

**MINUTES
EDAP BOARD MEETING**

JULY 16, 2019

The meeting was called to order by Chairperson, Chris Stanley at 7:00 a.m. Members present were Mark Dingmann, Len Gilmore, Shawn Reinke, Bruce Stang, and Wayne Nelson. Renee Eckerly, City Administrator was also present. Don Wiese was absent.

Motion was made by Reinke to approve the minutes from the June 18, 2019 EDAP Board meeting. Seconded by Dingmann and unanimously carried.

SUBORDINATION – EDAP LOAN - BLUE STEM FLOWERS

It was reported that a different greenhouse was required to meet Minnesota Building Code due to wind and snow load. This increased the project \$90,000.00 and pushed the project into winter. The Credit Union is working on a new loan for \$337,500.00. The new valuation on the property is \$361,000.00. EDAP is currently in second position and EDAP would invest no new money. The collateral position is the same as now, just the amount owed to the Credit Union has increased.

Motion was made by Stang to subordinate mortgage to a new mortgage of \$267,500.00 and \$35,000.00 and second position on both mortgages for Blue Stem Flowers and recommend such to the City Council. Seconded by Gilmore and unanimously carried (Stanley abstained).

The business is going very well.

DEMOLITION LOAN APPLICATION

The Board discussed the loan and the worst case is that if the property doesn't sell in 2 years; the City would need to start paying back the loan. The Council will have the final decision on this; however, EDAP does not want the money to come from the revolving loan fund. The City can take the money from the general fund. This is a great program, but suggested to find a developer first.

EXPLORATORY MEETING – TOURISM CAMPAIGN

Eckerly reported that the next meeting is at 3:00 p.m. today in Cold Spring.

TIF – 1-16 SENIOR LIVING – TOM OPATZ

This item was tabled.

PAST DUE LOANS

This item was tabled until the next meeting.

DOWNTOWN REDEVELOPMENT PLAN

This item was tabled until the next meeting.

FORECLOSURE – 212 GARFIELD AVE. – SMALL CITIES LOAN

A verbal report was given.

ECONOMIC STATUS OF COMMUNITY

Apartments are being proposed for the former funeral home property on James St. The laundry service was also mentioned.

INFORMATIONAL

The Revolving Loan Report was reviewed.

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