

1. GENERAL OBLIGATION BOND ISSUE OUT OF WHICH THE LOAN IS MADE WITH RESPECT TO A LOAN MADE FROM THE PROCEEDS OF A GENERAL OBLIGATION BOND ISSUE; OR

2. MOST RECENT GENERAL OBLIGATION BOND ISSUE OF THE CITY PRECEDING APPROVAL OF THE APPLICATION FOR THE LOAN WITH RESPECT TO A LOAN MADE FROM SOURCES OTHER THAN GENERAL OBLIGATION BOND PROCEEDS; AND

(II) A LOAN SHALL MATURE AT A DATE NO LATER THAN 10 YEARS FOLLOWING THE DATE ON WHICH THE FIRST FUNDS ARE ADVANCED TO THE ENTERPRISE.

~~(B)~~(C) THE CITY MAY ESTABLISH FEES IN AN AMOUNT CALCULATED TO COVER THE ADMINISTRATIVE EXPENSE OF MAKING THE EQUITY INVESTMENT OR THE LOAN.

~~(E)~~(D) THE CITY MAY MAKE AN EQUITY INVESTMENT IN OR A LOAN TO AN ENTERPRISE PURSUANT TO THIS SECTION OR MAY GUARANTEE A LOAN MADE BY A PRIVATE LENDER TO AN ENTERPRISE OR PROCURE A THIRD PARTY TO GUARANTEE A LOAN TO AN ENTERPRISE PURSUANT TO SECTION 27-7 IN ANY COMBINATION WHICH THE CITY, IN ITS SOLE AND ABSOLUTE DISCRETION, DEEMS APPROPRIATE.

27.7.

(A) TO IMPLEMENT THE PROGRAM, THE CITY MAY GUARANTEE A LOAN MADE BY A PRIVATE LENDER TO AN ENTERPRISE, PROVIDED THAT THE CITY IN ITS SOLE AND ABSOLUTE DISCRETION DETERMINES THAT THE LOAN TO BE GUARANTEED WILL:

(1) PROVIDE WORKING CAPITAL TO THE ENTERPRISE OR BE USED BY THE ENTERPRISE TO PURCHASE MACHINERY OR EQUIPMENT; AND

(2) ASSIST IN THE ESTABLISHMENT OR GROWTH OF AN ENTERPRISE AND LIKELY RESULT IN THE ESTABLISHMENT OR EXPANSION OF MANUFACTURING, OFFICE, RESEARCH OR RELATED ACTIVITIES IN THE CITY.

(B) THE CITY IN ITS SOLE AND ABSOLUTE DISCRETION MAY PRESCRIBE THE TERMS UPON WHICH A LOAN IS TO BE GUARANTEED AND MAY ESTABLISH PREMIUMS AND FEES IN AN AMOUNT CALCULATED TO COVER THE ADMINISTRATIVE EXPENSE OF GUARANTEEING THE LOAN AND THE RISK OF LOSS ARISING FROM A LOAN DEFAULT, PROVIDED THAT THE LOAN THAT IS TO BE GUARANTEED SHALL BE MADE TO AND FOR THE BENEFIT OF AN ENTERPRISE.

(C) IN LIEU OF DIRECTLY GUARANTEEING A LOAN, THE CITY IN ITS SOLE AND ABSOLUTE DISCRETION MAY PROCURE A THIRD PARTY TO GUARANTEE A LOAN TO AN ENTERPRISE AND MAY PAY THE FEES THEREFOR ON BEHALF OF THE ENTERPRISE, PROVIDED THAT THE CONDITIONS AND LIMITATIONS SET FORTH IN PARAGRAPHS (A) AND (B) OF THIS SECTION ARE FULLY SATISFIED.