

**MINUTES  
SPECIAL EDAP BOARD**

**SEPTEMBER 10, 2013**

Jean Soine called the meeting to order at 7:05 a.m. Members present were Bruce Stang, Kay McDaniel, Chris Stanley, Don Pietsch, and Renee Eckerly, City Administrator. Don Wiese and Al Habben and were absent. Lance Louis and Kevin Wall were also in attendance.

**Motion was made by Stanley to approve the minutes of the August 20, 2013 EDAP Board Meeting. Seconded by Stang and unanimously carried.**

**LOUIS INDUSTRIES – EDAP LOAN & MN INVESTMENT FUND (MIF)**

The loan request is for \$300,000.00. MIF would be \$80,000.00 of which \$20,000.00 is forgivable. \$60,000.00 would be the loan after the forgivable portion. There would be a guaranteed increase of 5 jobs in 2 years. The term of the loan is 7-10 year with quarterly payments including MIF and the Revolving Loan. Lance Louis will call to confirm 7 or 10 year payments. Lance Louis wants the \$20,000.00 forgiven upfront.

The Township has a little over \$300,000.00 in their Revolving Loan Fund. This loan would be a 50:50 split. It needs to be stated that EDAP is not forgiving \$20,000.00; it is part of the MIF process. Both MIF and the Revolving Loan will be tied to the piece of laser equipment. The piece of equipment (laser machine) would be collateral worth \$700,000.00. EDAP needs to put a money lien within so many days of purchasing to secure collateral.

The interest rate is at 3.5%. The closing date is tentatively being set for October 10, 2013. Louis' would like the 30,000 square foot building completed by December 31, 2013.

**LOAN REVISIONS**

The EDAP Loan revisions were adopted by the City Council on August 28, 2013 with the biggest change in regards to the 50% lending amount.

**LOAN DOCUMENTS – INDUSTRIAL APPLICATION**

The Board discussed changing the loan on machinery/equipment from 7 years to not exceed 10 years.

**Motion was made by Pietsch to change the section on machinery from 7 years to not exceed 10 years on the Industrial/Commercial application and recommend such to the City Council. Seconded by Stanley and unanimously carried.**

**MANUFACTURING WEEK**

Valley Industries will not be able to host the event. It was suggested to go to Skinz.

## **ECONOMIC CONDITION**

Jimmy's Pizza has closed. There have been a couple of businesses wanting to come to Paynesville, but have not been able to purchase the land/buildings. The police are currently addressing Bella's Bargains outside storage and Premiere Motors.

Dennis Wilson's building is available and the Urban Fuchs Family Trust land maybe for sale.

There being no further business the meeting was adjourned at 7:50 a.m.