

**MICRO LOAN COMMITTEE
REVOLVING LOAN COMMITTEE
April 2, 2019
1:00 p.m.**

Members Present: Denny Long, Brian Schurter, Koleen Roseman, Connie Nelson, Jim Smith, and Herman Fogal.

Others Present: Mayor Smith, Scott Eisenhauer, Pat Chamberlin, Loise Haines, Hank Gamel, Craig Rogers and Jim and Sherry Johnson.

Mayor Smith called the meeting to order at 1:02 pm. There was no public participation.

Approval of minutes

After review Herman Fogal moved/Brian Schurter seconded to approve the minutes from the May 29, 2018 joint meeting with the Revolving Loan Committee. Motion approved, all voting "aye".

The Mayor turned the meeting over to Scott Eisenhauer to present the loan requests.

Jennifer Kitchens

Ms. Kitchen is requesting a Micro Loan in the amount of \$30,000.00 to purchase the Hap-E-Dog Bath Haus, LLC a dog-grooming business at 1712C East Grove Avenue in Rantoul. The collateral would be the business itself, including all supplies and equipment and a 2007 Chevrolet HHR. After discussion Denny Long moved/Brian Schurter seconded to recommend approval to the Village Board of the \$30,000.00 loan for 5 years at 2% with the following stipulations: 1) All utilities must be brought current including any write offs 2) Ms. Kitchen purchase a disability insurance policy with \$2,000.00 per month coverage and 3) That \$5,000.00 be placed in escrow to be used only as bills are presented. Motion carried, all voting "aye".

Jorge Maltos

Mr. Maltos is requesting a Micro Loan in the amount of \$50,000.00. He would use \$30,000.00 to pay off the mortgage and \$20,000.00 to remodel the inside of the restaurant. The loan would be for 5 years at 2%. Collateral would be the building and equipment. The committee reviewed Mr. Maltos financials which showed a loss of \$40,000.00 in 2017. Denny Long moved/Jim Smith seconded to not recommend taking this request to the Village Board. Motion carried, all voting "aye".

Vijay Patel

Mr. Patel is requesting a \$350,000.00 EDA loan. He would use \$250,000.00 of the funds to purchase the Maple Grove Shopping Center and \$100,000.00 to improve the structures and parking lot. The loan would be for 10 years at 4%. Denny Long stated he would be abstaining from the discussion and vote on this request. Jim Smith moved/Herman Fogal seconded to recommend approval to the Village Board. Motion carried, all voting "aye".

Business Plans for Applicants

_Scott Eisenhauer, Village Administrator stated that some of business plans from loan applicants were not detailed enough to provide the information needed for review. He suggested that the Committees require the applicant to work with the Small Business Development Corporation at the Regional Plan Commission to prepare a Business Plan. There would be no cost to the applicant and this would be required only of a new businesses, not existing businesses. The consensus of the Committee was to make this a requirement for future applications.

Micro Loan and EDA Loan Committees

Several members of the Committee suggested combine the two committees since the same members served on each committee. The Administrator will review the guidelines.

There being no further business before the committee, Herman Fogal moved/Bryan Shurter seconded to adjourn. Motion carried, all voting "aye",

Submitted by

Janet E. Gray, MMC
Deputy Clerk