

**LOAN ADMINISTRATION BOARD MEETING MINUTES
JANUARY 19, 2017**

Pursuant to public notice, a scheduled meeting of the Escanaba Loan Administration Board was held on Thursday, January 19, 2017, at 8:00 a.m. at City Hall, Room C102, 410 Ludington Street, Escanaba, MI.

Board Members Present: Vice-Chairperson Chris Economos, Boardmember Roni Beaudoin, and Boardmember Holly Thomma

Also Present: City Treasurer Robert Valentine, and Executive Assistant Lisa Glish

Absent: Chairperson Tim Kobasic, and Boardmember Jeanine Dagenais

Vice-Chairperson Chris Economos called the meeting to order at 8:05 a.m.

Approval/Adjustments to the Agenda

None.

Approval of Minutes from May 17, 2016

A motion was made by Boardmember Thomma, seconded by Boardmember Beaudoin, to accept the May 17, 2016 meeting minutes as submitted. Motion was approved unanimously.

NEW BUSINESS

1. Quarterly Loan Review

Bob Valentine started with reviewing the EDA Revolving Loan Funds, he went onto explain that this fund was closed-out by returning the money to the Federal EDA. He stated that there two (2) Legacy Loans (Waeghe and Michigan Meats) that are still present. He explained that these Legacy Loans have been written-off due to Federal EDA close-out, but the City could still collect money on them; if money would be collected the Federal EDA would receive roughly 75% of the paid back amount and the City would receive roughly 25%.

Bob then gave a status update on the Waeghe Loan stating that they have filed for Bankruptcy. He went onto state that The 341 hearing was scheduled for that day (January 19, 2017) and Attorney Russ Hall was attending that hearing on the City's behalf.

Bob then advised everything that there was nothing new to report concerning the Michigan Meats Loan.

Bob then reviewed the CDBG Fund that is being ran by Northern Initiatives stating that there is one (1) Legacy Loan that is for the House of Ludington, this loan is being paid back as agreed upon by the business. Bob then went onto updated the Board that the MEDC was able to close the deal with Northern Machining. He then stated to the Board

that the MEDC is still looking for loan deals in the Escanaba area that is any member would know of any property that could benefit from this to get them in contact with him.

Bob then updated everyone on the UDAG/DIAL Fund by stating that Wickert's Floral had been a problem loan previously, but with the new payment process in place (auto-withdrawal) there have not been any issues since. Mr. Valentine then went onto state that the City has been receiving the quarterly profit installments as agreed upon from the Lofts on Ludington. Boardmember Beauoin asked when the Lofts on Ludington loan goes into payments. Bob responded that payments will begin at seven (7) years. Bob then advised that the Crispigna loan is being paid on-time monthly.

General Public Comment

None.

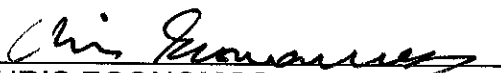
Announcements

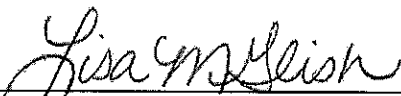
Bob Valentine advised the Board that there is another potentially large project in the works that is currently Confidential; he will possibly be reviewing that project in detail at the next meeting.

Adjournment

A motion was made by Boardmember Beaudoin, seconded by Boardmember Thomma, to adjourn the meeting at 8:27 a.m. Motioned approved unanimously.

APPROVED:


CHRIS ECONOMOS,
VICE-CHAIRPERSON


LISA M. GLISH,
RECORDER