

**CITY OF WEST ALLIS
RESOLUTION R-2024-0552**

**RESOLUTION TO APPROVE A SUBORDINATION AGREEMENT FOR THE
ECONOMIC DEVELOPMENT LOAN TO NAUS BREWING LLC, D/B/A
PERSPECTIVE BREWING CO. LOCATED AT 7508 W. GREENFIELD AVE.**

WHEREAS, the City of West Allis entered into an Economic Development Loan Agreement with Naus Brewing LLC D/B/A Perspective Brewing Company (the “Borrower”) for the establishment of a brewery at 7508 W. Greenfield Ave.; and,

WHEREAS, on March 16, 2021, the City approved, under Resolution Number R-2021-0152, a \$50,000 Instore Forgivable Loan funded with Community Development Block Grant dollars and a \$50,000 Economic Development Loan supported with Community Development Block Grant dollars; and,

WHEREAS, the original main lender for the Borrower is the Wisconsin Women’s Business Initiative Corporation (WWBIC) who holds a first lien position for up to \$254,000 with the City holding a 2nd lien position behind WWBIC;

WHEREAS, the Borrower’s main loan and some additional debt is being refinanced by PyraMax Bank which is taking WWBIC out of the loan and providing the borrowing with more favorable loan terms;

WHEREAS, PyraMax Bank is requesting the that the City of West Allis execute a Subordination Agreement which keeps West Allis in the 2nd lien position but places \$42,000 of additional debt in front of the West Allis position as the main lender’s position in front of West Allis would go from \$254,000 to \$296,000; and,

WHEREAS, the Economic Development Program recommends the City of West Allis agree to the Subordination Agreement requested by PyraMax Bank as this will place the business in a better position to succeed with better terms moving forward.

NOW THEREFORE, BE IT RESOLVED, the Common Council of the City of West Allis hereby approves the Subordination Agreement for the Economic Development Loans to Naus Brewing, LLC, D/B/A Perspective Brewing Co., located at 7508 W. Greenfield Ave.

BE IT FURTHER REVOLED the City Attorney is hereby authorized to prepare loan documents required by the aforesaid commitment.

BE IT FURTHER RESOLVED that the City Attorney be and is hereby authorized to make such non-substantive changes, modifications, additions and deletions to and from the loan documents, including any and all attachments, exhibits, addendums and amendments, as may be necessary and proper to correct inconsistencies, eliminate ambiguity and otherwise clarify and supplement said provisions to preserve and maintain the general intent thereof, and to prepare and deliver such other and further documents as may be reasonably necessary to

complete the transactions contemplated therein.

BE IT FURTHER RESOLVED that the proper City Officers, or any of their authorized deputies, as necessary, are authorized on behalf of the city to execute the aforesaid loan documents.

BE IT FURTHER RESOLVED that all balances of the existing loans be transferred to the new ownership group.

SECTION 1: **ADOPTION** “R-2024-0552” of the City Of West Allis Municipal Resolutions is hereby *added* as follows:

ADOPTION

R-2024-0552(*Added*)

PASSED AND ADOPTED BY THE CITY OF WEST ALLIS COUNCIL

_____.

	AYE	NAY	ABSENT	ABSTAIN
Ald. Ray Turner	_____	_____	_____	_____
Ald. Kimberlee Grob	_____	_____	_____	_____
Ald. Chad Halvorsen	_____	_____	_____	_____
Ald. Marissa Nowling	_____	_____	_____	_____
Ald. Suzzette Grisham	_____	_____	_____	_____
Ald. Danna Kuehn	_____	_____	_____	_____
Ald. Dan Roadt	_____	_____	_____	_____
Ald. Patty Novak	_____	_____	_____	_____
Ald. Kevin Haass	_____	_____	_____	_____
Ald. Marty Weigel	_____	_____	_____	_____

Attest

Presiding Officer

Rebecca Grill, City Clerk, City Of West Allis

Dan Devine, Mayor, City Of West Allis