

An emergency meeting of the Carrboro Board of Aldermen was held on October 13, 1988 at 5:00 p.m. in the Town Hall Board Room.

Present and presiding:

Mayor	Eleanor Kinnaird
Aldermen	Tom Gurganus
	Hilliard Caldwell
	Frances Shetley
	Judith Wegner
	Jay Bryan
Town Manager	Robert W. Morgan
Town Clerk	Sarah C. Williamson
Town Attorney	Michael B. Brough

NORINA/JADE PALACE SECURITY RESTRUCTURING

James Harris, the town's Special Projects Coordinator, stated that Dr. Francis Chan, recipient of an economic development loan from the Town of Carrboro, was requesting the town subordinate its security position on the Jade Palace property so that he could restructure his financial portfolio. Mr. Harris stated that the town presently holds a second security position on the Jade Palace Restaurant property, first lien on all personal property and equipment associated with the restaurant, and a personal guarantee for the \$75,000 loan. The balance owned on this loan is \$60,000.

Mr. Harris stated that the town staff recommended supporting Dr. Chan's request for the town to subordinate its security position on the Jade Palace and in turn take a second position on the Marco Polo Restaurant property.

Mark Royster, with Central Carolina Bank, stated that Robb and Associates out of Wilmington, did the appraisal on the Marco Polo Restaurant property. Mr. Royster stated that the appraised value of the property is \$1.2 million. Mr. Royster also stated that CCB was proposing to loan Dr. Chan \$650,000.

Mark Hudson, Dr. Chan's attorney, spoke concerning the credentials of the appraiser, Robb & Associates.

MOTION WAS MADE BY HILLIARD CALDWELL AND SECONDED BY JUDITH WEGNER THAT THE ADMINISTRATION'S RECOMMENDATION TO SUBORDINATE THE TOWN'S SECURITY POSITION ON THE JADE PALACE PROPERTY AND IN TURN TAKE A SECOND POSITION ON THE MARCO POLO RESTAURANT PROPERTY BE ACCEPTED. VOTE: AFFIRMATIVE THREE, NEGATIVE THREE (SHETLEY, GURGANUS, BRYAN)

It was the consensus of the Board to place this item on the agenda for the October 18, 1988 meeting of the Board for consideration.

MOTION WAS MADE BY HILLIARD CALDWELL AND SECONDED BY TOM GURGANUS THAT THIS MEETING BE ADJOURNED. VOTE: AFFIRMATIVE ALL

Sarah C. Williamson
Town Clerk

Eleanor Kinnaird
Mayor