

LOAN COMMITTEE
County of Chautauqua Industrial Development Agency
BWB Building
201 W. 3rd Street, 2nd Floor Lawrence R. Taylor Board Room
Jamestown, NY 14701
Live Streamed via YouTube and Zoom
November 9, 2023
10:00 a.m.

Applicants: Original Crunch Roll Factory, LLC

CCIDA Staff: Rich Dixon, Kristine Morabito, Carol Rasmussen, Rosie Strandburg, Jeanette Lo Bello, Kayla Strandburg

Loan Committee Members: Gary Henry, Sagan Sheffield-Smith, Kevin Brombacher, Michele Calimeri, Scott Crist, Greg Noon

Loan Committee Members Absent: Jim Domagola

Guests: Zachary Bohn and Mark Bohn, Original Crunch Roll Factory, LLC; Greg Peterson and Lisa Cole (via Zoom), Phillips Lytle

Gary Henry

Welcomed everyone to the CCIDA Loan Committee meeting held at the BWB Building, 201 W. 3rd Street in Jamestown on November 9, 2023, and also streaming live on YouTube and Zoom.

Gary Henry

Took roll call vote of Loan Committee Members with Kevin Brombacher, Michele Calimeri, Scott Crist, Greg Noon, Sagan Sheffield-Smith present along with Gary Henry.

Gary Henry

Asked for a motion to accept the September 14, 2023 minutes. So moved by Sagan Sheffield-Smith. Michele Calimeri requested her name be corrected to "Calimeri." Jeanette LoBello confirmed the correction would be made. Gary Henry requested a motion to accept the minutes as modified. The motion was moved by Sagan Sheffield-Smith and seconded by Michele Calimeri. The motion to accept the minutes "as modified" was passed unanimously by the Loan Committee.

Gary Henry

At this time I would entertain a motion to enter into Executive Session for the purpose of discussing financial or credit history of a particular person or corporation, and to discuss matters relating to the proposed acquisition, sale, or lease of real property. I believe that discussing this in open session would substantially affect their value. Do I hear such a motion?

Scott Crist

So moved.

Gary Henry

Thank you. Do I hear a second?

Michele Calimeri

Second.

Gary Henry

All in favor say Aye.

Loan Committee

Ayes.

Gary Henry

Opposed?

Loan Committee

(None)

Executive Session

Gary Henry

We are now back in open session and I would like to report that no votes or actions were taken during Executive Session.

Gary Henry

At this point we will move into New Business "A." Kristine will you read the recommendation for us?

Kristine Morabito

Yes, I'd be glad to Mr. Chairman. CCIDA makes the following suggested recommendation from the Loan Committee Members to the CCIDA Board of Directors regarding AL Tech, EDA CARES Act Funds, and/or CRLF loan(s) for Original Crunch Roll Factory, LLC in the amount of \$400,000. **WHEREAS**, the County of Chautauqua Industrial Development Agency ("CCIDA") has been presented with an AL Tech, EDA Cares Act Fund and CRLF loan application from Original Crunch Roll Factory, LLC (the "Company") for the purpose of financing machinery, equipment and working capital. The loan request is in the amount of \$400,000.00. The loan terms are \$225,000 machinery and equipment financing for 7-years ("Term") at 4.00% interest (the "Loan") with principal and interest payments made monthly, and \$175,000 working capital financing for 5-years ("Term") at 4.00% interest (the "Loan") with principal and interests payments made monthly, and **WHEREAS**, the loan shall be secured by (i) a subordinate lien mortgage position on the real estate owned by Bourne Street Holdings, LLC located at 75 Bourne Street, Westfield, New York 14787 behind the bank's 1st mortgage and CCIDA's existing mortgage, (SBL No: 192.12-1-34), (ii) a subordinate lien assignment of rents by Original Crunch Roll Factory, LLC and Bourne Street Holdings, LLC behind the bank and CCIDA's existing assignment (iii) a subordinate lien position on all business assets including, but not limited to, furniture, fixtures, machinery, equipment, inventory, and accounts receivable behind the bank and CCIDA's existing assignment, (iv) unlimited personal guarantee provided by Zachary Bohn and unlimited guarantee of Bourne Street Holdings, LLC, (v) key-man life insurance in the amount of the loan provided by Zachary Bohn, and **WHEREAS**, the Company shall maintain fire and hazard insurance on all company assets, with CCIDA listed as assignee and loss payee in an amount equal to the outstanding indebtedness to CCIDA at all times over the course of the loan, and appraisals for the property must be received prior to the loan closing, and **WHEREAS**, commitment and financing documents of other lenders are to be satisfactory to the CCIDA.

Gary Henry

Thank you. Do we have a motion to accept this recommendation?

Scott Crist

So moved.

Gary Henry

Do we have a second?

Michele Calimeri

Second.

Gary Henry

We'll do a roll call vote.

Gary Henry

Gary Henry votes aye.

Gary Henry

Kevin Brombacher?

Kevin Brombacher

Aye.

Gary Henry

Michele Calimeri?

Michele Calimeri

Aye.

Gary Henry

Scott Crist?

Scott Crist

Aye.

Gary Henry

Greg Noon?

Greg Noon

Aye.

Gary Henry

Sagan Sheffield-Smith?

Sagan Sheffield-Smith

Aye.

Gary Henry

Thank you. The recommendation has been approved. Do we have any other business to come before the Loan Committee? Hearing none, do we have a motion to adjourn?

Michele Calimeri

So moved.

Gary Henry

Thank you. Do we have a second?

Scott Crist

Second.

Gary Henry

Thank you. All in favor say aye.

Loan Committee

Ayes.

Gary Henry

Opposed?

Loan Committee

(None)

Gary Henry

The meeting is adjourned. Thank you.

The Loan Committee meeting was adjourned at **10:55 a.m.**

Respectfully submitted by Kristine Morabito, Project Manager