

Minutes of the
REVOLVING LOAN FUND
LOAN ADMINISTRATION BOARD

Wednesday, November 20, 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, Randy Hollerud, Eileen Roethler, Berlinda Tyler-Jamison

MEMBERS ABSENT: Mark Petersen, Lee Schneider, Jim Tank

STAFF PRESENT: Pat Burke, City of Moline; Mary Chappell, City of Rock Island; Donna Moritz, Bi-State Regional Commission; Steve VanDyke, City of Bettendorf

OTHERS PRESENT: Rick Gosney, Central State Bank & John Guhin, Aceno Granite, L.L.C.

President Morrow called the meeting to order at 8:00 a.m.

1. Approval of Minutes of the May 22, 2013 Meeting. President Morrow asked if there were any additions or corrections to the May 22, 2013 Revolving Loan Fund Loan Administration Board minutes. Mr. Becker moved approval of the minutes as mailed. Ms. Tyler-Jamison seconded the motion, and the motion passed unanimously.
2. Financial Report
 - a. Financial Summary. The Financial Summary, as of October 31, 2013 was reviewed. The principal balance outstanding for the program is \$1,082,532.60. There were \$193,397.23 available funds to loan from repayments. October repayments generated approximately \$16,000 in program income.
 - b. Delinquency Report. Ms. Moritz reported there was no delinquency report to review. Ms. Moritz shared the delinquent accounts as of October 31, 2013 continue to be Compacker Systems, Inc., Hilltop Hardware, L.L.C., 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 Aceno Granite, L.L.C. Loan Application. Mr. Van Dyke introduced John Guhin, Aceno Granite, L.L.C. and his banker Rick Gosney, Central State Bank to the Board. Mr. Van Dyke reviewed the project summary letter stating the RLF funds will be used for inventory and working capital. The company plans on creating 4.5 jobs within the first two years of the project.

STAFF RECOMMENDATION:

RLF Amount	\$27,000
Term/Amortization	5 Years
Loan Review	2 Year
Interest Rate	3%
Collateral	Second Position – Real Estate, Accounts Receivable, equipment and inventory
Other Conditions	Personal guarantee – John Guhin

After discussion, Mr. Hollerud moved, seconded by Ms. Tyler-Jamison, to approve the loan to Aceno Granite, L.L.C. for \$27,000 with a term of 5 years, at 3% with a 2 year review and personal guarantees as stated above contingent upon obtaining full financing. The motion passed unanimously.

5. Old Business. Ms. Chappell updated the board on TESBO Conception Group, L.L.C. The bank isn't foreclosing yet waiting for environmental issues to be determined. The company believes they have a buyer once the environmental issues are resolved and hope to repay all borrowers 50 -100%. Ms. Moritz stated we have 2 personal guarantors on file.

Barley & Rye, Inc. opened their restaurant in November in downtown Moline.

6. New Business. There was no new business.
7. Upcoming Loan Applications. Staff representatives from the Cities of 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. Mr. VanDyke stated the City of Bettendorf 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 8:35 a.m.