

To: **EDA President and Board**
From: **Executive Director Jim Hartshorn**
Date: **February 11, 2019**

Mobile Pro Systems Business Subsidy Request

BACKGROUND INFORMATION:

The owners of Mobile Pro Systems is requesting \$49,999.00 from the EDA's Redevelopment Grant Program (Forgivable Loan). They originally started their business in West St. Paul but moved to a 17,000 sq. ft. building in Eagan, as they needed more space. The company continues to grow at a fast pace and is running out of space in their Eagan location and plan to relocate back to West St. Paul into a 44,000 sq. ft. building located at 250 Lothenbach Avenue (former Sexton building). The project cost is \$2,875,280.00 and includes building purchasing, building rehab and equipment purchase. The project will start out with approximately 25 employees but is projected to grow to about 40 employees by 2020. Wage rates will range from \$18.00 per hour to \$150,000 annually. For more project details, see attached Business Subsidy Application and Business Subsidy Agreement. Representatives plan to attend the meeting to answer any questions.

FISCAL IMPACT:

		Amount
Fund:	EDA Fund	\$49,999.00
Department:	Comm. Dev.	
Account:	209-41121-40495	

STAFF RECOMMENDATION:

Staff recommends approval of the attached Business Subsidy Agreement.

ATTACHMENTS:

1. Business Subsidy Application
2. Business Subsidy Agreement