



Rice County Housing and Redevelopment Authority

Memo

To: Rice County Housing & Redevelopment Authority

From: Joy Watson, Executive Director

Date: May 28, 2019

Item # II-1 Debt write off- M.O.E Craft Company LLC (formerly F-Town Brewing Company)

The Rice County HRA approved a \$50,000.00 loan for F-Town Brewing Company on August 26 2014; the loan is in default. On November 6, 2018, the HRA Board authorized the County Attorney and his office to negotiate a settlement with M.O.E. Craft Company, in which M.O.E. Craft Company agreed to settle its debt with the HRA in the amount of \$14,500.00 by December 31, 2018. M.O.E. did not pay the debt as promised, so the Attorney's Office filed suit to collect the debt. On March 1, 2019, that suit was dismissed because there was no remaining collateral with which to collect the debt, rendering the debt uncollectable. The amount owed as of December 31, 2018 was \$38,696.36; that debt needs to be formally written off so it can be removed from Rice County's financial records.

ACTION

Staff is requesting that the RCHRA Board formally write off M.O.E. Craft Company's debt of \$38,696.36 as of December 31, 2018.