

RESOLUTION APPROVING THE SUBORDINATION OF LOANS TO THE EAST
MARKET STREET DEVELOPMENT CORPORATION AS COLLATERAL TO
CONSTRUCTION LOANS FOR HOME CONSTRUCTION AS PART OF CITY PROGRAMS

WHEREAS, the City partnered with the East Market Street Development Corporation to create a plan for the Jonesboro/Scott Park neighborhood, which City Council adopted on August 3, 2009;

WHEREAS, in order to implement the Plan City Council entered into a Developers Agreement with East Market Street Development Corporation on August 3, 2009 with \$500,000 in funding allowing them to buy property for the purpose of new home construction, home rehabilitation, either to sell for homeownership or to lease;

WHEREAS, the East Market Street Development Corporation has spent funds encumbered under the program in accordance with the Sales Development Agreement including the purchase of 304, 306, and 308 Shaw Street and 103 and 107 North Raleigh Street;

WHEREAS, the East Market Street Development Corporation has requested that the City subordinate these loans, and take a second mortgage position, to help secure a construction loan for work in Jonesboro/Scott Park and in other locations in east Greensboro; and

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF
GREENSBORO:

That the City Manager is authorized to subordinate the loans made to the East Market Street Development Corporation under the Sales Development Agreement referenced above to assist the East Market Street Development Corporation in securing a construction loan.