

**RESOLUTION NO. 2019-007
ECONOMIC DEVELOPMENT AUTHORITY**

**APPROVAL OF A REVOLVING LOAN IN THE AMOUNT OF \$250,000.00 TO REBOUND/STENCIL
DEVELOPMENT LLC FOR BUILDING CONSTRUCTION.**

WHEREAS, The Citywide Revolving Loan Fund Program was established by the Northfield Economic Development Authority (EDA) to assist businesses with land and building purchases, new building construction, building renovation or expansion, the purchase of machinery and equipment, inventory, and working capital; and,

WHEREAS, Rebound/Stencil Development LLC, is constructing a new apartment building and associated parking facilities, located at 510 Washington Street, in the City of Northfield; and,

WHEREAS, Rebound/Stencil has requested \$250,000 from the Citywide Revolving Loan Program to assist with the building construction costs; and,

WHEREAS, the EDA Loan Review Committee has reviewed the revolving loan application and supporting documentation from Brett Reese representing Rebound/Stencil and has determined that the Revolving Loan request is consistent with the criteria of the Citywide Revolving Loan program.

NOW THEREFORE BE IT RESOLVED that the City of Northfield Economic Development Authority approves a Citywide Revolving Loan in the amount of one hundred thousand dollars (\$250,000.00) to Rebound/Stencil Development LLC, and authorizes its designated representatives to execute and seek execution of the requisite documentation for such Loan upon completion of said documentation.

BE IT FURTHER RESOLVED by the Economic Development Authority of the City of Northfield that the terms of the loan approval shall be a low interest (1%) loan for the first two (2) years with monthly payments equal to interest accrued and not including principal. After twenty-four (24) months of interest-only payments, the interest rate will increase equal to the current prime rate as published in the Wall Street Journal on October 24, 2019, amortized over a period of twenty-five (25) years with a balloon payment after one hundred eighty (180) months from date of closing.

Passed by the Northfield Economic Development Authority this 24th day of October, 2019.

Andrew Ehrmann, EDA President

Mike Strobel, EDA Vice-President