

RESOLUTION NO. 2018- R

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN MARCOS, TEXAS APPROVING A SUBORDINATION AGREEMENT WITH GOLDMAN SACHS MORTGAGE COMPANY AND JPMORGAN CHASE BANK THAT SUBORDINATES THE CITY'S DEED OF TRUST LIEN AGAINST THE EMBASSY SUITES HOTEL PROPERTY SECURING A NOTE IN THE PRINCIPAL AMOUNT OF \$1,500,000 TO THE LIEN OF SUCH ENTITIES SECURING THEIR LOAN TO JDHQ HOTELS, LLC (A SUBSIDIARY OF ATRIUM HOSPITALITY) FOR THE PURCHASE OF THE HOTEL FROM JQH-SAN MARCOS DEVELOPMENT (A SUBSIDIARY OF JOHN Q. HAMMONS HOTELS AND RESORTS); AUTHORIZING THE CITY MANAGER TO EXECUTE THE SUBORDINATION AGREEMENT ON BEHALF OF THE CITY; AND DECLARING AN EFFECTIVE DATE.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SAN MARCOS, TEXAS:

PART 1. The City Council of the City of San Marcos hereby approves the Subordination Agreement attached hereto.

PART 2. The City Manager is authorized to execute the Subordination Agreement on behalf of the City.

PART 3. This resolution shall be in full force and effect immediately from and after its passage.

ADOPTED on June 19, 2018.

John Thomaides
Mayor

Attest:

Jamie Lee Case
City Clerk