

**MINUTES  
EDAP BOARD MEETING**

**AUGUST 21, 2018**

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

**Motion was made by Stanley to approve the minutes of the March 20, 2018 EDAP Board meeting. Seconded by Nelson and unanimously carried.**

**EDAP LOAN – TODD & LAURI LOKKEN**

The Lokken's would like to move Blue Stem Flower Shop and build a pole barn type structure on the first three commercial lots (lots 4-7) in Wilglo. They have made an offer on the first seven lots for \$125,000.00. They have a floral and greenhouse background. Total cost of the project is \$267,000.00. They have a \$50,000.00 line of credit for equipment through SBA. The Credit Union will finance 80%. The Credit Union appraised the land and building at \$343,000.00. The Lokken's are looking at selling the residential lots and the sale of these lots would go directly onto the payment of the loan. The lots will be listed between \$18,500.00 - \$20,000.00. The project is \$142,000.00 in sales which is conservative. They are contributing \$120,000.00 of their own cash. There will be a hoop type structure that meets Minnesota wind, snow and drift load for floral and nursery. The last commercial lot will be used for growing. It was suggested to approve \$35,000.00 for 20 years with a 10 year balloon at 5.25% interest for the land purchase. The Township would be participating in this loan.

**Motion was made by Pietsch to send the application to the EDAP Finance Sub-Committee for further review and recommendation. Seconded by Nelson and unanimously carried.**

The closing date is scheduled for September 17, 2018. A Special EDAP Board meeting will be scheduled for September 5, 2018 at 7:00 a.m. at Queen Bee's Bar & Grill. The EDAP Finance Sub-Committee will meet on August 28, 2018 at 7:00 a.m.

**SMALL CITIES REVOLVING LOAN – LEN GILMORE**

Eckerly explained funding the money. Gilmore explained the cost of the remodel at \$45,000.00 with a 20% match of his own money.

**Motion was made by Stanley to approve the Small Cities Revolving Loan of \$28,000.00 to Lamb Labor Services and recommend such to the City Council. Seconded by Stang and passed (Gilmore abstained).**

**EDAP REVOLVING LOAN SUBORDINATION - BILL FUCHS**

**Motion was made by Nelson to approve the subordination to Falcon National Bank and recommend such to the City Council. Seconded by Gilmore and unanimously carried.**

## **ECONOMIC STATUS OF COMMUNITY**

The former Electric Motor building is for rent at \$750.00 per month; it also has 3 phase power.

## **INFORMATIONAL**

The Revolving Loan Report was reviewed.

There being no further business the meeting was adjourned at 8:15 a.m.