



# CITY OF FRANKLIN

Community Development Department

## MINUTES

### ECONOMIC DEVELOPMENT COMMISSION

December 9th, 2014

#### **Members Present:**

Ken Austin	President
Jake Sappenfield	Vice-President
Josh DeArmitt	Secretary
H. Lee Hodgen	Member

#### **Members Absent:**

John Ditmars	Member
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#### **Others Present:**

Rob H. Schafstall	Legal Counsel
Krista Linke	Director of Community Development
Jaime Shilts	Recording Secretary

#### **Call to Order:**

Ken Austin called the meeting to order at 8:00 a.m.

#### **Approval of Minutes:**

Lee Hodgen made a motion to approve the October 14th, 2014 minutes as presented. Ken Austin seconded the motion. The motion carried.

#### **Old Business:**

None.

#### **New Business:**

##### **EDC 2014-07: Franklin United Methodist Community Bond:**

Rob Schafstall stated that Richard Starkey, Bond Counsel from Barnes and Thornburg, is in attendance and would speak for the Methodist Community. He stated that they are being asked to refund the bond in the amount of \$24,675,000 and to refinance the \$850,000 taxable bank loan and to finance \$800,000 of new money for current operations. He stated the case will have to go before the City Council again. Richard Starkey stated the FUMC had the bond issued in 2010. They are now in a position to get better terms from Huntington National Bank. There is zero liability from the City. The recommendation from the EDC to the City Council will allow them to close just before Christmas. The statute requires a finding that it does not adversely affect similarly situated facilities in the community.

A public hearing was held.

Gary Ward, Franklin United Methodist Community, stated they had a 5 year term on their 2010 bond. The market conditions are favorable and they decided to refinance. They are staying with Huntington Bank, who is giving them a 10 year fixed interest rate. They will pay off the

bonds and will pay off the \$850,000 taxable loan. will leave around \$500,000 for roof maintenance and paving on the main roads and parking lots. Mr. Schafstall questioned if they are estimating any additional public work items. Gary stated there are none planned. Gary stated they employ a little over 500 individuals at the Community. They have around 625 residents, over 200 cottage homes, 160 assisted living apartments, and 208 beds.

Josh DeArmitt gave a disclaimer that as a financial agent he must abstain from voting on the resolution.

The public hearing was closed.

Jake Sappenfield made a motion to read the resolution by title only. Mr. DeArmitt abstained. The motion carried.

Jake Sappenfield made a motion to approve the resolution as presented. Ken Austin seconded the motion. Mr. DeArmitt abstained. The motion carried.

**Other Business:**

The 2015 Calendar Meeting Dates were approved.

Ms. Linke stated that the economic development fees that were paid at the beginning of the year included everything except for \$1,200 from one company. The County mailed them to the wrong address and they will be rebilled and collected next year. There will be no additional economic development fees received this year.

**Adjournment:**

There being no further business, the meeting was adjourned. Respectfully submitted this 10th day of March, 2015.

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Ken Austin, President

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Josh DeArmitt, Secretary