

**METROPOLITAN BUSINESS DEVELOPMENT CORPORATION
 BOARD OF DIRECTORS MEETING
 February 23, 2017
 444 SOUTH FIFTH STREET - SUITE 600
 LOUISVILLE, KENTUCKY**

MEMBERS PRESENT	MEMBERS ABSENT	STAFF PRESENT
President, Scott Herrmann		Kurt Hummel
Barbara Lasky		Altheia Patterson
Charles Foree		Jessica Wethington
Kim Leanhart		Scott Love
Cory Bybee		Laura Ferguson
Tyler Smith		
Jackie Pennington		

Mr. Herrmann called the meeting to order at 9:00 a.m. Mr. Herrmann called for a motion to approve the minutes of the January 26, 2017 meeting. Mr. Herrmann made the motion. Motion was seconded by Ms. Jackie Pennington. Motion carried. The following loans were presented:

NAME OF BORROWER:	Butcherblock Properties, LLC
PROJECT ADDRESS:	1007 E. Main St
DESCRIPTION OF BUSINESS:	Façade & Accessibility Improvements
NAICS:	
LOAN OFFICER:	Kurt Hummel
TOTAL PROJECT COST:	\$215,000
AMOUNT REQUESTED:	\$65,000
AMOUNT APPROVED:	\$65,000
PURPOSE OF LOAN:	Renovations
COLLATERAL:	METCO will have a mortgage 1007 E. Main Street which was purchased for \$125,000 and has a mortgage balance of \$89,000. There has already been about \$50,000 into the project and is asking for \$65,000 to finish out the Façade and Accessibility improvements. We will also have the personal guaranty of Andy Blieden.
TERMS OF LOAN:	\$627.34 monthly for 10 years @ 3%
EXISTING JOBS:	N/A
JOB CREATION:	N/A
DISTRICT:	2
BOARD ACTION:	Approved

Mr. Herrmann called for a motion. Mr. Charles Foree made a motion to approve the loan. The motion was seconded by Mr. Cory Bybee. Motion carried. Tyler Smith abstained from voting due to the relationship with the owner Andy Blieden.

NAME OF BORROWER: Butcherblock Properties, LLC
PROJECT ADDRESS: 115 – 117 N Wenzel Street & 1004 E. Washington
DESCRIPTION OF BUSINESS: Façade & Accessibility Improvements
NAICS:
LOAN OFFICER: Kurt Hummel
TOTAL PROJECT COST: \$275,000
AMOUNT REQUESTED: \$130,000
AMOUNT APPROVED: \$130,000
PURPOSE OF LOAN: Renovations
COLLATERAL: METCO will have a mortgage on all eight of the properties as the bank did one mortgage secured by all eight properties.

- The “as complete” and “as stabilized” appraisal came back as \$1,820,000 and considering that almost all of the space leased I would consider is to be stabilized.
- Using the above appraisal we would be at 60% LTV which is well within our guidelines.
- Additionally we will have Andy Blieden’s personal guaranty.

TERMS OF LOAN: \$627.64 monthly for 10 years @ 3%
EXISTING JOBS: N/A
JOB CREATION: N/A
DISTRICT: 2
BOARD ACTION: Approved

Mr. Herrmann called for a motion. Mr. Cory Bybee made a motion to approve the loan. The motion was seconded by Mrs. Jackie Pennington. Motion carried. Tyler Smith abstained from voting due to the relationship with the owner Andy Blieden.

NAME OF BORROWER: Gravely Brewing, LLC
PROJECT ADDRESS: 514 Baxter Avenue
DESCRIPTION OF BUSINESS:
NAICS:
LOAN OFFICER: Kurt Hummel
TOTAL PROJECT COST: \$2,922,500

AMOUNT REQUESTED: \$200,000
AMOUNT APPROVED: \$200,000
PURPOSE OF LOAN: Renovations
COLLATERAL: METCO will have a mortgage on 514 Baxter in addition to a lien on the equipment. METCO's guidelines stipulate that we can do 75% of the equipment value and 90% of the real estate value. The equipment cost is \$540,000 (\$405,000) and the property "as complete" is appraised for \$1,720,000 (\$1,548,000) for a total value of \$1,920,000 so we fit within METCO's collateral guidelines. Additionally the loan will be guaranteed by Nathaniel and Holly Gravely and Cory and Kelly Buenning.

TERMS OF LOAN: \$627.64 monthly for 10 years @ 3%
EXISTING JOBS: N/A
JOB CREATION: N/A
DISTRICT: 4
BOARD ACTION: Approved: Upon contingent

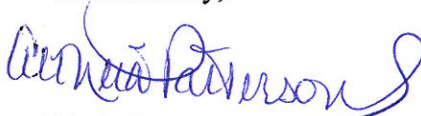
Mr. Herrmann called for a motion. Mr. Charles Foree made a motion to approve the loan. The motion was seconded by Ms. Barbara Lasky. Loan is approved upon the contingent that Nathaniel and Holly Gravely and Cory and Kelly Buenning mortgages are added as personal guarantees. Cory Bybee abstained from voting on this particular loan. Republic Bank is involved with the borrowers, so Mr. Bybee abstained from voting due to a potential conflict of interest.

Mr. Herrmann called for old business. Kurt Hummel gave an update on the Delinquency Report.

Mr. Herrmann called for new business the METCO Board voted to accept Scott Love as Assistant Secretary. Mr. Herrmann called for a motion. Mr. Charles Foree made a motion to approve Scott Love as Assistant Secretary. The motion was seconded by Ms. Barbara Lasky. The motion was carried.

With no other business during this board meeting, Mr. Herrmann adjourned the meeting.

Submitted by,



Altheia Patterson
Assistant Secretary