



Huntsville, Alabama

308 Fountain Circle
Huntsville, AL 35801

Cover Memo

Meeting Type: City Council Regular Meeting **Meeting Date:** 3/14/2024

File ID: TMP-3945

Department: Legal

Subject:

Type of Action: Approval/Action

Resolution authorizing the City Clerk to invoke FirstBank Letter of Credit No. 1750089748 for Watts Glenn Subdivision.

Resolution No.

Finance Information:

Account Number: NA

City Cost Amount: NA

Total Cost: NA

Special Circumstances:

Grant Funded: NA

Grant Title - CFDA or granting Agency: NA

Resolution #: NA

Location: (list below)

Address: Watts Glenn Subdivision

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

Additional Comments:

RESOLUTION NO. 23-_____

WHEREAS, FirstBank issued a certain letter of credit (No. 1750089748) 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 City Clerk be and is hereby authorized to present for payment to FirstBank Letter of Credit No. 1750089748, prior to the expiration date thereof, with the language as specified in said Letter of Credit.

ADOPTED this the 14th day of March, 2024.

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

APPROVED this the 14th day of March, 2024.

Mayor of the City of
Huntsville, Alabama



Irrevocable Letter of Credit No. 1750089748

Beneficiary:

City of Huntsville
P.O. Box 308
Huntsville AL 35804

Account Party:

Rask LLC
2827 Eastern Shore Dr
Owens Cross Roads, AL 35763

Bank:

FirstBank
720 Gallatin St SW, Suite 150
Huntsville, AL 35801

Subject: Article 5/Sidewalk letter of credit for Watts Glenn Subdivision

Amount: \$85,000.00

Issue Date: March 31, 2023

Expiration Date: March 31, 2024

Gentlemen:

We hereby open our irrevocable Standby Letter of Credit in your favor, effective March 31, 2023 for a sum of \$85,000. Available by your one or more drafts at 720 Gallatin St. SW, Suite 150, Huntsville, AL. 35801.


All Draft(s) drawn under and in compliance with the terms of this credit prior to the expiration thereof will be duly honored if drawn and presented for payment to FirstBank.

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 Letter of Credit must be presented with any drawing.

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

The 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.


John Hubbard, Vice President

MW 4-12-23 SE 4/25/23 www.FirstBankOnline.com
MM 4/20/23 AA 4-24-23