

# COUNCIL COMMUNICATION

**From:** The City Manager

**Subject:** Approval of Discharge of Mortgage for U.S. Graphite, Inc.

**Manager's Recommendation:**

I recommend approval of the Discharge of Mortgage on property owned by U.S. Graphite, Inc. and that the Mayor be authorized to execute this document. I as to substance and by the City Attorney as to form have approved the discharge.

**Justification:**

On April 28, 1998, U.S. Graphite executed a mortgage in favor of the City of Saginaw on certain parcels of property owned by U.S. Graphite. It did so pursuant to the requirements of a Development Agreement also negotiated and executed at that time. The Development Agreement provided for a release of the mortgage upon completion of certain conditions, in this case a certain level of investment by U.S. Graphite in the property. U.S. Graphite has met those conditions and requests the release of the mortgage so that it may pursue other financing.

This proposed approval will authorize the Mayor to execute the Discharge already prepared by U.S. Graphite.

**Council Action:**

Council\_\_\_\_ moved that the recommendation from the City Manager be approved.