



SMALL TOWN, BIG BEACH

## COUNCIL AGENDA SUMMARY

**TO:** Mayor Craft & Members of the City Council

**THROUGH:** Steve Griffin, City Administrator

**FROM:** Cindy King Dooley, Finance & Administrative Services Director

**SUBJECT:** Acceptance of Pelican Place Purchase Option

**DATE:** March 31, 2016

**ISSUE:** Notice of Pelican Place purchase option for \$400,000 has been exercised March 23, 2016 by RCG Ventures I, LLC on behalf of RCG-Gulf Shores, LLC by letter.

**BACKGROUND:** The Amended and Restated Repurchase and Sale Agreement dated March 1, 2009, by and among the City of Gulf Shores, Langley-Colonial, LLC ("Langley") and Colonial Realty Limited Partnership ("Colonial) to which Langley-Colonial, LLC successor is RCG-Gulf Shores, LLC provides for a purchase option of \$400,000 upon completion of debt service payments for Pelican Place. RCG Ventures I, LLC notified the City by letter March 23, 2016.

**PREVIOUS COUNCIL ACTION:** None

**BUDGET IMPLICATIONS:** \$400,000 in Revenue can be used to reduce outstanding 2014 line of credit payments.

**RELATED ISSUES:** None

**ATTACHMENTS:** Resolution attached

**DEPARTMENT:** Finance and Administrative Services

**STAFF CONTACT:** Cindy King Dooley