

## **LOAN ADMINISTRATION BOARD MEETING MINUTES January 24, 2019**

Pursuant to public notice, a scheduled meeting of the Escanaba Loan Administration Board was held on Thursday, January 24, at 8:00 a.m. at City Hall, Room C102, 410 Ludington Street, Escanaba, MI.

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

Also Present: City Treasurer Robert Valentine, City Attorney Russ Hall, Council Liaison Michael Sattem, and Executive Assistant Kim Gustafson

Absent: None

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

### **APPROVAL/ADJUSTMENTS TO THE JANUARY 24, 2019 AGENDA**

**A motion was made by Boardmember Thomma, seconded by Boardmember Beaudoin, to accept the January 24, 2019 agenda, as written. Motion was approved unanimously.**

### **APPROVAL OF THE OCTOBER 25, 2018 MINUTES**

**A motion was made by Boardmember Beaudoin, seconded by Boardmember Thomma, to accept the October 25, 2018 meeting minutes, as written. Motion was approved unanimously.**

### **NEW BUSINESS**

#### **1. Loan Status Review**

Bob Valentine reviewed the status of the following loans:

- A. EDA - The City has taken possession of the real estate collateral associated with Michigan Meats, which will be listed with a realtor in the Spring. Bob had the Public Works Department go out and winterize the property.
- B. CDBG – The House of Ludington is continuing to make monthly payments, while still talking with developers.
- C. UDAG – Wickerts continues to pay as agreed.
- D. Crispigna's ledger shows them three months in arrears. However, it appears that the difference is due to administrative discrepancies and it is expected that things will be corrected in the near future. Bob noted Andy is continuing to work on plans for the adjacent building with the DDA architect. He is expecting a possible new loan request for the new business within the next few months.

Andy's Diner continues to do well. Andy is actually looking at purchasing that building as well, but the current owner's asking price is a bit too high for the value of the building.

- E. Bob reported on another deal which fell through involving possible sale of a downtown business. The parties are continuing to explore options.
- F. A previous RLF customer is working on another project adjacent to his current development. The new project which could result in CDBG and UDAG loan requests.

## **2. Items from the Board**

Boardmember Thomma requested an update on the Donalway settlement. Attorney Hall informed her that the City still owns the second lien on the house, but the owners continue to only make payments on the first lien. He also stated they cannot refinance the house for more money without the City's approval.

### **GENERAL PUBLIC COMMENT**

None

### **ANNOUNCEMENTS**

None

### **ADJOURNMENT**

**A motion was made by Boardmember Beaudoin, seconded by Boardmember Thomma, to adjourn the meeting at 8:29 a.m. Motioned approved unanimously.**

APPROVED:

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CHRIS ECONOMOS,  
VICE-CHAIRPERSON

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KIM GUSTAFSON,  
RECORDER