

MINUTES EDAP BOARD

MARCH 30, 2010

The meeting was called to order by Bruce Stang at 12:05 p.m. Other members present were Jeff Thompson, Chris Stanley, and Gene Beavers. Absent were Alan Habben, Don Pietsch, and Don Wiese. Also present were Renee Eckerly, and Kent Marthaler, KC Companies.

Motion was made by Thompson to approve the minutes from the January 10, 2010 EDAP meeting. Seconded by Beavers and unanimously carried.

KC COMPANIES

Kent Marthaler was in attendance and reported the following:

- Gave a brief background on his business
- Relocated to Pequot Lakes
- Have built in 12-13 communities
- Have sold some due to the request from outside sources
- Goal is to keep and retain business and not flip
- Groundbreaking in Ida Grove, Iowa
- Like smaller communities
- Ground level, single story facilities
- Home atmosphere for building model
- Looking for property in Paynesville
- Have been trying to build here since 2006
- Land has been the issue
- They are looking for 3-5 acres
- Assisted living and phase 2 memory or special care facility
- City sewer and water is preferred
- Looked at Ferche and south, but not right fit for need
- Would like light commercial or residential
- Two properties that are being looked at – 605 Lake Ave. and land over by BMX park
- Want a community to build in this fall
- 3.6 million dollar project
- Bank finance 2.5 million
- Builder finance \$633,215.00
- TIF amount of \$410,821.00
- Could be a pass as go
- Low income funding and Enterprise Zone was used in Ida Grove
- Facility would be for both (low income and average – close to 50%)

Eckerly asked about the effect of a 40 unit facility built in Richmond. Thompson asked about a working relationship with the hospitals. Marthaler stated that in the communities they are in they have a good relationship. The Board discussed the process. Eckerly will contact the City's TIF consultant.

Marthaler further reported:

- This facility would be 40 units; constructed in 2 phases
- Employment would be around 20 people
- Land is key for this community

Eckerly stated that the Budget & Finance Committee reviewed this and did not have a recommendation for Council.

It was mentioned having retention in business; keeping people here for their care.

Marthaler wants to wait on TIF information.

It was recommended that the land request go on the next Council agenda. Marthaler will be on the agenda and will send a file for that meeting. In Aitkin, they have a hospital and nursing home with assisted living.

Motion was made by Stanley to request the City Council to review the viability of the project. Seconded by Stang and unanimously carried.

STATUS OF EDAP LOANS

Queen Bees

Eckerly reported on the status and the communications she has had with Doris Wendlandt.

Hartmann

Eckerly visited with them on payment arrangements and arrangements have been made to get caught up by May 2010.

Bowden

Eckerly reported on the status of the loan and will do some further research.

ELECTION OF OFFICERS

Motion was made by Thompson to elect Bruce Stang as Chairperson, Al Habben as Vice Chair, and Renee Eckerly as Secretary. Seconded by Beavers and unanimously carried.

MEETING SCHEDULE

Beavers can't do noon meetings.

Motion was made by Beavers to set the EDAP Board meetings for the third Tuesday of each month at 7:00 a.m. Seconded by Thompson and unanimously carried.

MAY MEETING

The May 18th meeting will be moved to May 20th at 7:00 a.m.

INCUBATOR

No update.

ECONOMIC STATUS OF COMMUNITY

No update.

THE PARTNERSHIP MEETING REPORT

Eckerly reported that this was not a productive meeting.

AWNING UPDATE

This item was not discussed.

EDAP LOAN APPLICATION

This item was not discussed and will be on the next agenda.

INFORMATIONAL

The low interest loans available to Cold Spring businesses were discussed and how different they are from Paynesville's.

The Revolving Loan Reports were reviewed.

There being no further business the meeting was adjourned at 1:00 p.m.