



Redevelopment Agency Regular Meeting AGENDA ITEM

NUMBER: 3

SUBJECT:

Ratification of Subordination Agreement Between Chambers Bank and the City of North Las Vegas Redevelopment Agency. (Ward 1 - Barron) (For Possible Action; Recommendation - Ratify)

REQUESTED BY:

Jared Luke, Senior Director of Economic Development and Government Affairs

WARD:

(Ward 1 - Barron)

RECOMMENDATION OR RECOMMEND MOTION:

Ratify Subordination Agreement

FISCAL IMPACT:

ACCOUNT NUMBER:

N/A

STAFF COMMENTS AND BACKGROUND INFORMATION:

Under Section 7.4 of the Agreement for Development and Option to Repurchase dated April 6, 2022 (Agreement) between the North Las Vegas Redevelopment Agency (Agency) and KL QOZB II, LLC (Developer), upon request from the Developer, the Agency can agree to subordinate its rights under the Agreement to the lien of an authorized mortgagee. Developer contacted Agency on September 16, 2024 about Developer's lender (Chambers Bank) requesting that the Agency sign a subordination agreement in connection with lender's loan of \$2,650,000 to Developer. Given Developer's timing need for the subordination agreement, the Chief Administrative Officer of the Agency signed the subordination agreement on September 25, 2024. Agency staff requests that the Agency ratify the subordination agreement between the Agency and Developer's lender, Chambers Bank.

CIP No.

Related Item:

LIST CITY COUNCIL GOAL(S): Responsible Fiscal Management

PREPARED BY:

Jared Luke, Senior Director of Economic Development and Government Affairs

Respectfully Submitted

Micaela R. Moore,
City Manager

MEETING DATE:

November 6,
2024