

**Community Planning & Economic Development**

Crown Roller Mill, 105 Fifth Ave. S.  
Suite 200  
Minneapolis, MN 55401



September 6, 2007

MEMO TO: Chuck Lutz, Deputy Director

FROM: Jack Kryst, Chair, Development Finance Committee

SUBJECT: Development Finance Committee Recommendation Regarding Proposed  
AINDC Franklin Avenue Debt Restructuring

On September 6, 2007, the Development Finance Committee considered a staff report regarding restructuring of the American Indian Neighborhood Development Corporation's (AINDC) debt associated with the Franklin Circles Shopping Center and Franklin Business Center, including restructuring of an Urban Development Action Grant (UDAG) loan and subordination of a City loan to a line of credit.

The Committee concurs with the staff recommendation that the debt restructuring and subordination be approved, with the suggestion that the City retain the ability to require at its discretion resumption of UDAG loan payments if AINDC's anticipated development activity on West Broadway Avenue does not proceed as planned.

cc: Tom Daniel  
Kristin Guild