



Redwood Region
Economic Development
Commission

520 E Street Eureka • California 95501 • (707) 445-9651 • FAX (707) 445-9652

**Redwood Region Economic Development Commission
LOAN COMMITTEE**

Tuesday, November 18, 2014

11:00 a.m.

Minutes

Present: Liana Simpson, Dan Sweet, Patrick Whitchurch, Phil Sullivan, Christopher Nelson

Absent: Scott Pesch, Greg Bowen, Alex Stillman, John Woolley, Bruce Rupp

Recused: Jennifer Budwig

Staff: Virginia Fisher, Nancy Garrett

I. Call to order

Vice Chair Liana Simpson called the meeting to order at 11:00 a.m.

II. Approval of agenda and minutes

M/S/P: Nelson/Whitchurch: to approve November 18, 2014 agenda and minutes of October 2, 2014

Motion passed unanimously.

III. Public Input

None

IV. Old Business

None

V. New Business

A. Loan approval or denial: Dr. Jason Stuan

Dr. Jason Stuan is a dentist with a growing practice in Arcata. He has been leasing office space at 950 I Street in Arcata, but recently purchased a commercial building in Arcata at 899 I Street. He purchased the building for \$962,500.00, financing with Redwood Capital Bank. The building will need to be remodeled to accommodate the dental practice. Redwood Capital Bank approved the construction/remodel loan of \$242,847.00. RCB requested that RREDC participate in a \$234,000.00 term loan behind their loan of \$819,000.00 after completion of the remodel. RREDC will hold a Second Deed of Trust behind the RCB term loan of \$819,000.00. The RREDC loan will be additionally collateralized by a Second Deed of Trust on Dr. Stuan's primary residence located at 5510 Fickle Hill Road, Arcata

AGENCIES

City of Arcata • City of Blue Lake • City of Eureka • City of Ferndale • City of Fortuna • City of Rio Dell • City of Trinidad
County of Humboldt • Humboldt Bay Harbor, Recreation and Conservation District • Humboldt Bay Municipal Water District
Humboldt Community Services District • Manila Community Services District • McKinleyville Community Services District
Orick Community Services District • Redwoods Community College District • Hoopa Valley Tribe
Willow Creek Community Services District • Orleans Community Services District • Redway Community Services District

This loan will be a 10 year term loan (25 years amortization) due in 10 years, funded equally between the EDA/\$117,000.00 and HWF/\$117,000.00 at 9% fixed interest.

Jennifer Budwig recused herself from this loan.

M/S/P: Sweet/Whitchurch: to approve the loan request as presented and recommend approval of this loan to the RREDC Executive Committee.

B. Review of Loan Portfolio Report:

Interim Executive Director presented October Loan Portfolio Report to committee. Report reviewed. Loan committee requested a quarterly review of Loan Portfolio Reports and presentation of micro loans after they are approved by staff.

VI. Adjourn

The meeting adjourned at 11:37 a.m.