

ECONOMIC DEVELOPMENT AUTHORITY/CITY COUNCIL
JOINT PUBLIC HEARING
THURSDAY, JANUARY 6, 2000
10:00 A.M. – CITY HALL

The Crosslake City Council and the Economic Development Authority held a joint public hearing on Thursday, January 6, 2000 at 10:00 A.M. Present at the hearing were: Mayor Darrell Swanson, Councilmembers Charles Miller, Irene Schultz, Dean Swanson and Richard Upton. Present from the EDA was Gilroy Arvig, Dean Swanson and Richard Upton. Also present was City Administrator Thomas Swenson, General Manager Kevin Larson, City Attorney Paul Sandelin and Deputy Clerk Darlene Roach.

Mayor Swanson called the public hearing to order at 10:03 A.M. followed by Vice Chairman Arvig calling the EDA public hearing to order.

City Attorney Sandelin stated that due to changes in the Law effective August 1, 1999, the State has mandated new requirements for granting business subsidies. The purpose of this hearing is to review the Business Subsidy Policy and Business Subsidy Criteria which was prepared by City Attorney Sandelin.

The Business Subsidy Policy will apply to the Revolving Loan Fund and Tax Increment Financing within the City. State Statute also requires that when a business subsidy is approved, there will be a more specific agreement that needs to be signed for each application. This agreement would be similar to a loan agreement. City Administrator Swenson stated that since the Council just received the information this morning, it may be beneficial to read the Business Subsidy Criteria. As each paragraph was read, the Council and Vice Chair Arvig discussed the information and made changes as they felt appropriate. City Attorney Sandelin will revise the document based on input received. It was requested that signature lines for the Mayor, City Administrator, and EDA Chairman and Vice Chairman be included with the revised document. The EDA will review the document at a meeting scheduled at 1:00 P.M. this date. If approved, the EDA will make a recommendation to the City Council for approval at the January 10, 2000 Regular Meeting.

General Manager Kevin Larson asked if the Revolving Loan Fund Committee would get authorization to execute the Business Subsidy Agreement and City Attorney Sandelin stated that once the City approves the Business Subsidy Policy and Agreement, the details can be worked on by the Economic Development Authority.

Councilmember Schultz asked if there was anything in these documents to protect the City such as in Belle Plaine where the motorcycle company obtained money from the City. City Attorney Sandelin stated that it was a good question to ask and that precautions need to be taken in the underwriting and review of the requests.

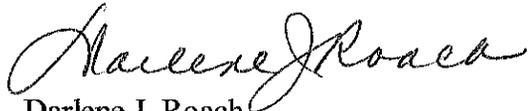
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PAGE 2 OF 2 PAGES

There being no input from the public, MOTION PH3-01-01-99 WAS MADE BY CHUCK MILLER AND SECONDED BY RICHARD UPTON TO CLOSE THE PUBLIC HEARING AT 11:02 A.M. MOTION CARRIED WITH ALL AYES.

MOTION EDAPH1-01-01-99 WAS MADE BY RICHARD UPTON AND SECONDED BY DEAN SWANSON TO CLOSE THE PUBLIC HEARING AT 11:02 A.M. MOTION CARRIED WITH ALL AYES.

Recorded and transcribed by,



Darlene J. Roach
Deputy Clerk