



# Huntsville, Alabama

308 Fountain Circle  
Huntsville, AL 35801

## Cover Memo

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**Meeting Type:** City Council Regular Meeting **Meeting Date:** 3/9/2023

**File ID:** TMP-2677

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**Department:** Legal

**Subject:**

**Type of Action:** Approval/Action

Resolution authorizing the Clerk-Treasurer to invoke Servis First Bank Letter of Credit No. 16244 for the Preserve at Clayton Pond II.

**Type of Document:** 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:** The Preserve at Clayton Pond

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

**Additional Comments:**

**RESOLUTION NO. 23-\_\_\_\_\_**

**WHEREAS**, Servis First Bank issued a certain letter of credit (No. 16244) 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 Servis First Bank Letter of Credit No. 16244, prior to the expiration date thereof, with the language as specified in said Letter of Credit.

**ADOPTED** this the 9th day of March, 2023.

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

**APPROVED** this the 9th day of March, 2023.

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Mayor of the City of  
Huntsville, Alabama

SERVISFIRST BANK  
Post Office Box 18127  
Huntsville, Alabama 35801  
T 256.722.7800 F 256.722.7810  
servisfirstbank.com

EXTENSION TO

IRREVOCABLE LETTER OF CREDIT NO. 16244



Beneficiary:  
City of Huntsville  
P.O. Box 308  
Huntsville, AL 35804

Account Party:  
Prime Link Corporation  
809 Shoney Drive, Suite 108  
Huntsville, AL 35801

Bank:  
ServisFirst Bank  
401 Meridian Street, Suite 101  
Huntsville, AL 35801

Subject: Article 5 Sidewalk, Letter of Credit for Article 5 Sidewalk, Letter of Credit for the Preserve at Clayton Pond Phase II, a Resubdivision of Tract 22, Green Mountain Auction Property (Plat Book 33, Page 23) and Lot 3 of Green Mt. Estates Ph II A Resubdivision of Tract 23 of Green Mountain Auction Property (Plat Book 38, Page 63)

Amount: \$20,670.00  
Issue Date: March 23, 2022  
Expiration Date: March 23, 2023

Gentlemen:

We hereby extend our Irrevocable Standby Letter of Credit in your favor, effective March 23, 2022, for a sum not to exceed the aggregate of \$20,670.00 (Twenty Thousand Six Hundred Seventy Dollars and 00/100) 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 be duly honored if drawn and presented for payment to ServisFirst Bank, 401 Meridian Street, Suite 101, Huntsville, Alabama 35801.

ml 4-5-22  
MN 4-5-22

2/3 4/5/22

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**IRREVOCABLE LETTER OF CREDIT NO. 16244**

Beneficiary:	Account Party:	Bank:
City of Huntsville	Prime Link Corporation	ServisFirst Bank
P.O. Box 308	809 Shoney Drive, Suite 108	401 Meridian Street, Suite 100
Huntsville, AL 35804	Huntsville, AL 35801	Huntsville, AL 35801

Subject: Article 5 Sidewalk, Letter of Credit for Article 5 Sidewalk, Letter of Credit for the Preserve at Clayton Pond Phase II, a Resubdivision of Tract 22, Green Mountain Auction Property (Plat Book 33, Page 23) and Lot 3 of Green Mt. Estates Ph II A Resubdivision of Tract 23 of Green Mountain Auction Property (Plat Book 38, Page 63)

Amount: \$20,670.00  
Issue Date: March 23, 2021  
Expiration Date: March 23, 2022

Gentlemen:

We hereby extend our Irrevocable Standby Letter of Credit in your favor, effective March 20, 2021, for a sum not to exceed the aggregate of \$20,670.00 (Twenty Thousand Six Hundred Seventy Dollars and 00/100) 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 be duly honored if drawn and presented for payment to ServisFirst Bank, 401 Meridian Street, Suite 100, Huntsville, Alabama 35801.

MM 4/6/21  
MJ 3-29-21

7/5 4/6/21

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Subject: Article 5 Sidewalk, Letter of Credit for Article 5 Sidewalk, Letter of Credit for the Preserve at Clayton Pond Phase II, a Resubdivision of Tract 22, Green Mountain Auction Property (Plat Book 33, Page 23) and Lot 3 of Green Mt. Estates Ph II A Resubdivision of Tract 23 of Green Mountain Auction Property (Plat Book 38, Page 63)

Amount: \$55,372.50  
Issue Date: March 23, 2020  
Expiration Date: March 20, 2021

Gentlemen:

We hereby extend our Irrevocable Standby Letter of Credit in your favor, effective March 23, 2020, for a sum not to exceed the aggregate of \$55,372.50 (Fifty-Five Thousand Three Hundred Seventy-Two Dollars and 50/100) 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 be duly honored if drawn and presented for payment to ServisFirst Bank, 401 Meridian Street, Suite 100, Huntsville, Alabama 35801.

MW 4-30-20  4-30-2020

XB 4/30/20

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Amount: \$55,372.50  
Issue Date: April 16, 2019  
Expiration Date: April 16, 2020

Gentlemen:

We hereby extend our Irrevocable Standby Letter of Credit in your favor, effective April 16, 2019, for a sum not to exceed the aggregate of \$55,372.50 (Fifty-Five Thousand Three Hundred Seventy-Two Dollars and 50/100) 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 be duly honored if drawn and presented for payment to ServisFirst Bank, 401 Meridian Street, Suite 100, Huntsville, Alabama 35801.

MW 4-29-19

1/15 5/4/19

MM 5/3/19 CM 5-6-19