

Department: Planning

Subject:

Type of Action: Approval/Action

Resolution authorizing the Clerk-Treasurer to invoke Southern States Bank Letter of Credit No. 510001241 for Sanders Hill Phase at McMullen Cove Subdivision.

Resolution No.

Finance Information:

Account Number: Click or tap here to enter text.

City Cost Amount: \$

Total Cost: \$

Special Circumstances:

Grant Funded: \$

Grant Title – CFDA or granting Agency: Click or tap here to enter text.

Resolution #: Click or tap here to enter text.

Location:

Address:

District: District 1 ☐ District 2 ☐ District 3 ☐ District 4 ☐ District 5 ☐

Additional Comments:

RESOLUTION NO. 22-_____

WHEREAS, Southern States Bank issued a certain letter of credit (No. 510001241) a copy of which is attached hereto and incorporated herein by reference, including any amendments thereto, in favor of the City of Huntsville, Alabama pursuant to Article 5 of the Subdivision Regulations for the City of Huntsville, Alabama; and

WHEREAS, the letter of credit is due to be invoked and the proceeds used in accordance with said subdivision regulations.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Huntsville, Alabama, that the City of Huntsville Clerk-Treasurer be and is hereby authorized to present for payment to Southern States Bank Letter of Credit No. 510001241, prior to the expiration date thereof, with the language as specified in said Letter of Credit.

ADOPTED this the 28th day of April, 2022.

President of the City Council
of the City of Huntsville,
Alabama

APPROVED this the 28th day of April, 2022.

Mayor of the City of
Huntsville, Alabama



SOUTHERN
STATES
BANK

"The Common Sense Bank"

IRREVOCABLE LETTER OF CREDIT # 510001241

Beneficiary:

City of Huntsville
P O Box 308
Huntsville, Alabama 35804

Account Party:

Enfinger Development LLC
8624 South Memorial Parkway
Huntsville, Alabama 35802

Bank:

Southern States Bank
415 -H Church St NW Suite 100
Huntsville, Alabama 35801

Subject: Article 5 Sidewalk/ Letter of Credit for
Sanders Hill, Phase 3 of McMullen Cove

Amount: \$ 19,286.75
Issue Date: 5/15/2021
Expiration Date: 5/15/2022

Gentlemen:

We hereby open our Irrevocable Standby Letter of Credit in your favor, effective May 15, 2021, for a sum not to exceed the aggregate of \$ 19,286.75. Available by your one or more drafts at SIGHT on us.

All draft(s) drawn under and in compliance with the terms of this Credit prior to the expiration thereof will duly be honored if drawn and presented for payment to Southern States Bank.

Each draft must be accompanied by a statement signed by a representative of the City of Huntsville, Alabama, stating that the draw is being made pursuant to Article 5 of the Subdivision regulations.

The original of this Letter of Credit must be presented with any drawing.

We hereby engage you with that drafts drawn under and in compliance with the terms of the credit will be duly honored upon presentation and delivery of the documents as specified.

This Letter of Credit shall be governed by the laws of the State of Alabama, including but not limited to, the Alabama Uniform Commercial Code, as the same may be from time to time amended.

Southern States Bank

By: 
Richard T. Perdue, Senior Vice President

Date: 5-15-21

MW 7-14-21 MM 7/16/21 1/15 7/20/21