

**COMMUNITY DEVELOPMENT COMMITTEE MINUTES**  
**February 27, 2013, City Hall, Merrill, WI**

Present: Ron Peterson, Ryan Schwartzman, Adam Rekau, Pete Koblitz, Betsy Wiesneski, Daniel Schneider and Nancy Kwiesielewicz.

Others Present: Robert & Trina Johnson representing Johnson Pharmacy; their accountant Tim Sandholm; Kurt Rust representing Lincoln County Bank; Jim Warsaw, CWED Loan Administrator; Jack Sroka, Economic Development Director; and Shari Wicke, Community Development Program Administrator.

The meeting was called to order at 8:00 a.m. Ms. Wiesneski made a motion to approve the minutes of the previous meeting; seconded by Mr. Schneider. The motion carried.

Ms. Wicke informed the committee of the application & review process for a Community Development Block Grant loan. No action needed.

Motion by Mr. Schwartzman to convene in closed session pursuant to Wis. Statutes Section 19.85(i)(e) for consideration of personal financial data related to the loan# 2006-51-SESS & application loan#2013-61-JOHN; seconded by Mr. Koblitz the motion carried 6-0 on roll vote.

Discussion was held in closed session.

Motion to reconvene in open session was made by Mr. Schwartzman; seconded by Mr. Schneider, motion carried. The meeting reconvened in open session.

Ms. Kwiesielewicz made a motion to approve a loan from Central Wisconsin Economic Development (CWED up to \$60,000 to Johnson Pharmacy of Merrill LLC, at an interest rate of 2% with an amortization of 7 years. The loan will be secured by a General Business Security Agreement (GBSA) on the assets of Johnson Pharmacy of Merrill LLC and supported by the unlimited secured personal guaranties of Robert and Trina Johnson which will be secured by a 2<sup>nd</sup> position on the 40 acres on Swede Road, Merrill, WI, 2<sup>nd</sup> position Assignment of Rents and Leases at 407 W. Main Street, Merrill, WI, 2<sup>nd</sup> position on Assignment and Rents and Leases at N1172 Center Rd, Merrill, WI. In addition the loan is to be supported by the unlimited secured corporate guaranty of Johnson Gifts & Home Décor, LLC which will be secured by a 2<sup>nd</sup> position GBSA on all of the Company's assets; and the unlimited secured corporate guaranty of Johnson Properties of Merrill LLC which is to be secured by a 2<sup>nd</sup> position GBSA on all of the Company's assets. The motion was seconded by Mr. Schneider. The motion carried with Mr. Schwartzman and Ms. Wiesneski abstaining from the voting.

Motion was made by Ms. Kwiesielewicz to extend the loan to Shear Essentials LLC up to 1 year at current terms; motion was seconded by Mr. Koblitz and motion carried.

No public comment.

There being no further business to discuss, Mr. Schwartzman made a motion to adjourn; seconded by Mr. Rekau. The motion carried. Adjournment was at 9:25a.m.

Respectfully submitted,  
Shari Wicke