

SPECIAL MEETING  
Economic Development Committee  
Monday, July 29, 2013 – 1:30 p.m. - City Council Chambers

Members present: Morack, O'Connell, Romberg, Dyreson, Steinhorst, Shaw and Schirpke.  
Tate excused.

Also present: Mayor Henke, Barrington, Besaw, Administrator Hager, and Hanlon.

1. The meeting was called to order by Chairman Morack at 1:30 p.m. Schirpke/O'Connell to adopt the agenda. Carried 6-0.
2. Chairman Morack and Administrator Hager brought the Committee up to date on the proposal being offered to Shiocton Cut Stock, LLC for property in the North East New London Business Center. A Draft offer has been prepared and reads as follows:
  1. The City would reserve for use by Shiocton Cut Stock, LLC, Lot 1 of Certified Survey Map 6478 of 15.268 acres.
  2. The City would initially rent three acres of Lot 1 to Shiocton Cut Stock at the rental rate of \$600 a year. Any improvements to the lot to function for use by Shiocton Cut Stock would be at their expense. This property would be utilized exclusively for raw log storage.
  3. By December 31, 2015, Shiocton Cut Stock would be given a deed at no cost for the above three acres plus an adjacent two acres of Lot 1. This property would include the log storage area and allow for the construction of a 4,000 to 5,000 square foot building. If the proposed 4,000 to 5,000 square foot building is not completely built and occupied by December 31, 2016, the entire five acres are to be deeded back to the City of New London without liens or encumbrances.
  4. Prior to December 31, 2019, Shiocton Cut Stock would build a 20,000 to 40,000 square foot building with a taxable value of at least \$750,000 on the balance of the Lot 1 property. This approximate 10-acre parcel will be deeded to Shiocton Cut Stock as soon as possible after site plan approval for the new building. If this building is not built, the entire fifteen acres will be deeded back to the City of New London with no liens or encumbrances on the property. Shiocton Cut Stock will retain the option to buy the initial five acres at the then current market price.

A motion was made by Steinhorst and seconded by Dyreson to authorize Administrator Hager to negotiate a development agreement containing the above provisions. Motion passed 7-0. Administrator Hager is to obtain and review with Mr. Dyreson the financial statements and income tax statements for Shiocton Cut Stock.

3. Steinhorst/O'Connell to adjourn. Carried unanimously. The meeting adjourned at 1:46 pm.

Kent Hager  
City Administrator