

CITY OF MERRILL
COMMUNITY DEVELOPMENT COMMITTEE
Thursday, April 18, 2013 at 8:00 A.M.
Basement Conference Room at City Hall
1004 E. First Street

**Voting members: Ronald Peterson, Chairman, Alderman Ryan Schwartzman,
Pete Koblitz, Nancy Kwiesielewicz, Adam Rekau, Daniel Schneider
and Betsy Wiesneski.**

AGENDA

1. Call to order
2. February 27, 2013 meeting minutes
3. The Committee may convene in closed session pursuant to Wis. State Statutes Sec. 19.85 (1) (f) for consideration of personal financial data related to Lilowe Properties request for CWED loan subordination to People's Bank
4. If the Committee has convened in closed session, the Committee will then reconvene in open session, the committee will possibly take action on Lilowe Properties request for CWED loan subordination to People's Bank.
5. Consider homeowner emergency loan application requested for File#9751 and verify consideration of applicable of conflict of interest requirements.
6. Consider homeowner loan application upgrade request for File#9750 and verify consideration of applicable of conflict of interest requirements.
7. Public Comment
8. Adjourn

Ronald Peterson, Chairman

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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 2nd position on the 40 acres on Swede Road, Merrill, WI, 2nd position Assignment of Rents and Leases at 407 W. Main Street, Merrill, WI, 2nd 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 2nd 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 2nd 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