

APPROVED

TOWN OF GRANTHAM TRUSTEES OF TRUST FUNDS MEETING MINUTES March 12, 2019

Trustee Coakley called the meeting of the Town of Grantham Trustees of Trust Funds (TTF) to order at 12:03 PM on Tuesday March 12, 2019, in the Jerry Whitney Memorial Conference Room in the Grantham Town Building, located at 300 Route 10 South in Grantham.

PRESENT: Trustee James Coakley, Trustee Maria Dahlman, and Trustee Robert Fogg.

REVIEW AND APPROVE MINUTES OF THE FEBRUARY 12, 2019 MEETING: A motion was made by Trustee Fogg, and seconded by Trustee Coakley to approve the minutes of the February 12, 2019 meeting as distributed. *Approved. Trustee Dahlman abstained as she had not attended the meeting.*

BOOKKEEPER'S REPORT: Trustee Fogg reported that the checks for the withdrawals from six Village District of Eastman Trust Funds approved at the February meeting were delivered to the Village District Office on March 11, 2019.

NEW BUSINESS

SAU #75 DEPOSIT: Trustee Dahlman reported that SAU #75 had forwarded a check for \$50,000.00 to be deposited in the Tuition ETF (unanticipated students) account. The check was deposited in February 21, 2019.

SUGAR RIVER BANK – FINANCIAL ASSESSMENT AS OF DECEMBER 31, 2018

Pursuant to the TTF's Investment Policy, the trustees are required to review Sugar River Bank's (SRB) financial position every six (6) months to insure it retains a 5 rating by Bauer Financial or a comparable institution.

Trustee Dahlman obtained the Bank Highlights Report issued by Bauer Financial, Inc. for the bank's fiscal year ending December 31, 2018. The report stated that SRB continues to be assigned a 5-Stars rating by Bauer Financial. Other highlights include the following:

- 1- SRB has been assigned 5-Stars for 106 Consecutive quarters
- 2- The Leverage Capital Ratio using Tier 1 capital remains very strong and improved to 13.88% at FYE 12/31/18 vs. 13.48% at 12/31/17. If a bank's Tier 1 leverage ratio is greater than or equal to 4%, it is considered to be well-capitalized.

APPROVED

- 3- Profits for the year increased 91% to \$1.9MM
- 4- Return on Assets and Return on Equity also improved year-over-year to 0.66% and 4.93% respectively. The improvement was driven by the increased earnings.
- 5- Non-Performing Assets increased to 0.58% from 0.56% at FYE 12/31/2017; however, NPA as a percentage of total assets remains very acceptable when compared to other banks.

VILLAGE DISTRICT OF EASTMAN REQUEST FOR INFORMATION: The Village District of Eastman requested information regarding allowable charges against the Water Treatment Trust Fund. On review of the minutes of the District meeting that established the fund, it was determined that any expenditure that supports the Water Treatment activity is allowable.

NEW TRUST FUNDS: The Town of Grantham, The School District and the Village District of Eastman are all holding their annual meetings this month. Both the School District and the Town of Grantham have agenda items to create new trust funds. As the minutes from the meetings become available, and the initial funding is received, the Trustees will create a new file for each account and add the accounts to the reporting system.

ADJOURNMENT: There being no further business, a motion was made by Trustee Fogg, seconded by Trustee Dahlman and approved unanimously to adjourn at 12:30 PM. The next Trustee meeting is scheduled for Wednesday April 10, 2019 at 12:00 noon in the Jerry Whitney Memorial Room. This is a departure from the normal meeting day and time.

Respectfully submitted,

James F. Coakley, Trustee
Maria N. Dahlman, Trustee
Robert E. Fogg, Trustee