



Office of the City Manager

TO: Honorable Mayor and Members of the City Council

FROM: Patrick Urich, City Manager

DATE: July 8, 2011

SUBJECT: Issues Update

The following are issues related to the City for the weekly Issues Update. If there are additional items you believe should be included, please let me know.

MAY 2011 CRIME ACTIVITY REPORT. The May 2011 Crime Activity Report is included in this week's Issues Update for your review. **(Electronic Copy Only)**

BUSINESS DEVELOPMENT FUND QUARTERLY REPORT. This program began in 1988 with \$500,000 in funds from the Economic Development Administration (EDA) and a match of \$269,232 from City Capital Funds.

The Business Development fund is a low interest loan program that was created to encourage business development and expansion in the City. The borrower must have a lead lender in place for this "gap" loan program. The lead lender provides the City with a letter stating that without assistance to fill the "gap" between what is needed and what the lender will provide, the project cannot move forward.

The Program is for projects that create or retain jobs, especially for low and moderate income persons.

Recapture: Principal & interest fluctuate based upon the unpaid principal balance. On the installments billed 7/1/11, principal received was \$11,929.53 and interest was \$3,839.11. Therefore, \$15,768.64 was collected in July.

Current status of active loans

30 days past due - None

60 days - None

90 days - Two have defaulted and in are Legal...Inplay \$66,821.92 past due/\$112,806.47 total due and Globe Energy \$47,633.36 past due/\$148,275.05 total due.

Number of Loans Written Off: 4

Balance of Available Funds to Loan: *\$366,468.32 (as of May 31, 2011)

(This available balance does not reflect P & P Press request of \$150,000)