



CITY OF LA CROSSE

400 La Crosse Street
La Crosse, Wisconsin 54601
(608) 789-CITY
www.cityoflacrosse.org

LEGISLATION STAFF REPORT FOR COUNCIL

File ID	25-1108	Caption	Resolution approving Loan Modification Agreement and other associated documents for Upper Floor Loans with Dale Berg d/b/a Jeaneri, Ltd.
---------	---------	---------	--

Staff/Department Responsible for Legislation

Planning & Development

Requestor of Legislation

Dale Berg

Location, if applicable

119-127 4th Street S

Summary/Purpose

This legislation would extend the maturity date to 10/1/2036 with a 15-year amortization and monthly payments resuming on 11/1/2025. It will convert the outstanding current total amount owed to the city to a principal balance that will be paid back based on these terms. This new principal balance does not include compounding interest nor other allowable fees that could be charged, such as attorney's fees. The attached documents also require the borrower to provide Financial Statements and meet with the City upon the City's request, include updates to the collateral coverage, and include a late fee of 5% of the outstanding balance due after a 10-day grace period -which is standard for the City's small business loans. Additionally, other corresponding administrative documents have been included that needed updates.

Background

Jeaneri, Ltd has failed to make consistent loan payments for over 5 years. This borrower has requested a modification to the existing loans to enable Jeaneri Ltd to resume regular payments and bring the loan current. Additionally the existing loan documents need corrections and updates.

Fiscal Impact

The current outstanding balance owed to the City is \$629,892.86

Staff Recommendation

Approval