

TOWN OF DAVIE TOWN COUNCIL AGENDA REPORT

TO: Mayor and Councilmembers

FROM/PHONE: Will Allen, Redevelopment Administrator/797-2093

SUBJECT: Resolution

TITLE OF AGENDA ITEM: A RESOLUTION OF THE TOWN OF DAVIE, FLORIDA, RATIFYING THE DAVIE COMMUNITY REDEVELOPMENT AGENCY'S APPROVAL OF COMMERCIAL LOAN SUBSIDY PROGRAM ASSISTANCE TO BEL-TEC ELECTRICAL FOR A REDEVELOPMENT PROJECT

REPORT IN BRIEF: This resolution ratifies the Davie Community Redevelopment Agency's approval of a commercial loan subsidy for the building expansion by Bel-Tec Electrical at 4700 Davie Road. This loan subsidy was for the purpose of expanding the existing building on this site by approximately 5000 square feet. The CRA approved the loan subsidy for this particular building in March of 1998. The approval was given to allow an interest subsidy of \$10,749.47. This amount leveraged an investment of \$350,000 to expand this building. A certificate of occupancy was issued in March of 2001. The loan subsidy payment is made to the approved lender which in this case is Regent Bank. The amount of the loan subsidy is to pay the interest down to a 5% rate over a period of five years. The interest rate from Regent Bank was 9% in this case. The CRA will pay the loan subsidy amount to Regent Bank from its Special Projects account.

PREVIOUS ACTIONS: The Davie CRA approved the loan subsidy to Bel-Tec in March of 1998. The CRA reaffirmed the loan subsidy for Bel-Tec at their July 9, 2001 meeting.

FISCAL IMPACT:

Has request been budgeted? yes

If yes, expected cost: \$10,749.47

Account Name: Special Projects 01-0405-515.05-02

RECOMMENDATION(S): Motion to approve the Resolution.

Attachment(s): A copy of the approved application for CRA Commercial Loan Subsidy Program

Resolution _____

A RESOLUTION OF THE TOWN OF DAVIE, FLORIDA, RATIFYING THE DAVIE COMMUNITY REDEVELOPMENT AGENCY'S APPROVAL OF COMMERCIAL LOAN SUBSIDY PROGRAM ASSISTANCE TO BEL-TEC ELECTRICAL FOR A REDEVELOPMENT PROJECT

WHEREAS, the Davie Community Redevelopment Agency (CRA) has been implementing its Commercial Loan Subsidy Program for the past five years; and

WHEREAS, the intent of the Program is to provide low interest financing for businesses wishing to improve through renovation, expansion or new construction in the redevelopment area; and

WHEREAS, the CRA has approved Program assistance for the building expansion/new construction at 4700 Davie Road owned by Jennmar Dimensional Concepts, Inc., and Daniel and Barbara Belyeu (Bel-Tec Electrical); and

WHEREAS, in terms of actual program cost, the CRA approval of loan subsidy assistance will cost up to \$10,749.47 of Program funds to reduce debt service on the project; and

WHEREAS, this estimated construction project will provide over three hundred fifty thousand dollars of investment (\$350,000.00) in the redevelopment area; and

WHEREAS, this project will increase the taxable value of property in the redevelopment area which will be captured by the CRA tax increment financing method.

NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF DAVIE, FLORIDA.

SECTION 1. The Town Council of the Town of Davie ratifies the CRA's approval of Commercial Loan Subsidy Program assistance to Bel-Tec Electrical for its redevelopment project.

SECTION 2. This resolution shall take effect immediately upon its passage and adoption.

PASSED AND ADOPTED THIS _____ DAY OF _____, 2001.

MAYOR/COUNCILMEMBER

ATTEST:

TOWN CLERK

APPROVED THIS _____ DAY OF _____, 2001.

**APPLICATION
TOWN OF DAVIE
CRA COMMERCIAL LOAN SUBSIDY PROGRAM**
(please print or type)

Name: DANIEL + BARBARA BELYEU (BEL-TEC)
Address: 11829 SW 42CT
City/Zip: DAVIE 33320
Day Phone #: (954) 583-6816

Location or Legal Description of the Property to be improved:

4700 DAVIE ROAD

Type of Loan:

Exterior Improvements _____

Business _____

Building Expansion/New Construction

Do you own the property? Yes No _____

Name of the business: BEL-TEC ELECTRICAL

Type of improvements or expenditures that you want to make with the proceeds of this loan:

ADDING 4 TO 5,000 SQUARE FEET

Approximate amount of loan you are applying for: \$200,000.00
(If this is a request for more than one loan type, please separate amounts.)

By signing this application, I acknowledge that I have received and read a copy of the CRA guidelines on this program, I understand and agree to comply with them.

[Signature]
Witness

[Signature] 3/11/98
Applicant (date)

This is to certify to the participating lending institution that this project meets the guidelines established by the CRA for work to be done within the CRA district and qualifies for further consideration to participate in the Town of Davie CRA Commercial Loan Subsidy Program.

[Signature] 5/11/98
CRA Chairman or designee (date)

This program approval is good for 90 days from the date of CRA Board approval.
revised 9/29/97.

Approved for interest subsidy assistance not to exceed \$10,749.47. [Signature]

