

PLANNING AND ECONOMIC DEVELOPMENT COMMITTEE

11-0125R

RESOLUTION DISCHARGING \$105,240.76 IN DEBT OWED BY THE FOLLOWING BUSINESSES TO THE REVOLVING LOAN FUND FORMERLY OPERATED BY NORTH STAR COMMUNITY DEVELOPMENT CORPORATION.

CITY PROPOSAL:

RESOLVED, that the city of Duluth hereby discharges the following loans from the revolving loan fund formerly operated by North Star Community Development Corporation, Fund 263, Community Development Small Business Revolving Loan Fund, and authorizes the city's manager of community development to execute a release substantially in the form of that on file in the office of the city clerk as Public Document No. \_\_\_\_\_:

Loan Name	Principal	
	Balance	Write Off
Duluth Preschool of Fine Arts	\$ 12,048.74	\$ 12,048.74
Ashuntae Cultural Wares	\$ 19,013.73	\$ 19,013.73
Candlelight Limousine Service	\$ 15,520.35	\$ 15,520.35
Z's Deli and Restaurant	\$ 9,833.92	\$ 9,833.92
All Brand Mr. Fixit	\$ 12,677.98	\$ 12,677.98
Larson Family Realty	\$ 7,386.19	\$ 7,386.19
TJM Construction	\$ 4,986.43	\$ 4,986.43
The Cleaning Specialist	\$ 13,703.00	\$ 13,703.00
Gracious Spaces Interiors	\$ 7,192.63	\$ 7,192.63

Wee Waddles Family Daycare	\$ 318.87	\$ 318.87
Big Lures/Little Lures	<u>\$ 2,558.92</u>	<u>\$ 2,558.92</u>
	\$105,240.76	\$105,240.76

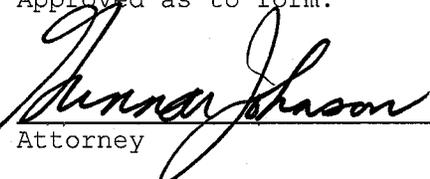
Approved:

  
 \_\_\_\_\_  
 Department Director

Approved for presentation to council:

  
 \_\_\_\_\_  
 Chief Administrative Officer

Approved as to form:

  
 \_\_\_\_\_  
 Attorney

Approved:

  
 \_\_\_\_\_  
 Auditor

CD KAH:jle 3/3/2011

STATEMENT OF PURPOSE: In 2004 the city took back the revolving loan fund (RLF) from North Star Community Development Corporation. The RLF portfolio balance as of December 31, 2010 was \$262,475.54 for 28 loans. The 11 loans listed for discharge in this resolution total \$105,240.76, with interest, and have been in bankrupt status since the city acquired the portfolio. The city has worked with Range Collections Bureau to recover as much outstanding debt as possible.