

MINUTES EDAP BOARD MEETING

JUNE 21, 2016

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

Motion was made by Stanley to approve the minutes from the March 8, 2016 and March 22, 2016 EDAP Board meetings. Seconded by Pietsch and unanimously carried.

LOUIS INDUSTRIES - MIF

Louis explained his request for the interest to be eliminated or reduced. The EDAP Board reviewed the request to reduce or eliminate the interest in the amount of \$2,220.10 on the early payoff. It is difficult to start this precedence of forgiving interest accrued. Louis Industries are good stewards and have exceeded their expectations. The Board stated that paying the loan off early doesn't matter the interest is still due. This is not interest for future projects this is interest that accrued while Louis Industries were using it and there is no penalty for early pay off. This is how EDAP increases the money available to lend out. The interest is cheap and many others have paid off early and did not receive a reduction.

Motion was made by Stanley to deny the reduction in interest accrued for early pay-off for Louis Industries. Seconded by McDaniel and unanimously carried.

Louis suggested that the cost of future expansion is a lot of money and assistance such as MIF or Revolving Loans should not be tied to jobs, tie it to increase land value and EDAP needs to use bank rate not prime rate when doing the lending. EDAP's interest rate is based on 10 year prime.

EDAP LOAN APPLICATION

The Board reviewed the examples from the cities of Wheaton and Trimont. Some changes were suggested. Eckerly will revise the document and bring it back to the Board. The Board would like it sent out early for review.

EDAP is a gap financier which requires another financial institution to be involved.

BILLBOARD

Steve Anderson, Franklin Outdoor Advertising contacted Eckerly regarding the community billboard is looking tired and needs to be replaced. McDaniel will bring back some ideas.

ECONOMIC STATUS OF COMMUNITY

Eckerly mentioned the following:

- Assisted living facility – across from Opportunity Park

- Community Apartment – 7 persons have rented
- Winstrom
- Heatherwood Plat Three Lots

INCUBATOR

Intention is toward technology companies. The Board discussed a location and stick built versus pre-built. Eckerly will see what the State has for funding options. There are some commercial areas available in the Township.

PAST DUE LOANS AND THE REVOLVING LOAN REPORT

The past due loans and revolving loan report were reviewed.

There being no further business the meeting was adjourned at 8:00 a.m.