

Minutes of the
REVOLVING LOAN FUND
LOAN ADMINISTRATION BOARD

Wednesday, November 16, 2005, 8:00 A.M.
Bi-State Regional Commission
Bi-State Regional Commission Conference Room
1504 Third Avenue
Rock Island, Illinois

MEMBERS PRESENT: Martin Coe – Vice President, Carl Becker, Denise Bulat, Mark Petersen, Mike Powers, Lee Schneider, Jim Tank

MEMBERS ABSENT: Randy Hollerud, Berlinda Tyler-Jamison

STAFF PRESENT: Mary Chappell, City of Rock Island; Kathryn Holladay, Village of Coal Valley; Donna Moritz, Bi-State Regional Commission; Eric Shofroth, City of Davenport

OTHERS PRESENT: Timothy Woods, TMT Manufacturing Company; Larry Pithan and Paul VanDuyne, LPV Enterprises, L.L.C.

Mr. Coe called the meeting to order at 8:00 a.m.

1. Approval of Minutes of the October 19, 2005 Meeting. Mr. Coe asked if there were any additions or corrections to the October 19, 2005 Revolving Loan Fund Loan Administration Board minutes. Mr. Becker moved approval of the minutes as mailed. Mr. Petersen seconded the motion, and the motion passed unanimously.
2. Financial Report
 - a. Financial Summary. The Financial Summary, as of October 31, 2005 was reviewed. The principal balance outstanding for the program is \$1,718,656.97. The available funds to loan from repayments total \$443,099.42. October repayments generated approximately \$35,000 in program income.
 - b. Delinquency Report. Board members reviewed the Delinquency Report as of November 10, 2005. The following companies are in the over 90 days delinquent column: J T & S Production Co. (August through November 2005); Dominic Rivera Restaurant Corporation (November 2004 through November 2005); Interactive Marketing, Inc. (April through November 2005) and Parakeet Island, Inc. (May 2003 through November 2005). Ms. Moritz will make phone calls to each company.

3. Status of Loan Reviews

- a. Upcoming Loan Reviews. Upcoming loan reviews include: Paddock Group, L.L.C.; L.M.F., L.L.C.; Cascade Manufacturing Company; and Quad City Engineering Co., Inc.

4. Review of TMT Manufacturing Company Loan Application. Mr. Shofroth introduced Tim Woods, TMT Manufacturing Company to the Board. Mr. Shofroth reviewed the project summary information stating the RLF funds will be used towards equipment and inventory. The company plans on creating twenty-five jobs within the next two years.

Staff Recommendation:

RLF Amount	\$91,420
Term/Amortization	5 years
Loan Review	2 Year
Interest Rate	4%
Collateral	Second position – Equipment, Accounts Receivable, Inventory
Other Conditions	Personal Guarantee – Timothy Woods

After discussion regarding the project, Mr. Petersen moved, seconded by Mr. Tank to approve the loan to TMT Manufacturing Company as recommended by staff contingent upon approval of other financing sources. The motion passed unanimously.

5. Review of LPV Enterprises, L.L.C. Loan Application. Ms. Chappell introduced Larry Pithan and Paul VanDuyne, LPV Enterprises, L.L.C. to the Board. Ms. Chappell reviewed the project summary information stating the RLF funds will be used towards purchase of property. The company plans on creating twenty jobs within the next two years.

Staff Recommendation:

RLF Amount	\$200,000
Term/Amortization	10 years
Loan Review	2 Year
Interest Rate	4%
Collateral	Second position – Land, Building and Fixtures
Other Conditions	Personal Guarantee – Larry Pithan and Paul VanDuyne

After discussion regarding the project, Mr. Tank moved, seconded by Mr. Petersen to approve the loan to LPV Enterprises, L.L.C. as recommended by staff. The motion passed with Mr. Powers abstaining.

6. Old Business. There was no old business.

7. New Business. Ms. Bulat informed the Board about an Entrepreneur Focus Group workshop Ms. Moritz attended. At the workshop there was discussion regarding the need

for microloan programs and an inquiry if the RLF program could fill the need. Ms. Bulat stated, in the past EDA funds had no flexibility to change the guidelines to accommodate such a program. We will continue to inquire into state RLF programs and monitor any changes with EDA.

8. Upcoming Loan Applications. Staff representatives from the Cities of Bettendorf, East Moline, Eldridge, Milan and Moline were unable to attend this meeting. Ms. Moritz, representing Rock Island County and Scott County, did not have any applications to report on at this time. Mr. Shofroth stated the City of Davenport did not have any application to report on at this time. Ms. Chappell stated the City of Rock Island did not have any application to report on at this time.
9. Other Business. There was no other business.
10. Adjournment. The meeting was adjourned at 8:55 a.m.