

**MINUTES
SPECIAL EDAP BOARD**

JULY 23, 2013

Jean Soine called the meeting to order at 7:00 a.m. Members present were Chris Stanley, Bruce Stang, Kay McDaniel, Don Pietsch, Alan Habben, and Renee Eckerly, City Administrator. Don Wiese was absent.

Motion was made by Pietsch to approve the minutes of the July 16, 2013 EDAP Board Meeting. Seconded by Stanley and unanimously carried.

SUBORDINATION REQUEST – SWEET NOOK BAKERY

It was reported that Blonigen will not be able to get full funding with the Credit Union if this is not approved.

Motion was made by Soine to approve the subordination Agreement and recommend such to the City Council. Seconded by Habben and unanimously carried.

MANUFACTURING WEEK PARTICIPATION

2008 was the last time the City participated in Manufacturing Week. This is held in the month of October. It was suggested to ask Skinz if they would participate.

Motion was made by Pietsch to participate in Manufacturing Week this October. Seconded by Habben and unanimously carried.

EDAP LOAN PROCESS

The Board reviewed the following issues:

1. 20 year loans with a 10 year balloon
2. Only allowing loans for up to 50% of the revolving loan funds

A Small Business Loan (SBA) has to be 20 years with a 10 year balloon, but EDAP can state that there will not be a refinance on the remaining 10 years. Pietsch reported on the positive reaction from the Township regarding the proposed changes.

Motion was made by Stanley to approve the changes to the loan documents and recommend such to the City Council and Township Board. Seconded by Habben and unanimously carried.

REVOLVING LOAN STATUS REPORT

The Board requested changes to the Revolving Loan Status Report and to have the Township add their Revolving Loan amounts. The amount in the Township's Revolving Loan Fund is \$300,000.00 - \$350,000.00. The Board discussed the history of loans and was impressed by the number of businesses EDAP has assisted.

EXPLORE MINNESOTA

Eckerly reported on the Explore Minnesota registration for manufacturing and tax credits available for using college interns.

INDUSTRIAL PARK LAND

It was reported that there is no land available again for industrial property. The Board discussed what the City's plan is for industrial development. Eckerly will put a comprehensive plan map on the next agenda. Pietsch reported on the railroad crossing improvements and costs. Five years ago it was estimated at \$200,000.00 to put up cross arms because the railroad intends to increase the train speeds.

There being no further business the meeting was adjourned at 7:58 a.m.