

**THE MINUTES OF THE REORGANIZATION AND REGULAR MEETING OF THE
HIBBING ECONOMIC DEVELOPMENT AUTHORITY
Wednesday, January 26, 2022**

TIME AND PLACE: A Reorganizational and Regular Meeting of the Hibbing Economic Development Authority was held on Wednesday, January 26, 2022, at 5:00 p.m.

CALL TO ORDER: President Shari Majkich Brock called the meeting to order at 6:15 p.m.

ATTENDANCE: Present at roll call were President Shari Majkich Brock, Vice President Rick Cannata, Member Jennifer Hoffman Saccoman, Member Steven Jurenes, Member Roger Kivela, Member Shelly Hanson, and Member John Schweiberger. Also present were City Attorney Andy Borland, City Administrator Greg Pruszinske, Sr. Executive Assistant Candie Seppala, and City Clerk-Treasurer Mary Ann Kepler.

2022 OFFICIAL APPOINTMENTS/DESIGNATIONS:

Member Hoffman Saccoman, supported by Vice President Cannata, moved to appoint Shari Majkich Brock as President of the 2022 HEDA on an interim basis.

Motion CARRIED

Member Hoffman Saccoman, supported by Member Jurenes, moved to appoint Rick Cannata as Vice President of the 2022 HEDA.

Member Kivela, supported by Member Schweiberger, moved to appoint Steve Jurenes as Vice President of the 2022 HEDA

Roll-Call Vote for Member Cannata:

President Shari Majkich Brock	Yes
Vice-President Rick Cannata	Yes
Member Jennifer Hoffman Saccoman	Yes
Member John Schweiberger	No
Member Steve Jurenes	Yes
Member Roger Kivela	No
Member Shelly Hanson	Yes

Motion CARRIED (With a roll call vote for Mayor Rick Cannata 5-2)

Vice President Cannata, supported by Member Kivela, moved to appoint Sheena Mulner as Treasurer of the 2022 HEDA.

Motion CARRIED

Vice President Cannata, supported by Member Hoffman Saccoman, moved to appoint Candie Seppala as Secretary of the 2022 HEDA. Motion CARRIED

Motion CARRIED

Member Jurenes, supported by Member Kivela, moved to appoint Andy Borland of Sellman Borland Simon Law Office as the Attorney of the 2022 HEDA.

Motion CARRIED

Vice-President Cannata, supported by Member Hoffman Saccoman, moved to appoint the Executive Committee as President Shari Majkich Brock, Vice President Cannata, Clerk-Treasurer Sheena Mulner, City Administrator Greg Pruszinske, and Sr. Executive Assistant Candie Seppala

Motion CARRIED

Vice President, supported by Member Schweiberger, moved to designate the Mesabi Daily News as the official newspaper of the 2022 HEDA.

Motion CARRIED

Member Schweiberger, supported by Vice President Cannata, moved to designate American Bank, US Bank, Wells Fargo Bank, Security State Bank, National Bank of Commerce, 4M Fund, Wells Fargo Advisors, US Bank Investment Services, Inc., and Wells Fargo Investment Services as the 2022 depositories for HEDA.

Motion CARRIED

Member Jurenes, supported by Member Hoffman Saccoman, moved to approve the respective depositories designated safekeeping entities.

Motion CARRIED

ADDITIONS/DELETIONS:

- **ADD: CONSENT AGENDA #2**

APPROVAL OF MINUTES:

Member Kivela, supported by Vice President Cannata, moved to approve the minutes of the Regular Meeting of the Hibbing Economic Development Authority of December 1, 2021.

Motion CARRIED

Member Kivela, supported by Member Jurenes, moved to approve the minutes of the Special Meeting of the Hibbing Economic Development Authority for December 10, 2021.

Motion CARRIED

CONSENT AGENDA:

Member Hoffman Saccoman, supported by Vice President Cannata, moved to approve Consent Agenda Item #1 - #4.

Motion CARRIED

1. Affirm Economic Development Loan Fund balance as of December 31, 2021 in the amount of **\$ 482,272.93**
2. Approve disbursements for the month of January, 2021 in the amount of **\$4,022.00**
 - Chisholm Hibbing Airport Authority (January, 2022 rent) \$ 300.00
 - Sellman Law Office Invoice for HEDA – November, 2021 \$ 315.00
 - Sellman Law Office invoice for HEDA – December, 2021 \$ 560.00
 - Lockridge Grindal Nauen P.L.L.P. – January, 2022 \$1,650.00
 - Barr Engineering for Hibbing Fire Inspection #23692383.00-4 \$ 1,197.00
3. Set the HEDA Working Session for Tuesday, February 15, 2022 at 5:00 pm, City Hall Council Chamber
4. Set the Regular Meeting of HEDA for Wednesday, February 16, 2022 at 4:45 p.m.

BOARD REPORTS:

1. **Authorize the following COVID – 19 Business Assistance HEDA Loans. No repayment on the loans will be due for the first six months, followed by 60 months of principal only payments**

Sr. Executive Assistant Candie Seppala explained that HEDA has reached the goal of getting \$850,000 out into the community. Each loan was payment free for the first 6 months with principal only payments for 60 months.

- Wicked Apothecary

The first loan applicant is Wicked Apothecary. They are on Etsy, and they have their own website. Their customers are as far away as Lithuania and Sweden. They are looking for an \$18,000 Covid loan. This would help them obtain more products. Stacy Lind is the owner, and she will be giving a personal guarantee for this loan.

Vice President Cannata, supported by Member Hoffman Cannata, moved to authorize a COVID 19 Loan to Stacy Lind of Wicked Apothecary. No repayment on the loan will be due for the first six months, followed by 60 months of principal only payments.

Sr. Executive Assistant Candie Seppala stated that we are fortunate to have this business in tow, and this is exactly what the COVID loans are for.

Motion CARRIED

- **Mike's Pub**

Sr. Executive Assistant Candie Seppala explained that the second loan is for Mike's Pub. Owner Mike Egan's business sustained damage from a fire from an adjacent building, and as a result, his banquet room was a total loss. He would use the COVID funds to rebuild that room. He is requesting a \$40,000 loan with a personal guarantee.

Vice President Cannata, supported by Member Schweiberger, moved to authorize a COVID 19 Loan to Mike Egan, of Mike's Pub, in the amount of \$40,000, with 6-months payment-free, followed by 60 months of principal only payments. He will be giving a personal guarantee for this loan.

Motion CARRIED (with Member Roger Kivela abstaining)

2. Authorize the HEDA loan of Mike's Pub in the amount of \$40,000 with an interest rate of 2% for a term of 5 years

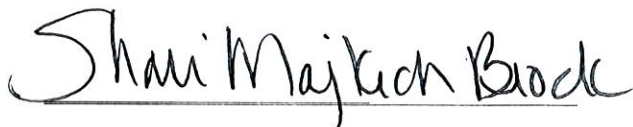
Sr. Executive Assistant Candie Seppala brought a HEDA loan from Mike's Pub forward in the amount of \$40,000 with an interest rate of 2% for a 5-year term. This will be contingent on his financial package. We would like to help him get his banquet room back in order. He will be siding the west side of the building that was damaged by the fire from the Jacobson building.

Vice President Cannata, supported by Member Jurenes, moved to authorize the HEDA loan of Mike's Pub in the amount of \$40,000 with an interest rate of 2% for a term of 5 years.

Motion CARRIED (with Member Roger Kivela abstaining)

ADJOURNMENT: There being no further business, the meeting was adjourned at 6:30 p.m. by Member Kivela, supported by Vice-President Cannata.

Motion CARRIED



President Shari Majkich Brock



Sr. Executive Assistant Candie Seppala