

CALEDONIA ECONOMIC DEVELOPMENT AUTHORITY
SPECIAL MEETING
Tuesday, February 22, 2011

CALL TO ORDER: Following due call and notice thereof, Member Murphy called the meeting to order at 12:00 p.m. in the Council Room, City Hall.

ROLL CALL: Members present: Kathy Nelson, Harley Meiners, and Tom Murphy. Members absent: Craig Schroeder, Mike Werner, and Randi Vick. Consultants and City Staff present: Andrew Barbes and Jennifer Feely. Visitors present: None.

EDA LOAN SUBORDINATION REQUEST.

A. Andrew Barbes shared that Caledonia Oil is currently exploring obtaining a SBA loan through Eitzen Bank. To do so, the Caledonia EDA must agree to subordinate its position for the right to collect debt that has been reduced in priority. The basis for Caledonia Oil's request is to consolidate debt with Eitzen State Bank in an effort to improve business cash flow and obtain a lower interest rate on debt so as to keep the business operational. Discussion ensued. No action was taken as the consensus of the committee is to obtain more information and discuss again at the upcoming meeting.

ADJOURNMENT: There being no further business before the assembly, the meeting concluded at 1:00 p.m.

Craig Schroeder, President

Jennifer Feely
City Clerk/Administrator