

MINUTES EDAP BOARD

SEPTEMBER 21, 2010

The meeting was called to order by Bruce Stang at 7:00 a.m. Other members present were Chris Stanley, Don Pietsch, Gene Beavers, Alan Habben, and Jeff Thompson. Don Wiese was absent. Also present was Renee Eckerly, Jeff Hawksworth, Tammy Hawksworth, and Mark Mitzel, CMFCU.

Motion was made by Stanley to approve the August 17, 2010 EDAP Board meeting minutes. Seconded by Stang and unanimously carried.

SKINZ EDAP LOAN

Skinz needs an additional \$30,000.00 due to the appraised value coming in less. The total cost of the new project is \$656,000.00 just for the building. The Credit Union is at 90% and SBA is at the maximum. The appraised value decrease is due to comparative values. There is a few that have sold and the ones that have sold are bank sales. The Board discussed the prior equity sheet handout from May 2010. Currently Skinz employs 12 persons and have already hired one additional person. On May 27, 2010 EDAP approved \$80,000.00 at 3.50%. Without the additional money, Skinz would have to sell equipment. The Finance Sub-Committee didn't feel the risk increased that much from the \$80,000.00 to the \$110,000.00. Mitzel stated that the State Law is limiting the amount that the Credit Union can fund. Pietsch had some concerns if the Township would approve the additional money.

Motion was made by Beavers to rescind the \$80,000.00 from May 27, 2010. Seconded by Thompson and unanimously carried (Stanley abstained).

Motion was made by Thompson to approve the \$110,000.00 loan for 20 years with a 10 year balloon at 3.25% interest plus .25% (or 3.50%) with collateral on the Bakery, 511 Minnie St., and the new building and land and split with the Township. Seconded by Beavers and unanimously carried (Stanley abstained).

Hawksworth closed last week at the Credit Union and will close with SBA after the project is finished.

INCUBATOR

It was asked that with the grant can EDAP put up a building under the grant and sell it to the business that is renting it. It was further asked can EDAP have multiple loans up to \$1 million dollars. Eckerly would further research if EDAP can get the grant and build a structure for a business and when can EDAP sell the building.

ECONOMIC STATUS

Five businesses are looking at land out by the airport. A realtor was in yesterday and has two clients interested in land along Hwy. 23. The Voss lot on Minnie St. is in the Preliminary Plat

stage at the Township for October 6th. There was some discussion on the LaPlant property and that the City is proceeding to get this property cleaned up.

PAST DUE LOANS

It was reported that there has been no word from Bowden's. Bloom's are still behind and Queen Bee's are hanging in there.

GERONIMO WIND ENERGY

Stang is continuing to meet with representatives from Geronimo Wind Energy.

INFORMATIONAL

The Board reviewed the Revolving Loan Report.

There being no further business the meeting was adjourned at 7:45 a.m.