

CITY OF PIERZ
Official Minutes of the Pierz City Council Public Hearing Meeting
November 22 2010
6:30 PM

Members present: Toby Egan, Stephanie Fyten, Rollie Hartmann, Mary Korf, Maureen Watercott.


Meeting was called to order at 6:35 p.m.

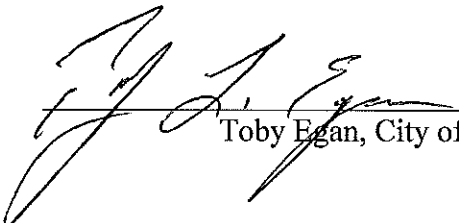
A public hearing for the Economic Development Authority was held to discuss the financial request by Becker Screen Printing and Design for the purchase and rehabilitation of a building located at 225 Main Street North (currently Margie's Antiques). The purchase agreement is currently for \$54,000 plus closing costs, and Becker's estimate nearly \$20,000 in rehabilitation costs. With the help of the Small Cities Development Grant Program, the Becker's could have those rehabilitation costs split in to 1/3rds and would have it covered by 1/3 grant, 1/3 loan to SCDP, and 1/3 owner's match. It was decided that Becker's would receive funding from the city to cover the purchase of the building and the 1/3 owner's match for the SCDP, not to exceed \$61,400. The loan would be set up over 15 years at 1% interest, with there being the following covenants:

- a. After five (5) years of the loan, the Becker's would be required to refinance to either paying the remaining amount off, refinancing to a 10 year loan (five years remaining), or remaining at the 15 year loan but increasing the interest rate to market interest rate, determined by the EDA.
- b. The collateral for the loan would be the building

A final decision would be made at the Council meeting.

Meeting was adjourned at 7:00 pm.


Mary Korf, Clerk City of Pierz


Toby Egan, City of Pierz Mayor