

RESOLUTION NO. 26191

A RESOLUTION AUTHORIZING THE CITY FINANCE OFFICER TO EXECUTE LOAN EXTENSION DOCUMENTS RELATIVE TO THE DOGWOOD MANOR PROPERTY EXTENDING THE MATURITY DATE OF THE LOAN ON SAID PROPERTY FROM REGIONS BANK F/K/A AMSOUTH BANK FROM JANUARY 31, 2010 TO JUNE 1, 2010; TO ENTER INTO AN AMENDMENT TO THE MANAGEMENT AGREEMENT WITH CHATTANOOGA HOUSING AUTHORITY ("MANAGER") RELATIVE TO SAID PROPERTY TO ASSURE PAYMENT OF THE PROMISSORY NOTE TO REGIONS BANK IN THE EVENT FUNDS COLLECTED BY MANAGER ARE INSUFFICIENT TO MAKE REQUIRED PAYMENTS OF PRINCIPAL AND INTEREST; AND AUTHORIZING THE PAYMENT OF REASONABLE CLOSING COSTS ASSOCIATED WITH SAID LOAN EXTENSION.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CHATTANOOGA, TENNESSEE, That the City Finance Officer be and is hereby authorized to execute loan extension documents relative to the Dogwood Manor property extending the maturity date of the loan on said property from Regions Bank f/k/a AmSouth Bank from January 31, 2010 to June 1, 2010.

BE IT FURTHER RESOLVED, That the City Finance Officer be and is hereby authorized to enter into an amendment to the management agreement with Chattanooga Housing Authority ("Manager") relative to said property, assuring that in the event funds collected by Manager are insufficient to make required principal and interest payments under the Promissory Note (\$2,600,000 Note executed by Dogwood Manor, LLC on September 21, 2001) to Regions Bank City will make all required payments to Regions Bank.

BE IT FURTHER RESOLVED, That payment be and is hereby authorized for reasonable closing costs associated with said loan extension.

ADOPTED: January 26, 2010