



Roll Call Number

13-1808

Agenda Item Number

30

Date November 18., 2013

APPROVING COLLATERAL ASSIGNMENT OF DEVELOPMENT AGREEMENT WITH RANDOLPH APARTMENTS LIMITED PARTNERSHIP, REPRESENTED BY GEORGE SHERMAN, PRESIDENT, TO CEDAR RAPIDS BANK AND TRUST COMPANY AS SECURITY FOR PROJECT FINANCING

WHEREAS, on August 26, 2013, by Roll Call No. 13-1366, the City Council approved an Urban Renewal Development Agreement with Randolph Apartments Limited Partnership (hereinafter "Randolph Apartments"), represented by George Sherman, President of Sherman Associates, Inc., whereby Randolph Apartments has agreed to redevelop the Hotel Randolph and the adjacent Earle & Le Bosquet and Youngerman Block buildings at 4th Street and Court Avenue for a mixed use project that will create 55 residential units and first floor commercial space in exchange for the City's agreement to provide an economic development grant in the total amount of up to \$3,400,000 payable in ten annual installments; and,

WHEREAS, Randolph Apartments has requested City approval of a Collateral Assignment of Development Agreement whereby Randolph Partnership assigns its interest in the Urban Renewal Development Agreement to Cedar Rapids Bank and Trust Company as security for a loan to be used for the purchase of the Hotel Randolph and the adjacent Earl & Le Bosquet and Youngerman Block buildings.

NOW THEREFORE, BE IT RESOLVED, by the City Council of the City of Des Moines, Iowa, that the Collateral Assignment of Development Agreement described above is hereby approved, and the Mayor and City Clerk are hereby authorized and directed to execute the Collateral Assignment of Development Agreement on behalf of the City of Des Moines.

MOVED by Coleman to adopt.

FORM APPROVED:

Roger K. Brown

Roger K. Brown, Assistant City Attorney

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Table with 5 columns: COUNCIL ACTION, YEAS, NAYS, PASS, ABSENT. Rows include COWNIE, COLEMAN, GRIESS, HENSLEY, MAHAFFEY, MOORE, and TOTAL (6 yeas).

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.

Mayor signature: T. M. Franklin

City Clerk signature: Diane Rauh