



## REQUEST FOR BOARD ACTION

ITEM NO. 10

**DATE OF MEETING:** May 26, 2015

**REQUESTED BY:** Trey Thurman, County Attorney

**SHORT TITLE:** Resolution Approving Two Million Dollar (\$2,000,000.00) REDLG Loan with Four County EMC and RC Creation Holdings LLC.

**BACKGROUND:** The Incentive Agreement with RC Creations LLC and RC Creation Holdings LLC (Collectively "RC") provided that the County would facilitate loans through the USDA REDLG program. The REDLG program is a pass through Zero interest loan whereby USDA loans money to an EMC, who loans the same funds to the County, which in turn loans the money to an industry which uses the funds to create jobs and tax base.

The Federal funding cycle originally was projected to only permit One Million Dollars in loan funds, but Four County was able to apply for and receive approval for a Two Million Dollar loan. RC will secure the loan with a letter of credit and pay all costs associated with the loan so that the County can facilitate the loan without spending any County money. Should RC be unable to make payments when due, the letter of credit will cover any shortfall so that both Four County and Pender County are protected against loss.

**SPECIFIC ACTION REQUESTED:** It is requested that the Board approve the Resolution to enter into the REDLG loan agreement with Four County EMC and RC Creation Holdings LLC.

**RESOLUTION**

**NOW, THEREFORE BE IT RESOLVED** by the Pender County Board of Commissioners that:

It is hereby resolved that the Pender County Board of Commissioners approves executing a loan agreement, promissory note and any other necessary documents with Four County EMC and RC Creations LLC and RC Creation Holdings LLC(Collectively "RC") to facilitate a REDLG loan to permit RC to purchase equipment for its food processing facility. It is further resolved that the County Manager and Chairman of the Board are granted authority to execute loan related documents.

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The Chairman/County Manager are authorized to execute any/all documents necessary to implement this resolution.

**AMENDMENTS:**

MOVED \_\_\_\_\_ SECONDED \_\_\_\_\_

APPROVED \_\_\_\_\_ DENIED \_\_\_\_\_ UNANIMOUS

YEA VOTES: Williams \_\_\_ Brown \_\_\_ McCoy \_\_\_ Piepmeyer \_\_\_ Keith \_\_\_

\_\_\_\_\_  
J. David Williams, Chairman      5/26/2015  
Date

\_\_\_\_\_  
ATTEST      5/26/2015  
Date