



CAMBRIA COMMUNITY HEALTHCARE DISTRICT

BOARD AGENDA STAFF REPORT – 02

TO: Board of Directors

FROM: Iggy Fedoroff, Finance Committee Chairman
Linda Hendy, Administrator/Director of Finance

DATE: September 22, 2026

DESCRIPTION: Update to Previously Approved Line of Credit Financing; Proposed Adoption of Resolution 64-26 – Authorization of a Taxable Non-Revolving Line of Credit

RECOMMENDATION

Discuss the update on Columbia Bank's revised requirements and costs for the previously approved line of credit.

FISCAL IMPACT

Initial costs to establish the line of credit are estimated at \$12,000 to \$27,000. Annual renewal costs are expected to be \$2,500 to \$5,000.

BACKGROUND

On August 25, 2026, the Board approved establishing a line of credit to support District operations. Following that approval, Columbia Bank's Government Division provided additional information regarding required loan documentation and related costs.

DISCUSSION

Columbia Bank's Government Division requires the bank's legal counsel to prepare the loan documents and District legal counsel to review them. Additional costs include a loan origination fee and annual renewal fees.

Revised Cost Estimates:

- Bank legal counsel document preparation: \$5,000
- District legal counsel review: Approximately \$5,000 to \$15,000
- Loan origination fee: \$1,875
- Annual renewal fee: \$2,500

The estimated initial cost to establish the line of credit is therefore \$12,000 to \$27,000, excluding any future renewal costs.

CONCLUSION

To offset the costs of establishing the line of credit, the District anticipates using operations funding from a grant provided by the Trust to CCHD to support capital-related payments. A proposed resolution may be presented to the Board at a future meeting.

BOARD ACTION

No Board action is required at this time.