



CDA Agenda Item

Meeting Date: August 15, 2024

Agenda Item: Recruit chute Inc.

Staff Contact (name, email, phone): Rachelle Blitch, rblitch@whitewater-wi.gov , 262-473-1380

BACKGROUND

(Enter the who, what when, where, why)

As we review the outstanding loans, we are identifying which loans are recoverable and which are not. Recruit chute was granted a capital catalyst loan of \$51,500 on May 6, 2019. However, no personal guarantee was signed, and no payments have been received to date. Additionally, further investigation on the DFI website reveals that the company was administratively dissolved on June 13, 2021.

PREVIOUS ACTIONS – COMMITTEE RECOMMENDATIONS

(Dates, committees, action taken)

FINANCIAL IMPACT

(If none, state N/A)

The financial impact would reduce the fund balance by the amount of the receivable (\$51,500).

STAFF RECOMMENDATION

Given the administrative dissolution of Recruit chute, the absence of a personal guarantee, and the lack of any payment history, it is recommended that the \$51,500 loan be written off as uncollectible. Writing off this loan will allow the City to close out this account and reallocate resources to more recoverable loans.

ATTACHMENT(S) INCLUDED

(If none, state N/A)

1. DFI Status Verification