

**MINUTES
SPECIAL EDAP BOARD MEETING**

MARCH 22, 2016

Chairperson, Jean Soine called the meeting to order at 7:30 a.m. Members present were Bruce Stang, Chris Stanley, Kay McDaniel, Don Wiese and Wayne Nelson. Also present was Renee Eckerly, City Administrator. Don Pietsch was absent.

There were no minutes presented for approval.

EDAP LOAN – SALON 227 & FIREHOUSE COFFEE

Soine reported that the EDAP Finance Sub-Committee has met and supports the loan request from Koronis Living, LLC, Rachel and Shawn Hoppe.

Soine reported that the EDAP Finance Sub-Committee is recommending less than the \$30,000.00 requested. The Sub-Committee arrived at \$21,000.00 using the following breakdown:

\$14,000.00	Coffee Equipment
\$7,000.00	Remodeling

Rent will be \$1,000.00 per month. Paynesville Township will not be participating in this loan of \$21,000.00. Ms. Hoppe plans to add one person to her staff.

It was reported that the Department of Health will need to inspect the premises. Hoppe had the Department of Health review the hair salon and coffee services in the same building. Hoppe is also planning on moving into food in the future. There was further discussion on using a blanket lien on any current and future equipment. There will be no floral services or space rented out for anything else.

Motion was made by Stanley to approve the EDAP loan in the amount of \$21,000.00 for 7 years at 3.75% interest for Salon 227 & Firehouse Coffee and to have first position (blanket lien) on all the equipment. Seconded by Wiese and passed 5:1 (Stanley, yes; Soine, yes; Stang, yes; Wiese, yes; Nelson, yes; and McDaniel, no).

The Board also discussed the risk of the loan and the Small Business Administration (SBA).

There being no further business the meeting was adjourned at 8:10 a.m.