

## **AGENDA ITEM # VI.**

### **Five County Association of Governments Revolving Loan Fund Board Appointments March 2012**

The Five County Association of Governments has operated a Revolving Loan Fund (RLF) since July 1986. The RLF is intended to provide supplemental financing to start-up and growing businesses in the region that may not be able to generate adequate capital from private sector lenders. The RLF “fills the gap” between available private sector debt and equity capital and the owner’s capital resources. In 25 years of operation, the RLF has injected more than \$7.6 million into 117 business deals, resulting in the creation of more than 760 jobs.

The RLF is operated pursuant to policies outlined in the regional Revolving Loan Fund Plan adopted in July 1987 and last amended in November 2010. The amended Plan increases the number of positions on the Loan Administration Board from seven to nine. The Board structure is as follows:

The RLF is administered by the Five County Loan Administration Board. The nine (9) member board is composed of the following:

- 2 Bankers
- 2 Business Owners/Managers
- 1 Utah Workforce Services Western Regional Council Representative
- 1 Five County Economic Development District Representative
- 1 Equity/Investment Representative
- 1 Chamber of Commerce Representative
- 1 County or Municipal Attorney

This board is responsible to the Five County Association of Governments Steering Committee. The members of the Board serving because of another affiliation remain on the Board for the duration of their terms of office in the related affiliation. Five County Loan Administration Board members serve for two-year terms. The terms are staggered so that two terms expire every two years. Members are appointed by the Steering Committee, and may be reappointed to additional terms. The Steering Committee may dismiss any Board member for cause. One reason for dismissal for cause is the absence of a member from three (3) consecutive meetings.

We are proposing that one of the banker slots be filled by **Darrin Duncan** from State Bank of Southern Utah in Cedar City. Darrin is a long-time State Bank employee who works in the auditing portion of bank operations.

Brock Belnap, Washington County Attorney, has agreed to assign one of his deputy attorneys to fill the attorney slot. We hope to have a name for approval at the March meeting.

Richard VanAusdahl is retiring from his position at the Southwest ATC in May. We will ask for a replacement nominee at the next Workforce Services Regional Council meeting. Suggestions for the Workforce Services and the two business owner/manager slots will be considered at the June meeting.