

RESOLUTION OF THE BOARD OF DIRECTORS OF THE ATLANTA DEVELOPMENT AUTHORITY D/B/A "INVEST ATLANTA" AUTHORIZING THE EXECUTION AND DELIVERY OF ALL SETTLEMENT AND RELEASE DOCUMENTS NECESSARY TO CONCLUDE THE LITIGATION IN *CLARK ATLANTA UNIVERSITY VS. THE ATLANTA DEVELOPMENT AUTHORITY*, PENDING IN THE SUPERIOR COURT OF FULTON COUNTY, CIVIL ACTION FILE NO. 2014-CV-251114; AND FOR OTHER PURPOSES.

WHEREAS, The Atlanta Development Authority ("Invest Atlanta") has been duly created and is existing under and by virtue of the Constitution and laws of the State of Georgia, in particular the Development Authorities Law of Georgia (O.C.G.A. §36-62-1 *et seq.*, as amended) and is now existing and operating as a public body corporate and politic and instrumentality of the City of Atlanta; and

WHEREAS, to encourage the redevelopment of the western downtown area of the City, the City Council, by City Resolution 98-R-0777 (amending Resolution 92-R-1575), adopted on July 6, 1998 and approved by the Mayor on July 15, 1998, as amended (the "Westside TAD Resolution"), among other things, (i) created "The Westside Redevelopment Area and Tax Allocation Bond District (Tax Allocation District Number 1, As Amended – Atlanta/Westside)" (the "Westside TAD"), (ii) adopted "The Westside Redevelopment Plan and Tax Allocation Bond District (Tax Allocation District Number 1, As Amended – Atlanta/Westside)" (the "Westside TAD Redevelopment Plan") and (iii) designated Invest Atlanta as the City's Redevelopment Agency, all as provided for under Redevelopment Powers Law, O.C.G.A. § 36-44-1, *et seq.* (the "Act"); and

WHEREAS, Invest Atlanta acquired 18 parcels (\pm 25 acres) on the north side of Martin Luther King, Jr. Drive from the Morris Brown College Bankruptcy estate in August 2014, for approximately \$11 MM in Westside TAD Funds redevelopment purposes; and

WHEREAS, the parcels acquired by Invest Atlanta are all located within the boundaries of the City of Atlanta's Westside Tax Allocation District and Redevelopment Area and the expenditures were made in accordance with the Redevelopment Powers Law, O.C.G.A. §36-44-1, *et seq.*; and

WHEREAS, the redevelopment purposes of the acquisition included; to preserve the important MLK gateway; to catalyze economic development in the previously-vibrant and historic MLK corridor; to create an environment for redevelopment of commercial and residential uses; and to empower the historically African American institution Morris Brown College (MBC) to exist on a smaller footprint; and

WHEREAS, of the properties acquired, 3 parcels (\pm 12 acres) were alleged to be encumbered by certain reversionary rights held by Clark Atlanta University (CAU). After attempts to negotiate with CAU for the reversionary rights were unsuccessful, CAU filed an action in Fulton County Superior Court against Invest Atlanta seeking a declaration that the parcels had reverted to CAU upon MBC's Bankruptcy sale; and

WHEREAS, the Supreme Court of Georgia issued an Opinion on March 7, 2016, affirming the trial court's ruling and establishing that CAU's the 1940 Deed had a valid reversionary clause that entitled CAU to recover the property upon the MBC Bankruptcy Sale to Invest Atlanta; and

WHEREAS, in June, 2018, based upon the legal determination of the Courts, Invest Atlanta tendered the reversionary properties to CAU. The remaining issue on remand back to the Superior Court is the amount of attorneys' fees to be awarded to CAU; and

WHEREAS, the parties entered into mediation on November 30, 2018, and have subsequently agreed to a payment of \$725,000, subject to approval by the IA Board of Directors; and

WHEREAS, the General Counsel for Invest Atlanta recommends to the Board of Directors that it would be in the best interest of Invest Atlanta to pay CAU the total amount of \$725,000.00 to settle all claims related to outstanding attorneys fees in this matter and execute a settlement agreement with regards to said attorney's fees to conclude said litigation.

NOW, THEREFORE BE IT RESOLVED, by the Board of Directors of Invest Atlanta, and it is hereby resolved by the authority of the same as follows:

1. That the Chair, Vice Chair, President/CEO, Executive Vice President/COO, or General Counsel of Invest Atlanta may and are hereby authorized to settle, compromise and conclude all claims and execute and deliver all necessary settlement and closing documents in the matter of **CLARK ATLANTA UNIVERSITY vs. THE ATLANTA DEVELOPMENT AUTHORITY**, pending in the Superior Court of Fulton County, Civil Action File No. 2014-CV-251114, in an amount not to exceed of Seven Hundred Twenty Five Thousand Dollars (\$725,000.00), to be charged to and payable from the Westside Tax Allocation District Special Fund.

2. To the extent required, the Chair, Vice Chair, President/CEO, Executive Vice President/COO or General Counsel of the Invest Atlanta are authorized to execute all settlement documents, releases, dismissals, or other instruments as necessary to conclude related to the claims of the matter styled above, and all actions by the authorizing this settlement of all CAU's claims of attorney's fees are hereby ratified and confirmed.

3. It is hereby ratified and approved that the President/CEO, the Executive Vice President/COO, the General Counsel and any other proper officers, members, agents and employees of Invest Atlanta hereby are authorized, empowered and directed to do all such acts and things and to execute all such documents as may be necessary to carry out and comply with the provisions of this Resolution and further are authorized to take any and all further actions and execute and deliver any and all other certificates, papers and documents as may be necessary or desirable to effect the actions contemplated by this Resolution. Such other certificates, papers and documents shall be in such form and contain such terms and conditions as may be approved by the President/CEO, the Executive Vice President/COO or General Counsel of Invest Atlanta and the execution of such other certificates, papers and documents by the President/CEO, the Executive Vice President/COO or General Counsel of Invest Atlanta as herein authorized shall be conclusive evidence of any such approval. The Secretary or any Assistant Secretary of the Authority is hereby authorized to attest the signature of the President/CEO, the Executive Vice President/COO and General Counsel of the Authority and impress, imprint or otherwise affix the seal of the Authority on any of the certificates, papers and documents executed in connection with this Resolution, but shall not be obligated to do so, and the absence of the signature of the Secretary or Assistant Secretary or the Authority's seal on any such other certificates, papers and documents shall not affect the validity or enforceability of the Authority's obligations thereunder.

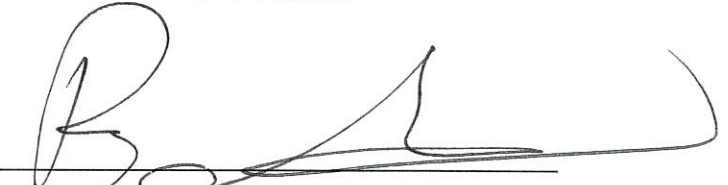
4. It is hereby ratified and approved that all acts and doings of the officers, employees or agents of the Authority whether done before, on or after the date of adoption of this Resolution which are in conformity with the purposes and intents of this Resolution shall be, and the same hereby are, in all respects approved, ratified and confirmed.

5. If any one or more of the provisions herein contained shall be held contrary to any express provision of law or contrary to the policy of express law, though not expressly prohibited, or against public policy, or shall for any reason whatsoever be held invalid, then such covenants, agreements or provisions shall be null and void and shall be deemed separate from the remaining agreements and provisions and shall in no way effect the validity of any of the other agreements and provisions hereof.


6. All resolutions or parts thereof of the Authority in conflict with the provisions herein contained are, to the extent of such conflict, hereby superseded and repealed.

Adopted and approved this 18th day of April, 2019.

**ATLANTA DEVELOPMENT AUTHORITY
d/b/a INVEST ATLANTA**

By: 
Vice Chair

Attest:


Assistant Secretary

[SEAL]



SECRETARY'S CERTIFICATE

I, Rosalind Rubens Newell, the duly appointed, qualified and acting Assistant Secretary of the Atlanta Development Authority d/b/a Invest Atlanta, do hereby certify that the foregoing pages of typewritten matter constitute a true and correct copy of a Resolution adopted on April 18, 2019, by the members of the Board of Directors of the Authority in a meeting duly called and assembled, after due and reasonable notice was given in accordance with applicable laws and with the procedures of the Authority, by a vote of a majority of the directors present and voting, which meeting was open to the public and at which a quorum was present and acting throughout and that the original of the foregoing Resolution appears of public record in the Minute Book of the Authority, which is in my custody and control.

I further certify that such Resolution has not been rescinded, repealed or modified.

Given under my signature and seal of the Authority, this 18th day of April, 2019.

[SEAL]



A handwritten signature in blue ink, appearing to read "R. Newell", written over a horizontal line.

Assistant Secretary