

RESOLUTION NO. 24-

RESOLUTION OF THE MENDOCINO COUNTY BOARD OF SUPERVISORS APPROVING LOAN FORGIVENESS OF THE REMAINING \$84,829.42 BALANCE OF HAPPY RIDES, INC.'S COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) LOAN (PI-101) AND RELEASE OF LIEN ON PROPERTY PURSUANT TO THE TERMS OF THE COUNTY'S 2020 COVID-19 BUSINESS ASSISTANCE AND RECOVERY LOAN FUND

WHEREAS, by Resolution Number (No.) 20-065 (May 19, 2020), the Mendocino County Board of Supervisors authorized Planning and Building (PBS) to allocate Program Income (PI) to establish a Business Revolving Loan Fund; and

WHEREAS, the County created the Mendocino 2020 CDBG COVID-19 Business Assistance and Recovery Loan Fund Program to provide low-interest forgivable loans to small and medium-sized businesses in unincorporated areas of the county affected by the COVID-19 Shelter in Place (SIP) order and help businesses financially recover from the negative impacts of the pandemic; and

WHEREAS, the California Department of Housing and Community Development's (HCD) encourages economic development activity with its Community Development Block Grant Program (CDBG) that best meet the needs of their communities including direct assistance to businesses in the form of grants, loan, and/or forgivable loans to eligible businesses; and

WHEREAS the Mendocino 2020 CDBG COVID-19 Business Assistance and Recovery Loan Fund Program guidelines allow for providing low-interest forgivable loans to small and medium-sized businesses in unincorporated areas of the county affected by the COVID-19 Shelter in Place (SIP) order which meet specified job creation and retention requirements; and

WHEREAS, the measurements for meeting the requirements of loan forgiveness were based on the selected business creating and retaining one full-time equivalent job for every \$35,000 loaned for two years, with 51% of the jobs being filled by Target Income Group (TIG) members; and

WHEREAS, Happy Rides, Inc., received a loan pursuant to the 2020 CDBG COVID-19 Business Assistance and Recovery Loan Fund Program in the amount of \$105,000.00 , which allowed for the balance of the loan to be forgiven if full-time equivalent jobs were retained for a two-year period as required under the guidelines; and

WHEREAS, Happy Rides, Inc. has provided the necessary documentation, paid the required 24 monthly loan payments (totaling \$22,077.92), and retained the required jobs. As a result, the business has met the requirement for loan balance forgiveness and release of lien on property per the terms of the original loan agreement; and

NOW, THEREFORE, BE IT RESOLVED that the Mendocino County Board of Supervisors approves loan forgiveness of the remaining \$84,829.42 balance of Happy Rides, Inc.'s business assistance loan (PI-101) and release of lien on property, as the business has met the requirement for loan balance forgiveness per the terms of the loan, and authorizes the Chief Executive Officer or designee to execute all necessary documents to accomplish the forgiveness of the loan balance and the termination of the loan.

The foregoing Resolution introduced by Supervisor _____, seconded by Supervisor _____, and carried this _____ day of _____, 2024, by the following vote:

AYES:
NOES:
ABSENT:

WHEREUPON, the Chair declared said Resolution adopted and SO ORDERED.

ATTEST: DARCIE ANTLE
Clerk of the Board

MAUREEN MULHEREN, Chair
Mendocino County Board of Supervisors

Deputy

I hereby certify that according to the provisions of Government Code Section 25103, delivery of this document has been made.

APPROVED AS TO FORM:
CHARLOTTE E. SCOTT
County Counsel

BY: DARCIE ANTLE
Clerk of the Board

Deputy