

**City of Madison Lake**  
Economic Development Authority Minutes  
Monday, April 30, 2014 at 7:00 PM

**Call to Order**

Chair VanDeusen called the meeting to order at 5:02 pm.

**Roll Call**

**Members Present:** Bob VanDeusen, Kenneth Reichel, Randy Knauss, Mike Tatge, Dick Fasnacht and Carolyn Hiniker

**Members Absent:** None

**Staff Present:** City Administrator Ari Klugman

**Others Present:** None

**3. Approval of the Agenda**

3A) Approval of Agenda

**A motion by Tatge**, seconded by Reichel to approve the agenda.

Roll Call: Ayes: Reichel, Hiniker, Tatge, VanDeusen, Fasnacht and Knauss

Nays: None

Motion carried.

**4. Revolving Loan Fund**

4A) Resolution #2014-1: Approving the Expenditure of Federal Revolving Loan Funds (Max Anderson)

- City Administrator Klugman explained in front of the EDA is the final part of the revolving loan fund process for Max Anderson for the purchase of the hardware store at 421 Main Street. The EDA has been working on the loan since last fall and Max has bank approval at this time. Mr. Anderson will receive \$62,500 for a 20 year term at an interest rate of 3.0% annually.

**A motion by Reichel**, seconded by Tatge to approve Resolution 2014-1.

Roll Call: Ayes: Reichel, Hiniker, Tatge, VanDeusen, Fasnacht and Knauss

Nays: None

Motion carried.

4B) Revolving Loan Fund application Barb Dillon

- City Administrator Klugman stated Barb Dillon owner of the Lucky Lure has brought forward a revolving loan fund application to help purchase Memory Manor and turn the building into a pizza and ice cream place.
- Chair VanDeusen asked for more detailed financial statements and a personal disclosure.
- Commissioner Reichel asked for Dillon to provide comparisons to other communities of 1,500. He also asked for more detailed information on what all is included, specifically whether the building acquisition was included.
- Chair VanDeusen asked for a more detailed business plan and for any assumptions being made, including more detailed information on Dillon's bankruptcy.
- Commissioner Hiniker stated she thought bringing delivery pizza and ice cream into Madison Lake would be beneficial.
- Commissioner Tatge stated he thought there were already plenty of pizza options in the City.
- City Administrator Klugman said she would meet with Dillon and bring back more information at a future meeting.

**Adjournment**

**A motion by Reichel**, seconded by Hinicker, to adjourn the meeting at 6:15 pm.

Roll Call: Ayes: VanDeusen, Fasnacht, Tatge, Reichel, Hiniker, and Knauss

Nays: None

Motion carried.

Attest:



\_\_\_\_\_

Ari Klugman, City Administrator