

Date December 22, 2008

RESOLUTION GIVING PRELIMINARY APPROVAL FOR A \$165,000 LOAN FROM THE CITY OF DES MOINES TO STICKEL ENTERPRISES, LLC

WHEREAS, Stickel Enterprises, LLC (hereinafter referred to as "Company") has made application for financial assistance from the City for an economic development project to be located at 2925 Ingersoll Avenue, Des Moines, IA; and

WHEREAS, the project, a new three-story, 12,400 square foot multi-tenant commercial building, will create economic development and retain and create new jobs within the City; and

WHEREAS, to assist in completing the project as planned, the City's Office of Economic Development is proposing a city loan in the amount of \$165,000 at an interest rate of three percent (3%) per annum to be repaid over 20 years, secured by a second real estate mortgage on the project property and the personal guarantee of Jeffery E. Stickel; and

WHEREAS, the City desires to accomplish a public purpose by dispensing funds in a project which will involve private investment and the retention and/or creation of new jobs and income pursuant to Iowa Code Chapter 15A, increase the tax base and promote the revitalization of neighborhood commercial areas; and

WHEREAS, the public gains and benefits generated from this economic development activity are warranted in comparison to the amount of funds invested; and

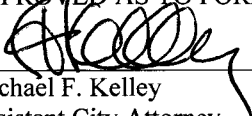
NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Des Moines, Iowa:

1. Preliminary approval is given for an economic development loan in the amount of \$165,000 to be administered by the Office of Economic Development under the terms and conditions as outlined in the attached Council Communication, with such local participation to be contingent upon receipt of all private financing identified in the application. In the event the private commitments materially change, OED staff is directed to recommend to Council whether the proposed City contribution is necessary or appropriate and whether the terms of the City loan should be renegotiated.

2. Should the loan document not be approved and executed within twelve (12) months from this date the preliminary funding commitment shall be rescinded and the funds shall be available for reallocation.

APPROVED AS TO FORM:

(Council Communication No. 08- 742)


 Michael F. Kelley
 Assistant City Attorney

Moved by _____ to approve.

COUNCIL ACTION	YEAS	NAYS	PASS	ABSENT
COWNIE				
COLEMAN				
HENSLEY				
KIERNAN				
MAHAFFEY				
MEYER				
VLISSIS				
TOTAL				
MOTION CARRIED			APPROVED	
_____ Mayor				

CERTIFICATE

I, DIANE RAUH, City Clerk of said City hereby certify that at a meeting of the City Council of said City of Des Moines, held on the above date, among other proceedings the above was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my seal the day and year first above written.

City Clerk