



Roll Call Number

17-1748

Agenda Item Number

31

Date October 9, 2017

RESOLUTION APPROVING PRELIMINARY TERMS OF AN URBAN RENEWAL DEVELOPMENT AGREEMENT WITH 206 6TH AVENUE, LLC, FOR THE HISTORIC REDEVELOPMENT AND CONVERSION OF THE MIDLAND BUILDING TO A 140 ROOM HOTEL

WHEREAS, Aparium Hotel Group, through a subsidiary, 206 6th Avenue, LLC, represented by Mario Tricoci, Manager, proposes to renovate the 12-story Midland Building at 206 6th Avenue for use as a 140 room luxury boutique hotel at an anticipated project cost of approximately \$39.7 million; and,

WHEREAS, the City's Office of Economic Development has negotiated preliminary terms of agreement whereby the City would provide economic assistance for the renovation of the Midland Building in the form of an Economic Development Grant to be paid over 15 years, with the annual payments to be in the following percentage of the project generated tax increment revenue as more specifically described in the accompanying council communication. 100% in years 1-5; 85% in years 6-9; 80% in years 10-12; and 75% in years 13-15.

( Council Communication No. 17- 714 )

MOVED by Hensley to receive, file and approve the preliminary terms of agreement set forth in the accompanying Council Communication, and to direct the Office of Economic Development to proceed with negotiation of a formal agreement with 206 6th Avenue, LLC, consistent with such preliminary terms. ; refer to the City Manager to identify \$15,000 in hotel/motel tax funding for the Des Moines Playhouse to secure a grant from Enhance Iowa program.

FORM APPROVED:

Roger K Brown

Roger K. Brown, Assistant City Attorney

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COUNCIL ACTION	YEAS	NAYS	PASS	ABSENT
COWNIE	✓			
COLEMAN	✓			
GATTO	✓			
GRAY	✓			
HENSLEY	✓			
MOORE	✓			
WESTERGAARD	✓			
TOTAL	7			

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.

Diane Rauh

City Clerk

T. M. Franklin Council Mayor