

Rock Springs Library

October 20, 2020

Call to Order: 6:12 p.m.

Roll Call: Suzie Clam, Penny Duffin, Jean Holtz, Becky Penzkover, Sarah Weber

Staff Present: Katie Schofield

Citizen Appearances: None

Discussion: The Board briefly discussed the history of the Greenpoint investment. A gift to the library to be used strictly for children was initially given in October of 2016, with additional funds added at a later date. At that time, returns on CDs were extremely low. After a presentation to the Board by Michael Hull from the Greenpoint investment firm, the Board unanimously voted to invest the funds with Greenpoint in hopes of gaining greater returns on its investment. A total of \$65,000.00 was deposited with CUNA in Madison.

Due to unforeseen events beyond the Board's control, the Board has been presented with 5 legal options with regard to its investment in the Greenpoint Tactical Income Fund LLC and GP Rare Earth Trading Account LLC. An option must be chosen by October 27, 2020. The first option would be for the library to retain its interest in Greenpoint with an 8.5% yearly redemption option to be used for library operating expenses. The other 4 options are for the library to be paid in cash available after one year after acceptance of the effective date of the reorganization plan at the following rates and for the following holding times: 1.) 40% of the net invested capital 1 year after the effective date; 2.) 60% of the net invested capital 2 years after the effective date; 3.) 80% of the net invested capital 2 ½ years after the effective date, or; 4.) 100% of the net invested capital 3 years after the effective date.

The Board discussed the current status of Greenpoint, the role of the Board with regard to administering its financial responsibilities, and the various options available to it. The feasibility of appointing a bonded financial secretary assigned specifically to overseeing the Greenpoint investment will be discussed at the November board meeting. To best carry out its fiduciary responsibility and attempt to recoup all of its initial investment, the Board opted to accept the 4th redemption option.

Motion to Approve Option #4: Redemption by three years after the Effective Date: Paid in Cash Available at Distribution at 100% of the holder's Net Invested Capital. Duffin; 2nd, Clam. Motion carried.

Motion to Adjourn: Clam; 2nd, Penzkover. Motion carried. Meeting adjourned at 6:52 p.m.

Submitted by: Becky Penzkover, Secretary