

Harmony EDA Minutes

April 19, 2016
7:30 AM

Council Room
Community Center

Present: Chris Skaalen, Steve Donney, and Kerry Kingsley

Also Present: Richard Nethercut, Jerome Illg, and Chris Giesen

The special meeting was called to order at 7:36 AM by Chris Skaalen.

Industrial Park Land Sale: Agreement Modification

Illg and Giesen presented a technical issue that came up in the closing of the sale of real estate to Trevor Case, recently authorized by the board. Because of state statutes that require certain language be recorded in the property's deed, financing of the construction of the building became an issue for Mr. Case. The city attorney recommended that the board subordinate its development agreement to the mortgage that will be used for the construction of the building to resolve this issue. He added that the board would not be signing the mortgage to assume financial liability, but would be subordinating similar to when it uses its loan fund and holds real estate as collateral. The board discussed.

Motion by Donney, second by Kingsley to subordinate the development agreement with Trevor Case to First Southeast Bank and to authorize board officers and staff to sign the necessary paperwork. Motion carried 2-0-1; Skaalen abstained.

Hearing no objections, Skaalen adjourned the meeting at 8:01 AM.