

Pursuant to due call and notice thereof, a meeting of the North Mankato Port Authority Commission was held in the Council Chambers of the Municipal Building on Monday, November 16, 2009.

President Hensel called the meeting to order at 12 noon. The following were present: Commissioners Knutson, Arnold, Hensel, Kirschbaum, Zellmer, Abbott and Steiner, Executive Vice President Sande, Finance Director Mork and Secretary Gehrke.

#### Approval of the Minutes

On a motion by Commissioner Steiner, seconded by Commissioner Knutson, the minutes of the Port Authority meeting of November 5, 2009 were approved.

#### Finance

##### Report of Executive Vice President

##### A. Recommendation for Sale of \$1,385,000 G.O. Taxable Refunding Bonds, Series 2009A

Executive Vice President Sande reported bids were taken this morning for the sale of \$1,385,000 General Obligation Taxable Refunding Bonds, Series 2009A. He reported the following five bids were received for this issue:

<u>Bidder</u>	<u>Net Interest Cost</u>	<u>True Interest Rate</u>
Cronin & Co., Inc.	\$278,574.28	3.684174%
Robert W. Baird & Co., Inc.	\$291,456.63	3.872946%
Wachovia Securities, LLC	\$295,918.28	3.939012%
United Bankers' Bank	\$297,859.16	3.958766%
Northland Securities, Inc.	\$302,316.25	4.019694%

As a result of the bids received, it was possible to reduce the actual face value of the issue to \$1,370,000.

##### Res. No. 15-09 Accepting Offer on Sale of \$1,370,000 G.O. Taxable Refunding Bonds, Series 2009A

Commissioner Kirschbaum moved, seconded by Commissioner Knutson, to adopt Resolution No. 15-09 Accepting Offer on Sale of \$1,370,000 G. O. Taxable Refunding Bonds, Series 2009A, to Cronin & Co., Inc. for a net cost of \$278,574.28 and a true interest rate of 3.684174%. Vote on the Resolution: Knutson, Arnold, Hensel, Kirschbaum, Zellmer, Abbott and Steiner, aye; no nays. Motion carried.

##### B. Final Approval of Thin Film Technology Loans

Executive Vice President Sande presented a letter from Dan McElroy, Commissioner of Minnesota Department of Employment and Economic Development informing us that the City of North Mankato's application for a Minnesota Investment Fund grant in the amount of \$250,000 was approved for loan to Thin Film Technology for their project financing. The Port Authority previously granted preliminary approval of a \$250,000 loan from the Port Authority Revolving Loan Fund. Both loans are at an interest rate of 4.00 percent with a 20-year amortization and will share a surety position with the BENCO loan and be

subordinate to financing from US Bank and the Small Business Administration. Closing of the loans is scheduled for December 1, 2009. Commissioner Abbott moved, seconded by Commissioner Steiner, to give final approval of the \$250,000 loan from the DEED grant funds and the \$250,000 loan from the Port Authority Revolving Loan Fund to Thin Film Technology. Vote on the motion: Knutson, Arnold, Hensel, Kirschbaum, Zellmer, Abbott and Steiner, aye; no nays. Motion carried.

C. Approval of Grant Application for Dave Dorland/Bonito Guadalajara

Executive Vice President Sande presented a grant request in the amount of \$19,098 from Dave Dorland dba Bonito Guadalajara for the improvements at this location. He reported the work is completed and invoices submitted in the amount of \$57,296. The grant request is for 1/3 of this amount or \$19,098. Commissioner Abbott moved, seconded by Commissioner Arnold, to approve the grant application for Dave Dorland/Bonito Guadalajara in the amount of \$19,098. Vote on the motion: Knutson, Arnold, Hensel, Kirschbaum, Zellmer, Abbott and Steiner, aye; no nays. Motion carried.

Other Business

Executive Vice President Sande reported LorRay Drive is now open. The exterior walls of the Timpte building are up and the parking lot has been paved. The building permit has been issued for the funeral home project and work should begin on this project soon.

Open Meeting to the Public

President Hensel opened the meeting to the public with no one appearing.

There being no further business, the meeting was adjourned at 12:15 p.m.

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President

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Secretary