expense
21-Aug	379,900	51,491	334,831	Loan proceeds/General Operating expense
21-Sep	117,400 <u>497,300</u>	14,163	348,994	General operating expense

Redding Swim Team  
EIDL Loan Expensed




Date	Loan Proceeds	Monthly loan expensed	Running Total	Note
21-Oct		19,338	368,333	General operating expense
21-Nov		21,938	390,271	General operating expense
21-Dec		21,938	412,209	General operating expense
22-Jan		16,509	428,718	General operating expense. Morgan Stanley investment
22-Feb		14,249	442,967	\$442,967 of loan proceeds spent down at the time of the Morgan Stanley investment. \$54,333 remaining of loan to spend down. \$60,461 in bank
22-Mar		17,670	460,637	General operating expense
22-Apr		14,827	475,463	General operating expense
22-May		14,409	489,872	General operating expense
22-Jun		17,389	507,261	General operating expense. \$497,300 in loan expense fully expended
22-Jul		24,061	531,322	General operating expense
22-Aug		29,524	560,847	General operating expense
22-Sep		20,958	581,805	General operating expense
22-Oct		17,502	599,308	General operating expense
22-Nov		21,059	620,366	General operating expense
22-Dec		19,756	640,122	General operating expense
23-Jan		17,475	657,597	Loan repayment began. General operating expense.
23-Feb		18,778	676,375	General operating expense
23-Mar		16,422	692,797	General operating expense
23-Apr		17,917	710,714	General operating expense

*600,000*

Redding Swim Team  
EIDL Loan Expensed

Date	Loan Proceeds	Monthly loan expensed	Running Total	Note
23-May		16,277	726,991	General operating expense
23-Jun		19,288	746,279	General operating expense
23-Jul		24,751	771,030	General operating expense
23-Aug		40,066	811,095	General operating expense
23-Sep		18,561	829,656	General operating expense
23-Oct		16,664	846,320	General operating expense
23-Nov		15,468	861,788	General operating expense. \$587,707 transferred from Morgan Stanley to Tri Counties account ending in 7200/3194
23-Dec		27,390	889,178	General operating expense.
24-Jan		15,849	905,027	General operating expense
24-Feb		TBD	TBD	Balance as of 2/15/24 in Tri Counties Acct 3194 is \$592,742
<b>Total</b>	<b>497,300</b>	<b>905,027</b>	<b>905,027</b>	

**ADDRESS SERVICE REQUESTED**REDDING SWIM TEAM  
PO BOX 992112  
REDDING CA 96099-2112**Service With Solutions**

-  Speak with a Banker: 1-800-922-8742
-  Automated Phone Banking: 1-844-822-2447
-  Online Banking: TriCountiesBank.com

# Save for the future with a Certificate of Deposit.

Whatever you're saving for, a Tri Counties Bank Certificate of Deposit (CD) can help. CDs allow you to earn a guaranteed rate of return, even during times of uncertainty.

Special rates are now available. Contact your local branch, or visit [TriCountiesBank.com](http://TriCountiesBank.com) for current rates.

Member FDIC

**Overall Balance Summary**

Account Type	Account Number	Ending Balance
Business MMI	[REDACTED] 3194	\$592,711.94

**Business MMI-[REDACTED] 3194****Account Summary**

Date	Description	Amount
10/16/2023	<b>Beginning Balance</b>	<b>\$5,000.53</b>
	2 Credit(s) This Period	\$587,711.41
	0 Debit(s) This Period	\$0.00
11/15/2023	<b>Ending Balance</b>	<b>\$592,711.94</b>

**Interest Summary**

Description	Amount
Interest Earned From 10/16/2023 Through 11/15/2023	
Annual Percentage Yield Earned	0.02%
Days in Statement Cycle	31
Interest and/or Reward Paid	\$4.25
Interest Paid this Statement Cycle	\$4.25
Interest Paid Year-to-Date	\$4.66

**Electronic Credits**

Date	Description	Amount
11/03/2023	OLB XFER FR DDA [REDACTED] 7200 TRANSFER FROM CHECKING 72	\$587,707.16





**Business MMI-[REDACTED] 3194 (continued)**




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**Other Credits**

Date	Description	Amount
11/15/2023	INT PMT SYS-GEN	\$4.25

End of Statement

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Member FDIC

**Overall Balance Summary**

Account Type	Account Number	Ending Balance
Not for Profit Business Chkg	[REDACTED] 7200	\$62,091.86

**Not for Profit Business Chkg-[REDACTED] 7200****Account Summary**

Date	Description	Amount
11/01/2023	Beginning Balance	\$54,602.71
	7 Credit(s) This Period	\$610,664.65
	16 Debit(s) This Period	\$603,175.50
11/30/2023	Ending Balance	\$62,091.86

**Deposits**

Date	Description	Amount
11/17/2023	DEPOSIT	\$3,281.63

THIS STATEMENT SHALL BE CONSIDERED CORRECT AND TRI COUNTIES BANK SHALL NOT BE LIABLE FOR ANY DISCREPANCIES IF NOT REPORTED TO THE BANK WITHIN 30 CALENDAR DAYS FROM THE DATE THIS STATEMENT WAS MAILED OR MADE AVAILABLE. RESPONSE TIME FOR REPORTING ERRORS OR INQUIRIES REGARDING ELECTRONIC FUND TRANSFERS OR YOUR AUTOMATIC CASH RESERVE ARE SEPARATELY DISCLOSED. ALL ITEMS DEPOSITED ARE SUBJECT TO RECEIPT OF FINAL PAYMENT.

**HERE'S AN EASY WAY TO BALANCE YOUR CHECKBOOK:**

**(A) UPDATE CHECKBOOK BALANCE**

- Subtract from your checkbook balance any monthly service charges, other bank charges and all automatic withdrawals/payments not previously deducted.
- Add to your checkbook balance all automatic deposits, other deposits and automatic cash reserve advances not recorded.

**(B) VERIFY OUTSTANDING CHECKS**

- Your checks are listed on the front of this statement in check number sequence or in date paid sequence if the check number is not available. An asterisk (\*) indicates missing check number(s).
- Check off each check listed on your check register or stubs.
- List in the space provided all outstanding checks. Add these and enter total.

**(C) RECONCILE BALANCES**

- Enter the ending balance as shown on the front of this statement. (+)
- Add all deposits which are not shown on this statement. (+)
- Enter total of outstanding checks described in (B) above and subtract from the subtotal.

SUBTOTAL →		
THIS TOTAL SHOULD AGREE WITH YOUR CHECKBOOK BALANCE →		

**OUTSTANDING CHECKS**

ITEM NO.	AMOUNT	
<b>TOTAL</b>		

**(D) IF YOU DID NOT BALANCE**

- Verify that the previous month's statement was balanced properly.
- Review all additions and subtractions for errors as well as balances brought forward in your checkbook register.
- Record any outstanding transactions from prior statements.
- Determine that all credits (including Automatic Deposits) shown in the "Deposits" and "Other Credits" sections of this statement are entered in your checkbook.
- Compare the amount of each item listed on this statement against the amounts entered in your checkbook.

**The following notices apply if your account is maintained primarily for personal, family or household purposes.**

**IN CASE OF ERRORS OR QUESTIONS ABOUT YOUR ELECTRONIC TRANSFERS**

Call us at 1-800-922-8742 or write to us at Tri Counties Bank, Customer Service Department, P. O. Box 909 Chico, CA 95927 as soon as you can, if you think your statement or receipt is wrong or if you need more information about a transfer on the statement or receipt. We must hear from you no later than 60 days after we sent you the FIRST statement on which the error or problem appeared.

- (1) Tell us your name and account number (if any).
- (2) Describe the error or the transfer you are unsure about, and explain as clearly as you can why you believe it is an error or why you need more information.
- (3) Tell us the dollar amount of the suspected error.

We will investigate your complaint and will correct any error promptly. If we take more than 10 business days to do this, we will credit your account for the amount you think is in error; so that you will have the use of the money during the time it takes us to complete our investigation.

**Important Notice About Your Tri Counties Bank Visa® Debit Card**

Your Card is enabled with non-Visa debit transaction processing. This means you may use your Card on a PIN-Debit Network without using a PIN or with your PIN. Examples of the types of actions you may be required to make to initiate a Card transaction on a PIN-Debit Network include initiating a payment directly with the biller, possibly via telephone, Internet, or kiosk locations. The non-Visa Debit Network(s) for which such transactions are enabled is the Accel® network.

Examples of the types of actions that you may be required to make to initiate a transaction on your Card include:

- Signing a receipt
- Providing a Card number, expiration date and card verification code over the phone or the internet
- Swiping your Card through a point-of-sale (POS) terminal and entering your PIN or signing for your purchase

The provisions of your agreement with us relating only to Visa transactions are not applicable to transactions that are conducted on networks other than a Visa or Plus network, such as a PIN-Debit Network. This means that for transactions that are processed through networks other than Visa or Plus, the above Visa zero dollar liability protection rules do not apply, even if you did not have to enter a PIN when you conducted the transaction.

**Not for Profit Business Chkg-██████████ 7200 (continued)**
**Electronic Credits**

Date	Description	Amount
11/01/2023	Square Inc SQ231101 <i>Redding Swim Club, Inc</i>	\$2,468.97
11/02/2023	Square Inc 231102P2 <i>Redding Swim Club, Inc</i>	\$64.49
11/03/2023	Morgan Stanley ACH CREDIT <i>Luke B Blehm</i>	\$587,495.62
11/03/2023	Morgan Stanley ACH CREDIT <i>Luke B Blehm</i>	\$211.54
11/07/2023	SWIM PARTNERS IN ACH Pmt <i>Redding Swim Team</i>	\$9,448.00
11/28/2023	Square Inc SQ231128 <i>Redding Swim Club, Inc</i>	\$7,694.40

**Electronic Debits**

Date	Description	Amount
11/01/2023	BKCD PROCESSING FEES <i>REDDING SWIM TEAM</i>	\$89.95
11/02/2023	NATPAY-13463591 BILLING <i>REDDING SWIM</i>	\$116.60
11/02/2023	NATPAY-13463591 TAX IMPOUN <i>REDDING SWIM</i>	\$1,183.15
11/02/2023	NATPAY-13463591 DIR DEP <i>REDDING SWIM</i>	\$4,512.40
11/03/2023	OLB XFER TO DDA ██████████ 3194 <i>TRANSFER FROM CHECKING 72</i>	\$587,707.16
11/06/2023	NORTHSTATE BOOKK ACH <i>REDDING SWIM TEAM</i>	\$328.00
11/09/2023	CAPITAL ONE CRCARDPMT <i>MARK E WAGNER</i>	\$798.93
11/17/2023	NATPAY-13463591 BILLING <i>REDDING SWIM</i>	\$43.00
11/17/2023	NATPAY-13463591 TAX IMPOUN <i>REDDING SWIM</i>	\$756.54
11/17/2023	NATPAY-13463591 DIR DEP <i>REDDING SWIM</i>	\$2,159.22
11/22/2023	PHILA INS CO INS IN 83808060	\$2,912.55
11/27/2023	SBA LOAN PAYMENT <i>REDDING SWIM CLUB INC</i>	\$2,188.00

**Checks Cleared**

Check Nbr	Date	Amount	Check Nbr	Date	Amount
16572	11/13/2023	\$120.00	16576*	11/06/2023	\$20.00
16573	11/13/2023	\$120.00	16579*	11/30/2023	\$120.00

\* Indicates skipped check number

REDDING SWIM TEAM  
P.O. Box 99111  
Redding, CA 96002-0111

16572

11/13/2023

Pay to the order of: Bethany J. Williams \$ 120.00

One hundred twenty and 00/100 DOLLARS

Bethany J. Williams  
8378 King Road  
Redding, CA 96001

#016572# ⑆121435045⑆ [REDACTED] 7200⑆

#16572 11/13/2023 \$120.00

REDDING SWIM TEAM  
P.O. Box 99111  
Redding, CA 96002-0111

16573

11/13/2023

Pay to the order of: Bethany J. Williams \$ 120.00

One hundred twenty and 00/100 DOLLARS

Bethany J. Williams  
8378 King Road  
Redding, CA 96001

#016573# ⑆121435045⑆ [REDACTED] 7200⑆

#16573 11/13/2023 \$120.00

REDDING SWIM TEAM  
P.O. Box 99111  
Redding, CA 96002-0111

16576

11/06/2023

Pay to the order of: Michael Williams \$ 20.00

Twenty and 00/100 DOLLARS

Michael Williams

#016576# ⑆121435045⑆ [REDACTED] 7200⑆

#16576 11/06/2023 \$20.00

REDDING SWIM TEAM  
P.O. Box 99111  
Redding, CA 96002-0111

16579

11/30/2023

Pay to the order of: Aaron Thompson \$ 120.00

One hundred twenty and 00/100 DOLLARS

Aaron Thompson  
2150 Clark St.  
Redding, CA 96002

#016579# ⑆121435045⑆ [REDACTED] 7200⑆

#16579 11/30/2023 \$120.00

Average Percentage Yield Analysis

Interest (APR)	5.20 %
Compound frequency	Yearly ▾
APY	5.2 %
Term	1 yrs ▾ 0 mos ▾
Initial balance	592,742 \$
Final balance	623,564.58 \$

\$30,823 interest
<u>\$26,256 loan payment</u>
\$4,566 in excess

Interest (APR)	5.20 %
Compound frequency	Yearly ▾
APY	5.2 %
Term	5 yrs ▾ 0 mos ▾
Initial balance	592,742 \$
Final balance	763,738 \$

\$170,996 interest
<u>\$131,280 loan payment</u>
\$39,716 in excess

Loan Payment	
\$2,188	per month
\$26,256	annual