

Cypress Cove Water Supply
Corporation
Special Board Meeting Minutes

DATE: May 1, 2020

Call to Order: Friday May 1, 2020 at 5:04 pm

Present: Gilead Ziemba, Walter (Sid) Jones (Secretary/Treasurer), Shelly Ludwig (President)

Guest: Linda Midkiff Grissom

Purpose of Meeting: The purpose of this meeting is to acknowledge that Cypress Cove Water Supply has submitted to Texas Regional Bank (Lender) an application for a loan under the Small Business Administration (SBA) Paycheck Protection Program in the amount of \$29,138.00. The loan request has been approved and terms of the loan shall be two years from the loan date. Payments will be required beginning October 22, 2020 and monthly payments will be an amount equal to the amount necessary to fully amortize the THEN-OUTSTANDING principal balance of the Loan (ie, any portion of the Loan Amount **that has not been forgiven** at an Interest Rate of 1%.

Pursuant to the Section 1106 of the CARES Act, the loan is subject to the limited loan forgiveness provisions of Section 1106 of the CARES act and the SBA Interim Final Rule Dated April 2, 2020 and the amount of the loan forgiveness is determined by and is subject to the sole approval of the SBA.

A motion was made by Walter (Sid) Jones and seconded by Gilead Ziemba to approve the acceptance of the SBA "PPP" loan in the amount of \$29,138.00.

It is further resolved that Shelly Ludwig, Chairperson of the Corporation, be and he hereby is authorized and directed for and on behalf of this Corporation to execute and deliver the Loan Documents and to take such other action in the consummation of the transactions herein contemplated as he shall deem to be necessary or desirable, and any and all acts heretofore taken by him to such and are hereby expressly ratified and confirmed as the acts and deeds of this Corporation.

Adjournment:

Adjourned at 5:08 pm



Secretary, CCWSC