

The meeting was held Sunday, April 17 at the office of Max B. Harlin on First Street, Smiths Grove, Kentucky at approximately 4:30 PM with the following members present; Chairman Margaret Bevarly, Mrs. Brenda Belcher, Mrs. Shelvie Dubree and Mr. George Torrence. Also present was Max B. Harlin and Tommy Joe Fridy.

Mrs. Bevarly called the meeting to order and turned it over to Mr. Fridy. He then explained what he was proposing to the Board on the Munciple Bond. He said in no way would the City have to pay anything or be liable for the building. He stated the City would own the land, building and some equipment and the Company would lease it from from the City. He said that the corporation needed the city to issue the bonds with no obligation to the city and if the project fails there would still be no obligations to the city. It was noted that under the law the city would in no way be responsible if it failed but the people that purchased the bonds would lose their money. The property would be in a trust bank and the bonds would be sold in the citys name. At the end of the lease the property would be sold to the lessee for a \$1.00.

The question was asked why ask Smiths Grove and not Bowling Green? Mr. Fridy stated that the land had been purchased and foundation had been poured on the Greenwood Interchange and now with the election coming up the Fiscal Court said they could not help in any way until after the election. Which Mr. Fridy stated would be too late to begin as they had already purchased their license. He stated that possibly the city would get \$2500.00 for their trouble. He said it could be paid so much a year or in a lump sum.

Warren Co had been asked not B. G.

Mr. Fridy stated that the Nursing Home would cost in excess of two million dollars and would have 176 beds and would be managed by Health Care Management & Inc. He stated that these people managed about 20 nursing homes which he had visited a few and they were managed well and maintained good. He said that it would require about 140 employees with one phycsian on call. It was asked if it was possible to locate it near Smiths Grove. Mr. Fridy stated that since the license had been purchased and the land purchased and foundation already poured that he didn't think it was possible to located here. Also the city does not have a sewer and that is required for a nursing home. He stated that Arthur Young Accounting Firm had done a feasibility study on this and stated it would be profitable. Also the State would not issue license if they did not think more people would like to go to nursing home if more beds were available.

He stated that the people that bought bonds, these bonds were tax free. They would be sold \$5000.00 a piece with different maturing dates. The bonds would be sold out of Florida. The city would never have to write a check. He stated that there was no absolute guarntee that the people who purchased bonds would not lose their money. Although the lot would be worth more money now than when purchased. He stated that the people that are building the home would sign their names that it would be run properly. He stated that they would try and hire local people, bank locally, buy insurance and their pharmaceutical needs locally, if the city would help them out.

He stated if the city decided to pass on this by the 28 of April that the building would be started within three weeks. He stated that he could get the people to put it in writing that they would give the people in Smiths Grove first shot on jobs, insurance, banking and pharmacy.

The Board decided to think on this and let Mr. Fridy know something by April 20. Being no further business the meeting ajourned.

APPROVED:

Margaret Bevarly
Chairman, Board of Trustees
Smiths Grove, Kentucky

ATTEST:

Martha Watt
Clerk, Smiths Grove, Ky