

BOUNTIFUL REDEVELOPMENT AGENCY

Meeting Minutes of: Tuesday, December 9, 2008

Location: City Council Chambers, Bountiful City Hall, 790 South 100 East, Bountiful, Utah

Present: John M. Knight, Acting Chairman, Board Members Tom Tolman, Scott Meyers, Beth Holbrook, Fred Moss, City Attorney Russell Mahan, City Manager Tom Hardy, City Engineer Paul Rowland, and Redevelopment Director Aric Jensen.

Excused: Chairman, Joe Johnson

Welcome

1. Acting Chairman Mr. Knight opened the meeting at 6:55 p.m. and welcomed those in attendance.

Agenda Items

2. Consider an amendment to the redevelopment loan request from Creative Arts Academy, Sean Monson, Applicant.

Mr. Jensen presented the staff report. Mr. Sean Monson, representing the Creative Arts Academy, requests an amendment to his existing business enhancement loans. In July of this year, the RDA Board approved a \$35,000 loan for improvements to the Academy's recently acquired property at 185 South Main Street. This loan was in addition to a previously issued loan which has a current balance of approximately \$58,000, and is in month 40 of a 120 month amortization schedule (see attached). At this time Mr. Monson is ready draw down the full \$35,000 value of the new loan, however, he would like the Board to allow him to roll over the balance of his existing loan into the new loan. In a nutshell, this means that instead of the lump sum on the first loan coming due in 21 months, it would come due in 60 months (5 years), at the same time as the new loan. However, the RDA would receive an increase in interest payments over the next few years with the restructuring of the loan. Regardless, the value of the loans is not substantial enough to materially affect the RDA budget one way or another, but it would benefit the Creative Arts Academy

In conclusion, the Creative Arts Academy is one of the biggest draws to the Downtown area and has an excellent payment track record. Unless the Board finds reason to the contrary, Staff recommends amending the existing loan as requested.

After a brief discussion by the Committee Members, Board Member Fred Moss made a motion to approve the amendment to the redevelopment loan for Creative Arts Academy as outlined in the staff report. Board Member Beth Holbrook seconded the motion. Voting was unanimous in favor.

3. RDA Director's Report and misc. business.

Mr. Jensen discussed the RDA financial statements and auditor's report. He stated that it would be considered for approval as part of the C.A.F.R. later during the City Council report.

Adjourn

Acting Chairman Knight ascertained that there were no other items to discuss. Board Member Tom Tolman made a motion to adjourn the meeting. Fred Moss seconded the motion. Voting was unanimous in favor. The meeting was adjourned at 7:00 p.m.