



Las Vegas

**AGENDA SUMMARY PAGE
CITY COUNCIL MEETING OF FEBRUARY 20, 2008**

**DEPARTMENT: CITY MANAGER
DIRECTOR: DOUGLAS A. SELBY**

Consent Discussion

**SUBJECT
ADMINISTRATIVE:**

Discussion and possible action regarding the Fourth Amendment to Memorandum of Understanding between REI Neon LLC, a Michigan limited liability company (REI), and the City of Las Vegas, a municipal corporation of the State of Nevada, concerning the execution of a final Development Agreement for the construction of a sports arena generally located at the southwest corner of Main Street and Charleston Boulevard Ward 3 (Reese)

Fiscal Impact

No Impact

Augmentation Required

Budget Funds Available

Amount:

Funding Source:

Dept./Division:

PURPOSE/BACKGROUND:

This is the Fourth Amendment to Memorandum of Understanding (MOU) originally dated August 1, 2007. This extension would allow both parties to continue to negotiate the final details of an arena development agreement. This extension would extend the MOU for thirty (30) days.

RECOMMENDATION:

Approval.

BACKUP DOCUMENTATION:

1. Fourth Amendment to Memorandum of Understanding
2. Third Amendment to Memorandum of Understanding
3. Second Amendment to Memorandum of Understanding
4. First Amendment to Memorandum of Understanding
5. Memorandum of Understanding
6. Disclosure of Principals

Motion made by GARY REESE to Approve the extension to 4/17/2008

Passed For: 7; Against: 0; Abstain: 0; Did Not Vote: 0; Excused: 0
RICKI Y. BARLOW, LOIS TARKANIAN, LARRY BROWN, OSCAR B. GOODMAN,
GARY REESE, STEVE WOLFSON, STEVEN D. ROSS; (Against-None); (Abstain-None);
(Did Not Vote-None); (Excused-None)

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Minutes:

A letter from The Cordish Company was read by MAYOR GOODMAN, but a copy was not submitted for the minutes.

SCOTT ADAMS, Director of the Office of Business Development, requested a 60-day extension to April 17, 2008, as there is a new potential partner.

MAYOR GOODMAN explained that the last time an extension was granted, he was very firm about it being the last extension. However, since then, he has realized that financing is very uncertain at the present time, given the economic downturn. Companies considered to be solid are filing for Chapter 11. Applicants that try hard should not be penalized for matters that are out of their control.

MAYOR GOODMAN stressed that, along with staff, he has met with representatives from REI and The Cordish Company, which was supposed to have a representative appear at this meeting to speak, but he was unable to appear. However, The Cordish Company sent him a letter, which he read, confirming its involvement with REI on the potential development of an arena in the City of Las Vegas and speaking of its vast experience in creating successful entertainment venues throughout the country. MAYOR GOODMAN noted his certainty that AEG negotiating with Harrah's for an arena poses some challenges. Staff is working hard, but there are a lot of components to consider.

JOHN WEAVER, REI, concurred with the comments of the Mayor and said he hopes to be the City's landlord.

