



REQUEST FOR GRAND RAPIDS EDA ACTION

AGENDA DATE: September 28, 2023

STATEMENT OF ISSUE: Consider approval of a Commercial Building Improvement Loan with Kreklow Enterprises for improvements to the Kreklow Dental Clinic at 510 NW 2nd Ave.

PREPARED BY: Rob Mattei, Executive Director

BACKGROUND:

Dr. Gretchen Kreklow and Jason Kreklow, the owners of Kreklow Dental located in the Central Business District at 510 NW 2nd Ave. have applied for a Commercial Building Improvement Loan of \$40,000 to support improvement to their facility.

The planned improvements to Kreklow Dental, totaling \$226,000, involve roofing, selective interior demolition, interior plumbing (including a new bathroom), electrical and communications upgrades, HVAC upgrades, drywall and casework.

These proposed improvements will also allow them to bring in another much needed dentist into their practice.

As you'll recall, the CBIL can provide up to \$40,000 per project or 75% of the total project cost, whichever is less. The CBIL program provides these funds at a 2% interest rate, amortized over a 20-year periods with a balloon payment at the end of year five.

GREDA is funding CBIL program loans, currently, through a Blandin Foundation Program Related Investment non-recourse note and, thus the principal and interest collected from these loans are paid to the Blandin Foundation.

Commissioners Sholom Blake and Wayne Bruns have reviewed this application with staff and have recommended approval of this loan.

RECOMMENDATION:

REQUIRED ACTION: Pass a motion approving a Commercial Building Improvement Loan with Kreklow Enterprises for improvements to the Kreklow Dental Clinic at 510 NW 2nd Ave.