

# VERMONT ECONOMIC DEVELOPMENT AUTHORITY

## ALCO COMMITTEE

### Minutes

June 28, 2024

A video conferencing meeting of the Members of the Vermont Economic Development Authority's Asset Liability Committee (ALCO) and VEDA Management convened on June 28, 2024 beginning at 8:01 a.m. Those Members of the Committee present: T. Gallagher, Chair; C. Carpenter; J. Goldstein (designee for L. Kurrle) and S. Voigt. Also present via video conferencing: T. Foster, Board Member. Those Members present represented a quorum. Staff Members present: C. Polhemus, Chief Executive Officer; T. Richardson, Chief Financial Officer; R. Grzankowski, Chief Operating Officer; C. Houchens, Chief Risk and Resource Officer; H. Hook, Senior Accountant and A. Wright, Executive Assistant and Facilities Manager. Staff joining the meeting later via video conferencing: P. Samson, Chief Lending Officer.

#### Minutes of March 29, 2024

On a motion by J. Goldstein, seconded by C. Carpenter, the Minutes of the March 29, 2024 ALCO meeting were approved by those Members of the Committee present by a vote of 3 to 0 with the Chair abstaining.

#### ALCO Committee Memo

T. Richardson provided Members with the ALCO Dashboard as of May 31, 2024, indicating a healthy balance sheet with strong capital and liquidity to support future growth. Discussion ensued regarding the interest rate environment.

#### FY2024 Recap and FY2025 Draft Budget Review

T. Richardson provided Members with the proposed FY2025 budget noting VEDA expects to draw the remaining SSBCI funds, which will provide a favorable increase in net assets despite continued thin net interest and core operating margins. S. Voigt asked about any sustainability concerns, and discussion continued regarding the significant capital and low leverage position of VEDA compared to similar organizations. VEDA will continue to balance

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net asset growth with mission-based activity and maintains the financial strength to continue offering discounted rates for the near term. Next, T. Richardson noted that capital expenditure could be significant based on recent estimates for repairs to the Montpelier office. Upon the recommendation of the Committee, T. Gallagher indicated the consensus is to recommend approval of the Budget to the full Board of Directors, and a final version will be presented at the July 26, 2024 ALCO meeting for formal recommendation to the Board.

Board Financial Summary

T. Richardson presented the Members with the Board Financial Summary for the period ending May 31, 2024.

ALCO Charter Review


T. Richardson provided Members with recommended changes to the ALCO Charter. Recommended changes will increase Committee Members and clarify that the Committee is charged with recommendation of the organization's annual budget to the full Board of Directors. Members unanimously approved of the changes.

Other Business

There being no other business to properly come before the Committee, on a motion by J. Goldstein, seconded by S. Voigt, the meeting adjourned at 8:52 a.m.

ATTEST:

Asset Liability Committee

By:   
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Thaddeus G. Richardson, Chief Financial Officer