

RESOLUTION NO. 26396

A RESOLUTION AUTHORIZING THE CHIEF FINANCE OFFICER TO ADVANCE FUNDS TO DOGWOOD MANOR, LLC IN THE AMOUNT OF APPROXIMATELY TWO MILLION FIVE HUNDRED THOUSAND DOLLARS (\$2,500,000.00) TO PAY THE OUTSTANDING LOAN BALANCE TO REGIONS BANK, PLUS LEGAL FEES OWED IN CONNECTION WITH PAST LOAN EXTENSIONS; THESE FUNDS WERE USED TO RENOVATE DOGWOOD MANOR, LLC WHICH IS A CITY-OWNED FACILITY; AND FURTHER AUTHORIZING THE MAYOR TO ENTER INTO AN AGREEMENT WITH DOGWOOD MANOR, LLC FOR REPAYMENT OF SAID ADVANCE FROM REVENUES DERIVED FROM THE OPERATIONS.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CHATTANOOGA, TENNESSEE, That it is authorizing the Chief Finance Officer to advance funds to Dogwood Manor, LLC in the amount of approximately \$2.5 million to pay the outstanding loan balance to Regions Bank, plus legal fees owed in connection with past loan extensions; these funds were used to renovate Dogwood Manor, LLC which is a city-owned facility; and further authorizing the Mayor to enter into an agreement with Dogwood Manor, LLC for repayment of said advance from revenues derived from the operations.

ADOPTED: August 10, 2010

/mms