

DATE SUBMITTED 11/23/15
 SUBMITTED BY PLANNING DIRECTOR
 DATE ACTION REQUIRED 12/02/15

COUNCIL ACTION (x)
 PUBLIC HEARING REQUIRED ()
 RESOLUTION ()
 ORDINANCE 1ST READING ()
 ORDINANCE 2ND READING ()
 CITY CLERK'S INITIALS ()

**IMPERIAL CITY COUNCIL
 AGENDA ITEM**

SUBJECT: DISCUSSION/ACTION: BUSINESS LOANS – EL ZARAPE RESTAURANT AND IMPERIAL TRUSS & HARDWARD

1. APPROVE BUSINESS LOAN TO BEATRIZ GONZALES (EL ZARAPE RESTAURANT) IN THE AMOUNT OF \$110,000.00
2. APPROVE BUSINESS LOAN TO RAUL PARRA (IMPERIAL TRUSS AND HARDWARE) IN THE AMOUNT OF \$90,000.00

DEPARTMENT INVOLVED:

BACKGROUND/SUMMARY:

The Successor Agency set aside \$200,000 for business assistance loans during the ROPS15-16A period. These funds must be expended before December 31, 2015. Two businesses applied for funding assistance.. Ms. Gonzales is requesting funding assistance in the amount of \$110,000 for working capital and expansion of the existing El Zarape Restaurant. Approximately \$60,000 will be used to purchase new restaurant equipment, and \$27,500 will be used to expand the building with additional indoor and outdoor dining areas. The remaining funds will be used for working capital. The second loan request is from Raul Parra in the amount of \$90,000 for working capital and construction of new lease space on the south side of 2nd Street across from the Truss and Hardware Store. Mr. Parra is not able to keep enough stock on hand to provide good for sale to his customers and will use a portion of the loan for inventory. Mr. Parra will use the rest of the proceeds to construct a 4,434 square-foot for lease

FISCAL IMPACT: \$200,000 from Successor Agency Funds

F.O. INITIALS: _____

STAFF RECOMMENDATION:

The loan requests were presented to the Loan Committee and based on those discussions, Staff recommends approval of the loan to Ms. Gonzales in the amount of \$110,000 to be paid over a period of 10 years at 2%. Staff further recommends approval of a loan to Mr. Parra in the amount of \$ 90,000 to be paid over a period of 10 years at a rate of 3%. Both loans will be secured through a senior position Deed of Trust of their respective properties.

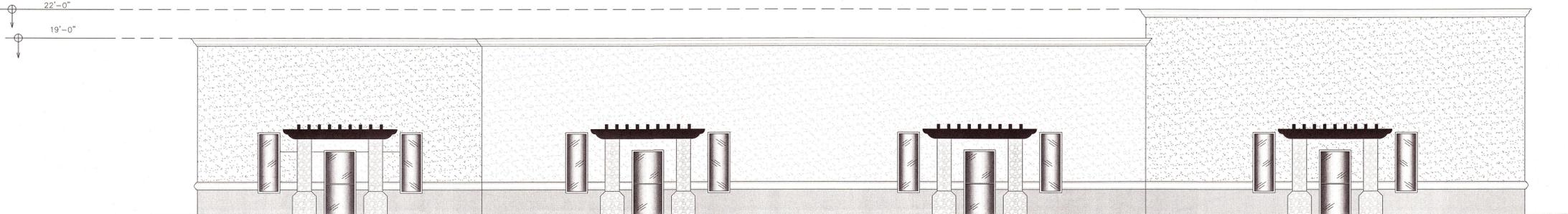
MANAGER'S RECOMMENDATION:

MANAGER'S INITIALS

MOTION:

SECONDED: APPROVED () REJECTED ()
 AYES: DISAPPROVED () DEFERRED ()
 NAYES:
 ABSENT: REFERRED TO:

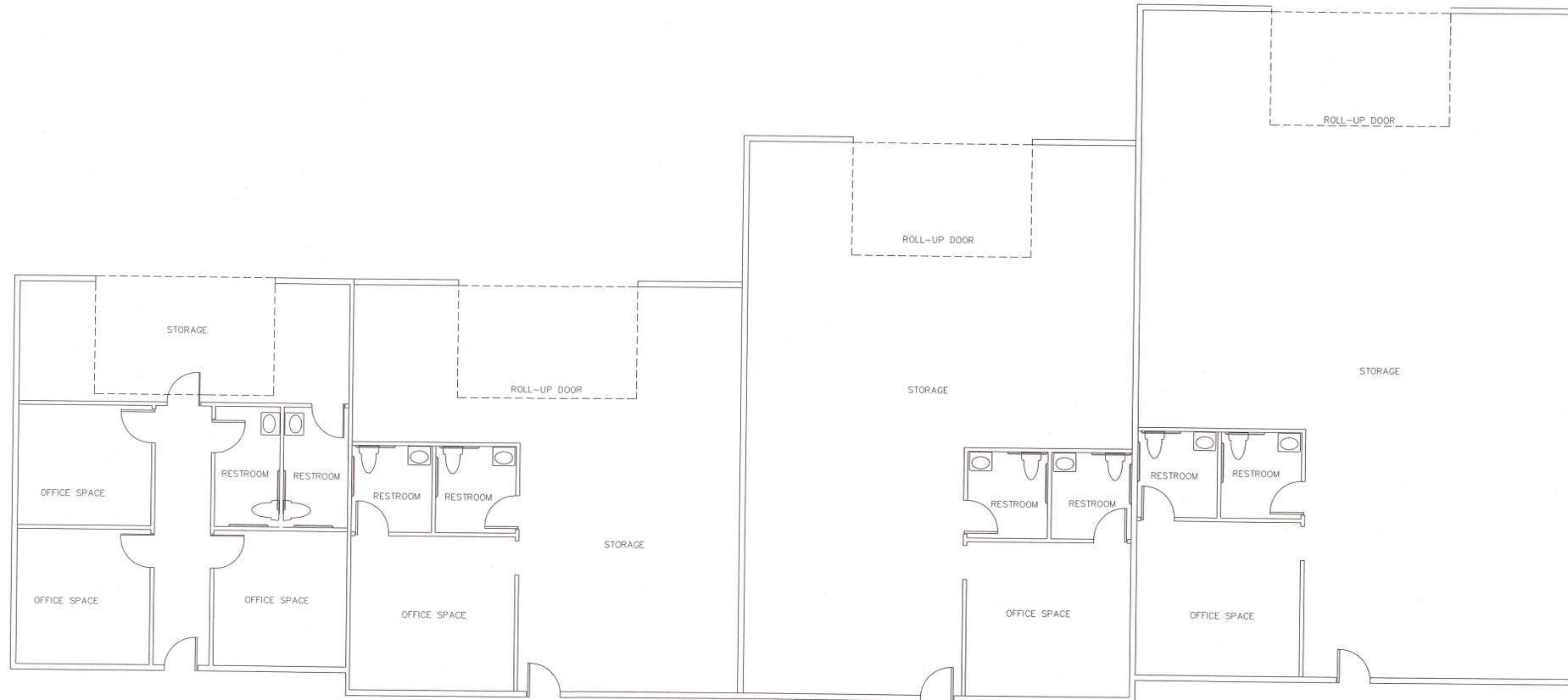
**NEW PARRA'S BUILDING
2ND ST. IMPERIAL, CA 92251
NORTH ELEVATION**



NORTH ELEVATION SCALE 3/16" = 1'-0"

PROJECT ADDRESS: 2ND ST IMPERIAL, CA 92251		PAGE 1 OF 1
SCALE: AS SHOWN		
DATE: 10/26/2015		
CONTAINS: ELEVATION		
DRAWING NUMBER A1		

**NEW PARRA'S BUILDING
2ND ST. IMPERIAL, CA 92251**



FLOOR PLAN

SCALE 3/16" = 1'-0"

PROJECT ADDRESS: 2ND ST IMPERIAL, CA 92251	
SCALE: AS SHOWN	PAGE 1 OF 1
DATE: 10/27/2015	
CONTAINS: FLOOR PLAN	
DRAWING NUMBER A1	