

BUSINESS LOAN PROGRAM

**LOAN MODIFICATION MEMORANDUM
CITY OF LONG BEACH
ECONOMIC DEVELOPMENT DEPARTMENT
333 W. OCEAN BOULEVARD, 3RD FLOOR
LONG BEACH, CA 90802**

JULY 3, 2018 – 10:00 AM

BORROWER: **DOGZ LLC DBA DOGZ BAR AND GRILL**
5300 E. 2nd Street., Long Beach, CA 90803
(Council District 3)

BUSINESS: Full service restaurant and bar.

OWNERSHIP: The business is a domestic limited liability company owned 100% by the principal, Rodney Frontino.

REQUEST: \$95,000 Revolving Loan

FUNDING SOURCE: EDA and CDBG funds are proposed subject to availability.

TERM & INTEREST: A 10-year, fully amortized loan with monthly principal and interest payments of \$1,054.69. Interest rate will be fixed at 6.00%, which is the current WSJ prime rate plus 1.50%. Fees total 2% of the loan amount (\$1,900).

FUNDING DATE: March 15, 20018

PURPOSE: To provide funds for furniture, fixtures & equipment purchases.

PUBLIC BENEFIT: Job creation. Three full-time equivalent employees will be hired within 24 months. And 20 full-time equivalent employees will be retained.

RECOMMENDATION: Approval is recommended for modification of the loan to Dogz LLC to allow interest only payment through March 15, 2019. The existing loan of \$95,000 was funded on March 15, 2018 with a current balance of approximately \$93,251.60 amortized over 10 years at 6% percent interest.

Reviewed by:

Seyed Jalali, Economic Development Officer

Approved for Loan Committee:

John Keisler, Director of Economic Development