

MINUTES
SOUTH DAKOTA HOUSING DEVELOPMENT AUTHORITY
BOARD OF COMMISSIONERS' MEETING
SDHDA CONFERENCE ROOM
Telephonic
July 1, 2014

Board Members Present: Lloyd Schipper, Chairman (via telephone)
David Pummel, Vice Chair (via telephone)
Linda Barker, Commissioner (via telephone)
Brent Dykstra, Commissioner (via telephone)
Bill Hansen, Commissioner (via telephone)

Board Members Absent: Steve Kolbeck
Mark Puetz

Staff Present: Vona Johnson, Director of Rental Housing Management
Lorraine Polak, Director of Rental Housing Development
Amanda Weisgram, Director of Research and Marketing
Brent Adney, Director of Homeownership Programs
Mike Harsma, Director of Single Family Development
Sheila Ricketts, Marketing/Executive Assistant

Guests Present: None

I. CALL TO ORDER

The meeting was called to order at 10:04 AM and roll was called.

II. APPROVAL OF AGENDA

It was moved by Commissioner Dykstra and seconded by Commissioner Pummel that the Agenda be adopted as presented, but reserving the right to make changes during the meeting. The motion carried unanimously.

III. EXECUTIVE DIRECTOR'S REPORT

Executive Director Lauseng was absent.

IV. OLD BUSINESS

A. Resolution No. 14-07-49: Resolution to Modify Terms of FLEX-Rural Site Development Loan for The Reserve on Higgins Creek in Spearfish, SD

After review and discussion, it was moved by Commissioner Hansen and seconded by Commissioner Dykstra that the above Resolution be adopted as follows:

WHEREAS, pursuant to Resolution No. 07-03-20, a FLEX-Rural Site Development loan was made to Ward Development Co., LLC (Owner) for The Reserve on Higgins Creek (Development);

WHEREAS, the loan remains in good standing;

WHEREAS, the Owner has made arrangements with First Interstate Bank for a loan in the amount of \$1.3 million to finance Phase 3 of the Development, contingent upon SDHDA subordinating its FLEX-Rural Site Development loan to First Interstate Bank's loan; and

WHEREAS, the Owner has requested that SDHDA agree to such subordination;

NOW, THEREFORE, BE IT RESOLVED that SDHDA's FLEX-Rural Site Development loan to Owner may be subordinated to the loan from First Interstate Bank in the amount of \$1.3 million; and

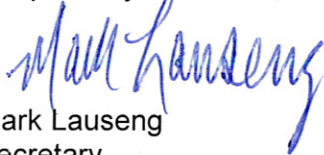
BE IT FURTHER RESOLVED that the Executive Director is hereby authorized to take such actions and execute such documents as necessary to implement the foregoing resolution.

Via roll call vote, the motion carried unanimously.

V. DATE OF NEXT MEETING AND ADJOURNMENT

The next Board of Commissioners' Meeting has been scheduled for August 1, 2014. It was moved by Commissioner Dykstra and seconded by Commissioner Barker that the meeting adjourns. The meeting adjourned at 10:12 AM.

Respectfully submitted,



Mark Lauseng
Secretary