

**Minnetonka Economic Development Authority
Special Meeting Minutes**

**Monday, May 24, 2004
5:45 p.m.**

**Oak Knoll Room
Minnetonka Community Center, Lower Level**

1. CALL TO ORDER.

EDA President Peter St. Peter called the meeting to order at 5:46 p.m.

2. ROLL CALL.

EDA Commissioners present: Paula Chatterjee, Dan Duffy, Dave Larson, Bunny Robinson, Peter St. Peter, Al Thomas, Tony Wagner, and Bob Walker.

Staff present: Ron Rankin and Elise Souders.

BUSINESS ITEMS

3. ASSIGNMENT AND ASSUMPTION AGREEMENT AND SUBORDINATION AGREEMENT FOR THE BEACON HILL SENIOR HOUSING DEVELOPMENT.

Rankin reviewed the report said as part of the refinancing of housing revenue refunding bonds occurring with this development, Fannie Mae is requiring that there be a single entity that owns the project, rather than the larger Presbyterian Homes Housing and Assisted Living, Inc. He said staff recommends approval of the agreements.

Larson asked if there was any financial risk in doing this. St. Peter said that one of the concerns he had was that if this happens again in the future that there be some obligation that the parent company remains jointly involved. Rankin said in this case, because there was not much obligation left except for maintaining the affordability that there was less of a financial risk.

Robinson moved, Larson seconded a motion to approve the Assignment and Assumption Agreement and Subordination Agreement for the Beacon Hill senior housing development. All voted yes. Motion passed.

4. OTHER BUSINESS.

Rankin said the next regular EDA meeting is Tuesday, June 8.

5. ADJOURN.

Thomas moved, Wagner seconded a motion to adjourn the May 24, 2004 EDA meeting. All voted yes. Motion passed. The meeting adjourned at 5:55 p.m.