

RESOLUTION NO. 18-20

A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF APACHE JUNCTION, PINAL COUNTY, ARIZONA, AUTHORIZING THE CITY MANAGER TO EXECUTE A LOAN AGREEMENT WITH APACHE JUNCTION VILLAS, LLC, REGARDING THE DEVELOPMENT OF APACHE JUNCTION TOWNHOMES GENERALLY LOCATED AT THE SOUTHEAST CORNER OF SAN MARCOS DRIVE AND TEPEE STREET.

WHEREAS, on January 9, 2017, the Apache Junction city council at a regularly scheduled council meeting indicated its support and participation in a project utilizing a variety of public and private funding sources to develop property located at the southeast corner of San Marcos Drive and Tepee Street; and

WHEREAS, the land is currently an undeveloped parcel and is anticipated to be developed by Apache Junction Villas, LLC ("Developer") with 52 low to moderate income rental housing units (the "Project"); and

WHEREAS, in order to incentivize housing projects to be built within the city, it is beneficial for developers to receive federal funding passed through the Arizona Department of Housing ("ADOH"); and

WHEREAS, typically in such funding assistance efforts, ADOH desires evidence of the local governing entity's commitment and enthusiasm to the project in the form of some monetary contribution; and

WHEREAS, the City of Apache Junction commits to loan \$34,000 to Developer in order to secure ADOH funding for the project; and

WHEREAS, the term of the loan is 20 years and is secured by a letter of credit with a local bank.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF APACHE JUNCTION, ARIZONA, AS FOLLOWS:

SECTION 1 That the Apache Junction city council hereby approves a loan agreement with Apache Junction Villas, LLC, presented for council review this date.

SECTION 2 That the City Manager, Bryant Powell, or his designated representative, is authorized and directed to

execute all documents necessary to carry out the intent of
this resolution and the loan agreement.

APPROVED AND ADOPTED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF
APACHE JUNCTION, ARIZONA, THIS ____ DAY OF _____, 2018.

SIGNED AND ATTESTED TO THIS ____ DAY OF _____, 2018.

JEFF SERDY
Mayor

ATTEST:

KATHLEEN CONNELLY
City Clerk

APPROVED AS TO FORM:

RICHARD J. STERN
City Attorney