RESOLUTION NO. 2017-001
ECONOMIC DEVELOPMENT AUTHORITY

APPROVAL OF A REVOLVING LOAN IN THE AMOUNT OF $250,000.00 TO NORTHFIELD HOTEL PROPERTIES, LLC. FOR NEW CONSTRUCTION OF A HOTEL AT THE CROSSINGS SITE

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, Northfield Hotel Properties, LLC is constructing a Marriot Fairfield Inn & Suites Hotel to be located at the Crossings Site, a redevelopment property, located at 114 Second Street West; and,

WHEREAS, Northfield Hotel Properties, LLC has requested $250,000 from the Citywide Revolving Loan Program to assist with the new construction costs; and,

WHEREAS, the EDA Loan Review Committee has reviewed the revolving loan application and supporting documentation from Brett Reese representing Northfield Hotel Properties, LLC 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 Downtown Revolving Loan in the amount of two hundred and fifty-thousand dollars ($250,000.00) to Northfield Hotel Properties, LLC.

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 five (5) years with monthly payments equal to interest accrued and not to include principal. After sixty (60) months of interest-only payments, the interest rate will increase equal to the current prime rate as published in the Wall Street Journal on June 29, 2022, amortized over a period of twenty (20) years with a balloon payment after one-hundred and twenty (120) months from date of closing.

Passed by the Northfield Economic Development Authority this 29th day of June, 2017.

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Todd Bornhauser, EDA President

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Britt Ackerman, EDA Vice-President