

CITY COUNCIL RESEARCH DIVISION

LEGISLATIVE SUMMARY

JEFFREY R. CLEMENTS
Chief of Research
(904) 630-1377



117 West Duval Street
City Hall, Suite 425
Jacksonville, FL 32202
FAX (904) 630-3403

Bill Type and Number: Ordinance 2019-0332

Introducer/Sponsor(s): Council President at the request of the Mayor

Date of Introduction: May 15, 2019

Committee(s) of Reference: NCSPHS, F

Date of Analysis: May 15, 2019

Type of Action: Approval of a redevelopment agreement amendment

Bill Summary: This bill authorizes and approves Amendment One to the Redevelopment Agreement between First Coast No More Homeless Pets, Inc. and the City of Jacksonville; authorizes closing documents and technical changes as required by the General Counsel, or his designee, and the Mayor's Office, provided the City's costs are not increased; and provides City oversight by the Office of Economic Development.

Background Information: The initial redevelopment agreement was dated January 23, 2009, for the existing facility located at 6817 Norwood Avenue. Both entities entered into a mortgage, promissory note, and other loan documents on March 6, 2009. The project is complete and First Coast No More Homeless Pets is fully operational at its headquarters. The loan maturity date is June 1, 2019, and includes a condition of a balloon payment of principal and interest. The approximate amount of the fee is \$146,910.00.

First Coast No More Homeless Pets is unable to make the balloon payment, at this time, and has requested to revise loan documents. The business is current with all reporting and payment requirements; and submitted a \$14,000.00 down payment towards closing cost. The revision and modifications include:

- re-amortization of the remaining balance and
- extension of the loan to June 1, 2034 (15 year period)
- a condition that First Coast No More Homeless Pets pay all closing costs (including title/recording fees and documentary stamp taxes)
- authorization for the Mayor, or designee, to execute modifications as needed, without an increase of financial obligation to the City

Policy Impact Area: Redevelopment agreement, First Coast No More Homeless Pets, Inc

Fiscal Impact: Converts to the required \$146, 910.00 balloon payment into a mortgage extension to amortize the remaining balance over 15 years at an interest rate of 3% per year. \$14,000.00 down payment submitted toward closing costs.

Analyst: Mitchell