

BILL/ RESOLUTION REQUEST

- 1. Title:** Approves an amendment to loan with Hope Communities, Inc. (Minute Spot LLC) to modify the commercial existing current outstanding debt totaling \$730,868 by modifying the payment to offer a two year deferral of payments and interest accrual as well as modify the maturity date to be July 1, 2032.(GE0Y094).
- 2. Requesting Agency:** Office of Economic Development
- 3. Contact Person *with actual knowledge of proposed ordinance***
 - Name:**Seneca Holmes
 - Phone:**(720) 913-1533
 - Email:**seneca.holmes@denvergov.org
- 4. Contact Person *with actual knowledge of proposed ordinance who will present the item at Mayor Council and who will be available for first and second reading, if necessary***
 - Name:**Seneca Holmes
 - Phone:**(720) 913-1533
 - Email:**seneca.holmes@denvergov.org
- 5. Describe the proposed ordinance, including what the proposed ordinance is intended to accomplish, who's involved**
 - a. Scope of Work**

The contract was structured into two loans; a housing loan of \$906,450 for the residential portion of the development and commercial loan for the commercial portion of the development. This will amend and modify the commercial existing current outstanding debt totaling \$730,868 by modifying the payment to offer a two year deferral of payments and interest accrual as well as modify the maturity date to be July 1, 2032.
 - b. Duration**

Once approved, maturity date will be extended to July 1, 2032. Repayment will be modified two offer a two year deferral of payments and interest accrual, then return to existing payment structure. Assessed late fees will be waived.
 - c. Location**
 - d. Affected Council District**

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 - e. Benefits**

This modification will secure full repayment for the loan without compromising the financial position of Hope Communities allowing them to continue providing safe, affordable housing in Denver.
 - f. Costs**

The City will be forgiving two years of interest accrual and late fees that would be payable under the terms of the contract

6. Is there any controversy surrounding this ordinance, groups or individuals who may have concerns about it? Please explain.

No.

Bill Request Number: BR13-0820

Date: 10/29/2013