



**Board of Commissioners' County Counsel Meeting
May 11, 2021 ~ 10:00am ~ Room 214**

5/11/2021 - Minutes

**1. To Watch A Live Stream Of This Meeting, Click The Link Below Or Go To
[Www.klamathcounty.org](http://www.klamathcounty.org)**

2. Call To Order & Those Present

Commissioner Boyd, Commissioner Morris, Commissioner DeGroot (phone); Marc Henderson / County Counsel; Haley Huffman / Admin Staff; Rick Vaughn / Tax Collector, Property Sales; Jeremy Morris / Public Works.

3. Approve Minutes From Last Meeting

Approved.

4. Alva Ave

Rick Vaughn and Jeremy Morris address the Board regarding the Alva Avenue property. Commissioner DeGroot motions to authorize Rick Vaughn to sell/negotiate for the \$30,000.00 plus closing on behalf of the Drainage District. Commissioner Morris seconds. Unanimous vote. Approved.

5. KCEDA Note

Marc Henderson addresses the Board. This is the note for the funding, the million dollar loan to KCEDA from Risk. It is one percent interest per year with an annual payment and a five year term. Commissioner Boyd said, this is showing one percent interest, but I don't remember that we talked a percentage number. Commissioner DeGroot said, I don't believe it was one percent, I believe it was two. Commissioner Boyd said, I think it was one percent over the investment pool. Commissioner Morris said, that sounds right. Commissioner Boyd asks about KCEDA setting up an LLC. Commissioner DeGroot explains, we are loaning the money to KCEDA and they are setting up the investment group. We are not setting up an investment group. Commissioner Boyd said, the problem is we don't have anybody on the hook for this. Everybody at KCEDA could just walk away and we would be out a million dollars. Commissioner DeGroot said, that is correct, that is the way we approved it. Commissioner Morris said, it sounds like for sure we need to check on the percentage amount. Commissioner DeGroot said, it was a County Counsel meeting in August of last year, I believe. Mr. Henderson said, at the time of funding of the note, we don't have any identifying properties that they can secure. Commissioner Boyd said, no but the LLC will be listed somewhere in the security agreement. Mr. Henderson said, would the idea be to amend the note to include this LLC along with KCEDA? Commissioner DeGroot said, I understand what Commissioner Boyd is saying. Loaning money to KCEDA, I think we end up being investors in the program and I think we were giving them the money to have that layer in between. Mr. Henderson said, the question is does it make it a public project by investing in the LLC. Commissioner DeGroot said, the other thing we can consider is using the ARPA dollars for housing. Commissioner Boyd said, are you talking federal dollars or the money from Linthicum or Reschke?

Commissioner DeGroot said, federal dollars. It's all coming from the same legislation. The Board agreed to put this item on the next Counsel meeting to allow time to review the recording/minutes regarding the interest rate.

6. 1500 Esplanade

Commissioner Morris motions to extend the contract for 90 days on the 1500 Esplanade property. Commissioner Boyd seconds. Unanimous vote. Approved. Mr. Vaughn and Counsel will work on the extension. The Board Chair will sign the the extension.

7. Other County Business

None.

8. Adjournment

11:00am

Audio recordings of all proceedings are available at the County Commissioners' office. The meeting facility is handicap accessible. Persons needing materials in alternate format or communication access, should telephone this office at 541-883-5100 (voice/TDD) or the ADA Coordinator at 541-883-4296 at least 48 hours in advance of the scheduled meeting.

Klamath County Commissioners' Weekly Calendar is subject to change without notice. 305 Main Street 2nd Floor, Klamath Falls, OR 97601

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