# CITY COUNCIL AGENDA ITEM COVER MEMO

Agenda Item Number: _____

Meeting Type: Regular

Meeting Date: Jul 28, 2016

Action Requested By: Legal

Agenda Type: Resolution

Subject Matter:

Invoking Letter of Credit.

Exact Wording for the Agenda:

Resolution authorizing the Clerk-Treasurer to invoke BancorpSouth Bank Letter of Credit No. 362000821579 for Old Cove at McMullen Cove Subdivision.

Note: If amendment, Please state title and number of the original

Item to be considered for: Action

Unanimous Consent Required: No

Briefly state why the action is required; why it is recommended; what council action will provide, allow and accomplish and; any other information that might be helpful.

Associated Cost: _____

Budgeted Item: Not Applicable

MAYOR RECOMMENDS OR CONCURS: Yes

Department Head: _____

Date: Jul 18, 2016

**RESOLUTION NO. 16-_____**

**WHEREAS**, BancorpSouth Bank issued a certain letter of credit (No. 362000821579), a copy of which is attached hereto and incorporated herein by reference, including any amendments thereto, in favor of the City of Huntsville, Alabama pursuant to Article 5 of the Subdivision Regulations for the City of Huntsville, Alabama; and

**WHEREAS**, the letter of credit is due to be invoked and the proceeds used in accordance with said subdivision regulations.

**NOW, THEREFORE, BE IT RESOLVED** by the City Council of the City of Huntsville, Alabama, that the City of Huntsville Clerk-Treasurer be and is hereby authorized to present for payment to BancorpSouth Bank Letter of Credit No. 362000821579, prior to the expiration date thereof, with the language as specified in said Letter of Credit.

**ADOPTED** this the 28th day of July, 2016.

_____
President of the City Council
of the City of Huntsville,
Alabama

**APPROVED** this the 28th day of July, 2016.

_____
Mayor of the City of
Huntsville, Alabama

# Amendment Number 002
# To
# Irrevocable Standby Letter of Credit

**BancorpSouth Bank**
**Tupelo, Mississippi**

**Amendment Number 002 Date:** July 27, 2015
**Amendment Number 001 Date:** August 4, 2014
**Original Letter of Credit Issuance Date:** August 8, 2013
**Irrevocable Standby Letter of Credit Number:** 362000821579

**Beneficiary:** City of Huntsville, Alabama
Clerk-Treasurer Office
308 Fountain Circle
Huntsville, AL 35801

**Applicant:** Street Side Partners LLC
8624 S. Memorial Pkwy
Huntsville, AL 35802

**Subject:** Article 5 Sidewalk Letter of Credit for Old Cove at McMullen Cove

Dear Sir or Madam:

The above referenced Irrevocable Standby Letter of Credit together with each amendment thereto, (collectively the "Letter of Credit") in the aggregate amount of $48,682.40 is hereby amended on the indicated Amendment Number 002 Date as follows:

- The Expiration Date is extended from **August 8, 2015** to **August 8, 2016**.
- Letter of Credit Amount is hereby decreased by USD $2,846.65, to an aggregate amount available not to exceed USD $45,835.75.

ALL OTHER TERMS AND CONDITIONS STATED IN THE AFOREMENTIONED LETTER OF CREDIT REMAIN UNCHANGED.

This amendment forms an integral part of the Letter of Credit and must be attached thereto. The Beneficiary is requested to notify us promptly if this amendment is not accepted by the Beneficiary.

OK
CEK
8/5/15

**BANCORPSOUTH BANK**

**BY:** Heather M. Sullivan

**Heather M. Sullivan**
**ITS: Trade Finance Officer**

8-5-15

DS 8-5-15

# Amendment Number 001
# To
# Irrevocable Standby Letter of Credit

**BancorpSouth Bank**
**Tupelo, Mississippi**

**Amendment Number 001 Date:** August 4, 2014
**Original Letter of Credit Issuance Date:** August 8, 2013
**Irrevocable Standby Letter of Credit Number:** 362000821579

**Beneficiary:** City of Huntsville, Alabama
Clerk-Treasurer Office
308 Fountain Circle
Huntsville, AL 35801

**Applicant:** Street Side Partners LLC
8624 S. Memorial Pkwy
Huntsville, AL 35802

**Subject:** Article 5 Sidewalk Letter of Credit for Old Cove at McMullen Cove

Dear Sir or Madam:

The above referenced Irrevocable Standby Letter of Credit together with each amendment thereto, (collectively the "Letter of Credit") in the aggregate amount of $73,880.00 is hereby amended on the indicated Amendment Number 001 Date as follows:

- The Expiration Date is extended from **August 8, 2014** to **August 8, 2015**.
- Letter of Credit Amount is hereby decreased by USD $25,197.60, to an aggregate amount available not to exceed USD $48,682.40.

ALL OTHER TERMS AND CONDITIONS STATED IN THE AFOREMENTIONED LETTER OF CREDIT REMAIN UNCHANGED.

This amendment forms an integral part of the Letter of Credit and must be attached thereto. The Beneficiary is requested to notify us promptly if this amendment is not accepted by the Beneficiary.

**BANCORPSOUTH BANK**

**BY:** Heather M. Sullivan
**Heather M. Sullivan**
**ITS: Trade Finance Officer**

OK
CEH
8/6/14

DS 8-5-14
MW 8-5-14

ou CCA
8/6/14

BancorpSouth®

# IRREVOCABLE STANDBY LETTER OF CREDIT

**Date of Issuance:** August 8, 2013
**Place of Issuance:** BancorpSouth Bank
201 South Spring Street
P.O. Box 789
Tupelo, MS 38802
Attn: Trade Finance Department

**No.:** 362000821579

**Date of Expiry:** August 8, 2014
**Place of Presentment/Expiry:** BancorpSouth Bank
603 Madison Street
Huntsville, Alabama 35801
Attn: Huntsville Division President

**Beneficiary:**
City of Huntsville, Alabama
Clerk-Treasurer Office
308 Fountain Circle
Huntsville, AL 35801

**Applicant:**
Street Side Partners LLC
8624 S. Memorial Pkwy
Huntsville, AL 35802

**Bank:**
BancorpSouth Bank
201 South Spring St.
P.O. Box 789
Tupelo, MS 38802
Attn: Trade Finance Dept.

**Subject:** Article 5 Sidewalk Letter of Credit for Old Cove at McMullen Cove

**Amount:** $73,880.00USD

Gentlemen:

We hereby issue our Irrevocable Standby Letter of Credit in your favor for the account of the above-stated applicant for a sum not to exceed the above-stated amount, available by one or more of your drafts drawn on sight at the above-stated address or at the Office of the BancorpSouth Bank in the City of Huntsville, Alabama.

All draft(s) drawn under and in compliance with the terms of this Irrevocable Standby Letter of Credit will be duly honored if drawn and presented for payment on or before the expiration date noted above and accompanied by a signed statement from a representative of the City of Huntsville, Alabama stating: **"This draw is being made pursuant to Article 5 of the Subdivision Regulations."**

The original of this Letter of Credit must be presented with any drawing. This Irrevocable Standby Letter of Credit shall be governed by the laws of the State of Alabama, including but not limited to the Alabama Uniform Commercial Code, as the same may be amended from time to time.

**BANCORPSOUTH BANK**

By: _____
Heather M. Sullivan
Its: Trade Finance Officer

8-13-13
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