

**Revolving Loan Fund Committee
Special Meeting Minutes – May 13, 2019
130 North High Street – Conference Room**

The Hillsboro Revolving Loan Fund (RLF) Committee met on May 13, 2019 at 10:00 a.m. in the upstairs conference room of the Hillsboro City Building located at 130 North High Street.

CALL TO ORDER

Safety Service Director Mel McKenzie called the meeting to order at 10:05 am. Chair Drew Hastings was not able to attend.

ROLL CALL/QUORUM

The following members were present: Mel McKenzie, Safety Service Director, Steve Thompson, Steve Ventura, Amy Hamilton and John Storrs A quorum was met. Also present was Blaze Underwood, Attorney at Rose & Doby, from Wilmington, Ohio.

MINUTES

No minutes were presented:

REPORTS

Amortization reports for all loans 2019 were reviewed and presented to board and Blaze Underwood for the purpose of review for delinquency and default

CORRESPONDENCE- Clerk Kimberly Newman mailed a letter to the Lowell's giving them current amount on their loan, removing the interest on the big payment only, Kimberly also sent it to their attorney Armintrout.

DISCUSSION

Kimberly Newman informed RLF that Robert Lowell came to the office and wanted clarification that the amortization table was correct as his understanding was that when the large payment was made in October that interest would no longer be applied. The RLF committee agreed that interest still applies, it was not applied for the one large payment that then brought the loan to under \$60,000 that allowed the release of Robert Lowell's # 2 property. A letter was sent out by secretary Kimberly Newman, stating this information, no response or communication has occurred since the letter.

Attorney Blaze Underwood reviewed the delinquent loan files of Lowell's Landscaping, Classics Diner and Warren Furniture. Mr. Underwood will take the files to make copies for his use on the delinquent loans and return the originals to Hillsboro RLF.

At length discussion about the best way to handle the delinquent and defaulted loans. Advise from Mr. Underwood was for the City to pass an ordinance that would allow the RLF to pay attorney fees if a suit is filed. On future loans have an acceleration clause added. RLF cannot impose new clauses and conditions to existing loans, but can certainly place them in new loans. Due to language in Lowell's loan, the amount of \$61.06 can be enforced on each late payment.

Mr. Underwood also suggested to get mortgages on new loans, as he is not a fan of UCC filings. Mr. Underwood will only charge a percentage of claimed monies to RLF if he is able to claim the delinquent monies owed to the RLF from delinquent loan holders. He will not be on a retainer. Mr. Underwood also stated he would contact Fred Beery and Greg VanZant to let them know what his plan will be with a demand letter to gain the delinquent money and to get advisement from them.


Next meeting will be Wednesday May 29th, due to May 27th being Memorial Day.

ADJOURN

Motion to adjourn Steve Ventura, seconded by John Storrs. The meeting adjourned at 10:52 a.m.



Drew Hastings, Chairman



Kimberly Newman, Secretary