

MINUTES EDAP BOARD MEETING

MAY 19, 2015

Jean Soine called the meeting to order at 7:00 a.m. Members present were Bruce Stang, Kay McDaniel, Don Pietsch, and Renee Eckerly, City Administrator. Chris Stanley, Al Habben, and Don Wiese were absent. Also present were Marilyn Blonigen, Sweet Nook Bakery; and Leslie Klehr, Design Portrait Studio.

Motion was made by McDaniel to approve the minutes from the October 21, 2014, November 25, 2014, and February 17, 2015 EDAP Board meetings. Seconded by Stang and unanimously carried.

SMALL BUSINESS GRANT LOAN – K-PAYNE

Eckerly reviewed that this is Small Cities money and K-Payne came last Fall for approval and was approved at that time; however, the project was not completed.

Motion was made by Pietsch to approve a Small Cities Grant Loan for K-Payne and recommend such to the City Council. Seconded by Stang and unanimously carried.

EDAP SMALL REVOLVING LOAN – DESIGN PORTRAIT STUDIO

Leslie Klehr, Design Portrait Studio presented information regarding an EDAP Small Revolving Loan of \$10,000.00. Klehr has purchased Sheri's Studio from Sheri Wegner and would like to pay Wegner off so that her cash flow is better. Klehr has purchased the inventory and has until the end of the year to pay Wegner off. The inventory would be collateral. Klehr rents from Carolyn Swyter.

Motion was made by Pietsch to send the application to the EDAP Finance Sub-Committee. Seconded by Stang and unanimously carried.

Eckerly will electronically distribute the by-laws to the Board.

COMBINE EDAP & BANK LOANS – SWEET NOOK BAKERY

Marilyn Blonigen, Sweet Nook Bakery was in attendance and wants to combine the remaining balances on her EDAP Loan and Bank Loan into one EDAP Loan. The current EDAP Loan was started on 6-17-13 for \$15,000.00 and is to end on 5-17-18. The Board asked why. EDAP has a lower interest rate and that one payment would be easier. The Board discussed that the by-laws state that EDAP is a gap financier. The Board would like to have Eckerly research whether EDAP has done a combined loan with no gap before. The bakery has no issues with its loans. Eckerly will research and report back at the next meeting and keep Blonigen updated. The bank loan balance \$5,932.71 and the EDAP loan balance is \$10,045.38.

ECONOMIC STATUS OF COMMUNITY

The Board discussed proposed new businesses.

PAST DUE LOANS

The Board questioned Bloom's pay-off amount.

MEMBER RESIGNATION/REPLACEMENT – PAY DEL CO REPRESENTATIVE

Motion was made by Stang to accept the resignation from Al Habben from the EDAP Board, effective immediately; however, will remain on the EDAP Finance Sub-Committee and recommend such to the City Council. Seconded by McDaniel and unanimously carried.

It was suggested to check with Wayne Nelson to see if he would serve on the Board.

INFORMATIONAL

The Revolving Loan Report was reviewed.

There being no further business the meeting was adjourned at 7:35 a.m.