



Roll Call Number

Agenda Item Number

31

Date May 9, 2016

RESOLUTION APPROVING FIRST AMENDMENT TO LOAN AGREEMENT AND SUBORDINATION AGREEMENT BETWEEN CENTRAL STATE BANK, NORRIS PARTNERS, LLC, AND THE CITY OF DES MOINES

WHEREAS, on November 4, 2016 by Roll Call No. 13-1725, the City Council approved a Neighborhood Commercial Revitalization Program Loan in the amount of \$185,000.00 with Norris Partners, LLC (the "Company") 901 to support a historical renovation of the property located at 210 Court Avenue (the "Property") and secured by a mortgage on the Property; and

WHEREAS, the Company requested that the City subordinate its mortgage to additional debt to the first priority lender, Central State Bank in exchange for beginning payments and accruing interest earlier than required under the original loan agreement and applying loan proceeds to a new potential project at 212 East Third Street; and

WHEREAS, the First Amendment to Loan Agreement and Subordination Agreement, attached hereto, has been approved by the legal department.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Des Moines, Iowa that the First Amendment to Loan Agreement and Subordination Agreement the City's mortgage from Norris Partners, LLC to a new loan from Central State Bank in the amounts of \$843,471.11 on 210 Court Avenue, Des Moines is hereby approved and the Mayor is authorized and directed to execute such document on behalf of the City.

(Council communication No. 16-593)

APPROVED AS TO FORM: Moved by _____ to adopt.

Thomas G. Fisher, Jr. Assistant City Attorney

Table with 5 columns: COUNCIL ACTION, YEAS, NAYS, PASS, ABSENT. Rows include COWNIE, COLEMAN, GATTO, GRAY, HENSLEY, MOORE, WESTERGAARD, and TOTAL.

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.

MOTION CARRIED APPROVED

Mayor

City Clerk