

## **MINUTES EDAP BOARD MEETING**

**JUNE 16, 2015**

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

**Motion was made by Stanley to approve the minutes from the May 19, 2015 EDAP Board meeting. Seconded by McDaniel and unanimously carried.**

### **EDAP LOAN – LAMB LABOR SERVICES**

Gilmore reviewed his project to purchase a downtown building and is requesting \$10,000.00. Gilmore has over 25 fulltime employees of which nine of them are making more than \$40,000.00 a year. Gilmore would like to remodel and take over a downtown vacant building. He has a loan and the Building Official has done a walk through with Gilmore and didn't find much that had issues. Gilmore's business just celebrated its 2<sup>nd</sup> Anniversary. Gilmore has the information to contact Tri-CAP for revolving loan money. Gilmore will have an apartment upstairs and possibly rent out an area on the main floor. Wall Street's prime rate is 3.25%.

**Motion was made by Stang to approve the EDAP loan for LAMB Labor Services for \$10,000.00 for 10 years at 3.5% interest contingent upon receiving a positive recommendation from the EDAP Finance Sub-Committee and recommend such to the City Council. Seconded by Pietsch and passed (Stanley abstained).**

### **MEMBER APPOINTMENT**

**Motion was made by Pietsch to appoint Wayne Nelson representing Pay Del Co to the EDAP Board, effective immediately and recommend such to the City Council. Seconded by Stanley and unanimously carried.**

### **ECONOMIC STATUS OF COMMUNITY**

Eckerly reported on the Yarmon Tax Abatement, 4 new home inquiries and has a meeting today with someone interested in buying a downtown business. Also maybe in the near future a 48 apartment unit complex for market rate apartments.

### **PAST DUE LOANS**

Midwest Cylinder – The Credit Union will own it in August. Bill Spooner is working on this for the EDAP Board.

Bloom – Loan is past due and Eckerly believes they will pay when the business is sold.

Eats & Treats – Eckerly will contact them.

### **COMBINE EDAP & BANK LOANS – SWEET NOOK BAKERY**

The Board discussed Blonigen's reasoning of coming to the Board to reduce to one payment and lower the interest rate, which is what an owner should do. However, EDAP is not a full financier. EDAP offers gap financing only.

**Motion was made by Pietsch to deny the request to combine the EDAP and bank loan for the bakery, due to being a gap financier. Seconded by Nelson and passed (McDaniel and Stang abstained).**

### **EDAP SMALL REVOLVING LOAN – DESIGN PORTRAIT STUDIO**

The Board reviewed the loan request and it still needs to go to the EDAP Finance Sub-Committee for a recommendation.

Eckerly and Stang will try to get a meeting scheduled with Habben for the EDAP Finance Sub-Committee.

### **INFORMATIONAL**

The Revolving Loan Report was reviewed.

There being no further business the meeting was adjourned at 7:55 a.m.