

MINUTES – August 4, 2021

Cambridge Area Joint Authority

A regular meeting was held by the Cambridge Area Joint Authority on August 4, 2021 at 6:00 p.m. The meeting was called to order by Chairman Bauer. The following members were present: Jodie Ellis, Paul Frazier, Delores Hale and Marci Dickson. Also, present was Administrator Sandy Pude.

Presentation by Prior Arrangement – Matt submitted a written report

Public Comment - None

Approval of Minutes

A motion was made by Frazier to approve the minutes of the July 6, 2021 meeting. The motion was seconded by Ellis. A poll vote was taken:

ELLIS	-	yes	FRAZIER	-	yes	RESULTS:
HALE	-	abstain	DICKSON	-	yes	4 YES 1 ABSTAIN
BAUER	-	yes				MOTION CARRIED

Treasurer's Report

Revenue Account \$17,738.56
Capital Reserve \$283,539.29
Debt Reserve \$148,181.44

Bond Payment Account \$996,639.63
Operating Reserve \$291,206.25
Primerica Investment Account \$318,794.71

Report of Officers

Chairman's Report – None
Vice Chairman's Report – None
Secretary/Treasurer's Report – None

Administrator Report

A written report was submitted.

Engineer's Report - None

Solicitor's Report – None

Unfinished Business - None

New & Other Business

1. Amendment to Guaranty Agreement

At the Borough Council meeting on August 2, 2021 representatives from the Authority, Cambridge Township and the Borough discussed with Attorney Tim Sennett the recent telephone conference with Moody's Investors Service. Because the Authority had not met their required 120% debt ration coverage for 2020, Moody's was reviewing the Guaranty Agreement between the Authority, Borough and Township. It was suggested by Moody's for all three parties to approve an Amendment to that Agreement which adds a section entitled "Declaration of Default Acceleration". In the event of a declaration of default acceleration, if CAJA wasn't able to make full and prompt payment, the Borough and Cambridge Township would guarantee full and prompt payment according to their pro-rata share amount.

Attorney Sennett said that the Trustee, The Bank of New York, has not been in contact with the Authority regarding a declaration of default acceleration, it was only Moody's that is reviewing their credit rating.

Sennett said if the Trustee or 15% of the Bond Holders were to authorize a declaration of default acceleration, the Authority would receive a written notice and have 30 days to provide a financial plan.

A motion was made by Hale to approve the Amendment to the Guaranty Agreement. The Amendment adds a clause entitled "Declaration of Default Acceleration". The motion was seconded by Ellis. A poll vote was taken:

ELLIS	-	yes	FRAZIER	-	yes	RESULTS:
HALE	-	yes	DICKSON	-	yes	5 YES
BAUER	-	yes				MOTION CARRIED

Approval of invoices

A motion was made by Hale to approve payment of the invoices. The motion was seconded by Frazier. A poll vote was taken:

ELLIS	-	yes	FRAZIER	-	yes	RESULTS:
HALE	-	yes	DICKSON	-	yes	5 YES
BAUER	-	yes				MOTION CARRIED

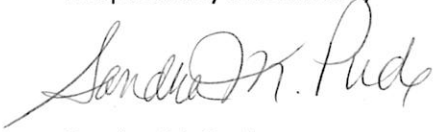
Adjournment

A motion was made by Frazier to adjourn the meeting. The motion was seconded by Dickson.
A poll vote was taken:

ELLIS	-	yes	FRAZIER	-	yes	RESULTS:
HALE	-	yes	DICKSON	-	yes	5 YES
BAUER	-	yes				MOTION CARRIED

Meeting adjourned at 6:20 p.m.

Respectfully Submitted,



Sandra M. Pude
Administrator

