



## **REQUEST FOR COUNCIL ACTION**

**AGENDA DATE:** March 28, 2022

**AGENDA ITEM:** Consider approval of three Subordinations Agreements in favor of Grand Rapids State Bank for Small Cities Development Program mortgages on three properties owned by JBS Holdings, LLC.

**PREPARED BY:** Rob Mattei, Director of Community Development

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### **BACKGROUND:**

The City of Grand Rapids recorded three mortgages on property owned by JBS Holdings, LLC for Small Cities Development Program (SCDP) commercial rehabilitation loans. Two of the mortgages were recorded on December 27, 2016 and the other on July 22, 2016. The property owner is consolidating and refinancing their debt with Grand Rapids State Bank. The lender requires that the refinanced debt be in a superior position to the City SCDP loans.

### **REQUESTED COUNCIL ACTION:**

Make a motion to approve three Subordinations Agreements in favor of Grand Rapids State Bank for Small Cities Development Program mortgages on three properties owned by JBS Holdings, LLC.