

Minutes of the
REVOLVING LOAN FUND
LOAN ADMINISTRATION BOARD

Wednesday, May 22, 2013, 8:00 a.m.
Bi-State Regional Commission
Bi-State Regional Commission Conference Room
1504 Third Avenue
Rock Island, Illinois

MEMBERS PRESENT: Jay Morrow – President, Carl Becker, Denise Bulat, Mark Petersen, Lee Schneider, Jim Tank

MEMBERS ABSENT: Randy Hollerud, Eileen Roethler, Berlinda Tyler-Jamison

STAFF PRESENT: Pat Burke, City of Moline; Mary Chappell, City of Rock Island; Jim Grafton, City of Silvis; Mark Hunt & Donna Moritz, Bi-State Regional Commission

OTHERS PRESENT: Randy & Jared Linn, Barley & Rye, Inc.

President Morrow called the meeting to order at 8:02 a.m. All in attendance introduced themselves.

1. Approval of Minutes of the September 26, 2012 Meeting. President Morrow asked if there were any additions or corrections to the September 26, 2012 Revolving Loan Fund Loan Administration Board minutes. Mr. Becker moved approval of the minutes as mailed. Mr. Schneider seconded the motion, and the motion passed unanimously.
2. Financial Report
 - a. Financial Summary. The Financial Summary, as of April 30, 2013 was reviewed. The principal balance outstanding for the program is \$546,033.80. There were \$138,585.85 available funds to loan from repayments. April repayments generated approximately \$900 in program income.
 - b. Delinquency Report. Ms. Moritz reported there was no delinquency report to review. Ms. Moritz shared the delinquent accounts as of April 10, 2013 continue to be Compacker Systems, Inc., Interactive Marketing, Inc. and TESBO Conception Group, LLC.
3. Status of Loan Reviews
 - a. Upcoming Loan Reviews. There were no upcoming loan reviews.
4. Review of Barley & Rye, Inc. Loan Application. Mr. Burke introduced Jared & Randy Linn, Barley & Rye, Inc. to the Board. Mr. Burke reviewed the project summary letter stating the RLF funds will be used for inventory and working capital. The company plans on creating 16 jobs within the first two years of the project.

STAFF RECOMMENDATION:

RLF Amount	\$98,076
Term/Amortization	3 Years
Loan Review	1 Year
Interest Rate	4%
Collateral	Second Position – Accounts Receivable, equipment and inventory
Other Conditions	Personal guarantee – Randy & Jared Linn

After considerable discussion, Mr. Tank moved, seconded by Mr. Schneider, to approve the loan to Barley & Rye, Inc. for \$50,000 with a term of 5 years, at 4% with a 2 year review and personal guarantees as stated above contingent upon obtaining full financing. The motion passed unanimously.

5. Old Business. There was no old business.
6. New Business. There was no new business.
7. Upcoming Loan Applications. Staff representatives from the Cities of Bettendorf, Coal Valley, Davenport, East Moline, Eldridge, and Milan 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. Ms. Chappell stated the City of Rock Island didn't have any applications to report on at this time. Mr. Burke stated the City of Moline didn't have any applications to report on at this time.
8. Other Business. There was no other business.
9. Adjournment. The meeting adjourned at 8:55 a.m.