

Coleman A. Young Municipal Center 2 Woodward Avenue, Suite 500 Detroit, Michigan 48226-3437 Phone 313-224-4550 Fax 313-224-5505 www.detroitmi.gov

February 23, 2022

Detroit City Council 1340 Coleman A. Young Municipal Center Detroit, Michigan 48226

Re: Ft. Shelby - Workout of HUD 108 Loan - inducement agreement

Honorable City Council:

The Law Department, working closely with the OCFO, previously negotiated a proposed workout of the City's HUD 108 loan to the Ft. Shelby hotel. This Honorable City Council approved the proposed workout in a resolution adopted on November 3, 2021, a copy of which is included in the attached package of documents. Mr. Corley of LPD closely examined the proposed workout prior to City Council's approval.

To effectuate the workout, the City recently learned it will need to execute an inducement agreement. In addition to filing this letter and proposed resolution with the Clerk's Office, the Law Department has electronically circulated a privileged and confidential memorandum discussing the inducement agreement and the reasons we believe it is in the City's best interests.

We request that your Honorable Body approve the attached resolution to authorize execution of the inducement agreement.

Very truly yours,

Chuck Raimi

Deputy Corporation Counsel City of Detroit Law Department

Ph 313 237 5037

Email - raimic@detroitmi.gov

Enclosure

				. * .	
		•		٠	
					4.3
i			enter de la companya		
	*				
		is it is well			
		·			
			and the second of the	٠.	·
		•			Maria de la Companya de la Companya La Companya de la Companya de
	11 6.4	a estremisión sectión	Buttonian Program		
					,
				194	
: ·	1			r. . ∮ / * * .	
	· '		na Maria de Caraldo de Caraldo de Caraldo de		
		to see alto engli sed a color disconomical di			
			a kilosa 🕆	6 - K.F.	e specific
		e su stew & Firm Park tyronia	en e		
				V 4 3	
		I shake a standard a letter of the standard	r Maria di Salah da Kabupatèn Kabupatèn Kabupatèn Kabupatèn Kabupatèn Kabupatèn Kabupatèn Kabupatèn Kabupatèn	100	ting of the
	* 3		Mir Market (1907) J	•	
		on the Carlo Sale of the Specific Control		$t_{t} = \sqrt{\epsilon_{t}}$	
			er i nggar na gasa sabbaha sab B	nates 🏥	B. Bellevick
		, and Armed			!
		A Committee of the comm			
			!		
		The Court September of			* * *
,					
					•
				Trians	da, lotti
			•		
1	•	T.			i

RESOLUTION AUTHORIZING EXECUTION OF INDUCEMENT AGREEMENT TO EFFECTUATE PREVIOUSLY APPROVED WORKOUT OF THE CITY'S HUD 108 LOAN TO THE FORT SHELBY HOTEL

WHEREAS This Honorable City Council adopted a resolution on November

3, 2021, authorizing a \$2 million workout of the City's HUD 108

loan to the Fort Shelby Hotel; .

WHEREAS To effectuate the workout, the City is required to execute an

an inducement agreement;

WHEREAS The City Council has had an opportunity to consider the

memorandum and appropriate hearings have been conducted.

NOW THEREFORE BE IT

RESOLVED, that in accordance with the foregoing communication, the Detroit City Council hereby authorizes the City's execution of the aforementioned inducement agreement as set forth in the attached confidential memorandum.

}						1
						÷
ŀ			ក្រុមស្រីស្រីស្រីស្រី		2014/1971	545.00 E
	isas ()	8 m				
			,			·
		· 1.800 数的数				Section 1
	•		Tall Lylaus	terker og e kert		
			te (die 1901	er de de la		\$2.60 C
	:					·
	u ja ja in	repireçak	figurally yet	delentació sid.	-80	
	1 Y					·
						n synchen gron de
• .	1 (A) (A) (A) (A)	1		ra na sa		4.4525 10 SV
	• •			្ត អូនេស្សមន្តមួយ ផ្ត		
	t.	i.		land the second		
1		i ·	· · · · · · · · · · · · · · · · · · ·	politika and balance Politika di Tingga e e e e e e e e e e e e e e e e e e		Promote profession Professio
					TENT	
		•				
4.4 C		magrida gafo	no minima nin	e escribiosos di		IV. FOLKS
		The restriction		t kominativa (fi		(10) x (2)
		an basif samit differe	1, 2 (4), 200 (4)	rd Arryl type on mor		LOSSIMAN
	:					
	:		-			·
					1.	1
						·
			:			
		•				
·						
			•			