

Sargent County Development Authority

Minutes

Date of Meeting: 2-22-11

Time: 7:30 AM

Location of Meeting: Sargent County Courthouse commission Room

PRESENT: Jay Jacobson, Jerry Erickson, Bill Anderson, Terry Dusek, Sandy Hanson, Mike Walstead, Ron Narum

Meeting Called to Order: Chr Ron Narum

Minutes of Last Meeting Presented: December 15th, 2010 minutes were read and presented to the board. Terry Dusek/Mike Walstead moved/2nd to approve minutes as presented. Motion carried unanimously.

Treasurer's Report: The account activity report was presented to the board for review. This report is initiated by the SC Auditor office. Jerry/Jay moved/2nd to approve the activity report as presented to the group. Motion carried unanimously.

Committee Reports:

Waswick Chiropractic and Four Seasons are making payments regularly.

OLD BUSINESS

R & G Inc – Kim Beckstrom reported by phone to Sandy that the Loan has been approved subject to the Pace program. If no community steps up the SB & T would have to come up 2/another plan for loan. As per Kim's comments, we can come up with a lesser amount. They will have our interest buydown. Question- Would it be a payback to SB & T or BND? If pays entire amount it sits in an escrow. If loan goes bad whatever is not used up would come back to JDA. After 10 yrs both other loans are pd up and our escrow is used up – then R & G has a loan directly with us for payback. If \$59,000.00 each yr the interest would be taken out. We would need to get our paperwork in order and get security on as much as possible and as payment to other two are made our mortgage moves up. Comment- If we have involvement we need to make sure R & G authorizes to release information. Terry/Jay move/2nd to request that R & G provide authorization to release information. Comment – We should get Lyle Bopp, SC States Attorney on board to assist with the legal documents. Motion carried unanimously.

Veterinary Clinic – That is being looked thru the PACE program as well. Jay explained that the JDA Service revolving Loan program. Comment- the legislation shows that the \$ have to be set aside. Lyle has requested an Attorney General opinion. This usually takes some time. Fingstons have moved forward to find another bank to guarantee the \$ so at this point the JDA is not needed in this business venture. Lyle did have a discussion with the Ass't AG regarding this. The way the law is understood makes it hard for a group such as ours to provide assistance to new businesses.

With no other old business Ron moved to new business.

NEW BUSINESS

Community Reports:

With no new business brought to the floor Ron moved to Round table for comments from the members.

Milnor, Gwinner, and Forman were all aware and have had conversation with Nooson Bobcat regarding a building that they are interested in leasing. At this time none of the communities had a bldg in place but have all looked at construction. Bobcat has specific specs and it appears the lease is fairly short term (5 yr lease at this time) in regards to the cost of the building to construct to the specs needed by Bobcat. At this time no confirmed lease agreements or construction plans in any of the communities have been made.

With no further Business the meeting was adjourned.

Sandra Hanson
Recording Secretary