



Legislation Text

File #: RES 20-1277, **Version:** 1

Approving the loan modification to Neighborhood STAR funding for Rathskeller Renaissance, LLC.

WHEREAS, on August 9, 2017, by Resolution #17-1203, the Saint Paul City Council approved the assignment of STAR funds from West 7th/Fort Road Federation, Inc. to Rathskeller Renaissance, LLC, for the Schmidt Rathskeller building project and

WHEREAS, the STAR funds will be used for the redevelopment of the and historically- designated 1935 Schmidt Brewery Rathskeller and into a production bakery, café, event space, and offices; and

WHEREAS, the owners of Schmidt Rathskeller, LLC cannot make the monthly payments on the STAR loan because their revenues have been reduced by the effects of the COVID-19 pandemic and the Governor of Minnesota's Executive Order limiting capacity to 50% on their tenants, particularly those that are Places of Public Accommodation; and

WHEREAS, the owners of Schmidt Rathskeller, LLC request the deferral of the STAR Loan payments by one year and forgiveness of any interest and late fees; and

WHEREAS, on September 1, 2020, PED's Credit Committee recommended the deferral of Schmidt Rathskeller, LLC's STAR loan payments, through an extension of the loan term by one year, and forgiveness of any interest and late fees, and

RESOLVED, , the Saint Paul City Council authorizes and approves deferral of Schmidt Rathskeller, LLC's STAR loan payments by one year and forgiveness of any interest and late fees and directs the appropriate City officials to execute the necessary loan amendments to implement this Resolution, subject to approval by the City Attorney; and be it

FINALLY RESOLVED, PED staff are further authorized and directed to proceed with all other actions necessary to implement this Resolution.