

 <p style="text-align: center;">Council Communication Office of the City Manager</p>	Date:	May 9, 2016
	Agenda Item No.	37
	Roll Call No.	<u>16-0777</u>
	Communication No.	<u>16-238</u>
	Submitted by:	Matthew A. Anderson, Assistant City Manager

AGENDA HEADING:

Resolution approving subordination agreement between Two Rivers Bank & Trust, Beckley Properties, LLC, Beckley Imports, Inc., (Beckley Automotive) and the City of Des Moines.

SYNOPSIS:

Approval will allow refinance of existing first mortgage debt with Two Rivers Bank & Trust. The City's lien on the property remains junior to the new mortgage of \$890,000.

FISCAL IMPACT: NONE

ADDITIONAL INFORMATION:

Beckley Automotive Services opened in 1979 and is focused on providing maintenance services to European autos and has expanded its scope of services to include all makes of domestic autos. The company maintains needed diversity of support services to the downtown employment market.

Previously located at 209 16th Street, a new service facility was built at 901 8th Street after being relocated due to the Martin Luther King, Jr. Parkway Project.

The City loan of \$80,000 at 0% interest was provided to supplement the company's cash flow following relocation as its business grew into the expanded facility. The City loan is in repayment over a 10 year amortization.

PREVIOUS COUNCIL ACTION(S):

Date: October 21, 2013

Roll Call Number: [13-1643](#)

Action: [Subordination](#) Agreement between Community Business Lenders Service Company, LLC, Beckley Properties, LLC, Beckley Imports, Inc. and the City of Des Moines for refinancing of 901 8th Street. ([Council Communication No. 13-524](#)) Moved by Hensley to adopt. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE

For more information on this and other agenda items, please call the City Clerk's Office at 515-283-4209 or visit the Clerk's Office on the first floor of City Hall, 400 Robert D. Ray Drive. Council agendas are available to the public at the City Clerk's Office on Thursday afternoon preceding Monday's Council meeting. Citizens can also request to receive meeting notices and agendas by email by calling the Clerk's Office or sending their request via email to cityclerk@dmgov.org.