

DEVELOPMENT SERVICES

David L. Recor, ICMA-CM, Development Services Director E: david.recor@copbfl.com | P: 954.786.4664 | F: 954.786.4504

MEMORANDUM NO. 19 - 216

DATE:

July 16, 2019

TO:

Mayor and City Commission

VIA:

Greg Harrison, City Manager

VIA:

David Recor, ICMA-CM

Development Services Director

FROM:

Jean E. Dolan, AICP, CFM

Sustainability Coordinator (

SUBJECT:

Reaffirmation of Flexibility Units for Atlantic 3350

Atlantic 3350 LLC received an allocation of seventy-seven (77) flex units in 2012, which was reaffirmed in 2015 (Resolution 2015-32) and then extended by the Applicant until 2017. The flex units allowed 77 dwelling units along with hotel and retail uses on a property known as 3350 East Atlantic Boulevard as generally shown on the attached general location map (Attachment 1).

Due to extenuating circumstances presented by the Applicant (Attachment 2), staff is recommending that the 77 flex units be reaffirmed by amending Resolution 2015-32 to extend the period before a building permit must be issued for the 77 flex units. The proposed density and intensity of the project will not exceed the density and intensity of the previously approved project which will be built in substantial conformity with the previously approved conceptual site plan (Attachment 3).

This recommendation is being made due to the following extenuating circumstances unique to this property only:

- (1) The death of the responsible principal of Atlantic 3350 LLC resulted in the failure to apply for legally available extensions to this flex allocation after 2017;
- (2) No new flexibility allocations are allowed on the barrier island in accordance with the City's Flex Receiving Area Map so reaffirmation and the amended construction deadline is the only avenue available to enable the project to be built on this property;
- (3) The language in the PD Zoning District Code (155.2405.I) vests the PD when a site plan is submitted to implement an approved PD Master Plan and thus the associated entitlements (flex units) are required to implement the vested PD Master Plan.

Memorandum Atlantic 3350 Flex Unit Reinstatement July 16, 2019 Page 2

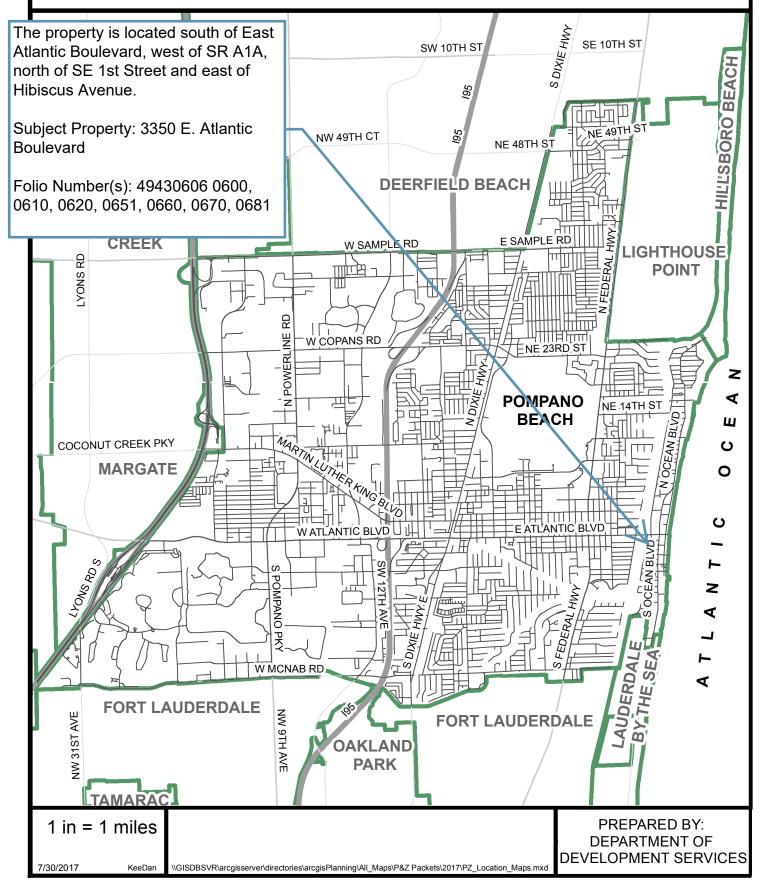
The project's detailed site plan will be resubmitted for review under the current zoning regulations. Any significant changes made to the conceptual site plan, except those necessary to meet current code, will trigger a re-evaluation of this request by the City Commission.

Staff will be available at the public hearing for this item to answer any questions.

JED

CITY OF POMPANO BEACH LOCATION MAP





Memorandum Atlantic 3350 Flex Unit Reinstatement July 16, 2019 Page 4

ATTACHMENT 2 REINSTATEMENT REQUEST LETTER FROM APPLIANT

Attachment 2 - Request from Applicant

... ATLANTIC 3350 LLC

June 18th, 2019

Mr. David Recor, Development Services Director City of Pompano Beach 100 W. Atlantic Boulevard Pompano Beach, FL 33060

RE:

3350 E. Atlantic Boulevard

Dear Mr. Recor:

Please accept this letter as our request to reinstate the above referenced property's entitlements to construct two buildings: one comprised of 77 residential units and the other a 200-room hotel. (see approved site plan attached).

The entitlements to this property have elapsed. Unfortunately, the untimely death of one of the partners, Mr. Julio Rey, and the ensuing corporate restructure caused us to overlook certain requirements to maintain eligibility to proceed with the development as approved.

Today, we are ready to move forward immediately. We have entered into a contract agreement (see attached) to sell our interest in the property to Dome Equities, Inc.. The buyer is eager to start the building permitting process without further delay without modifying the original plans except to comply with current and applicable Florida Building Codes.

We are confident this project will be a landmark addition to the City's tax base and will become a sought after residential and commercial facility for many years to come.

We will appreciate considering this request and allowing our team and buyer to finally bring this project to fruition.

Sincerely,

German Neuss, Partner

CC: Greg Harrison, City Manager

Kolec, N. Ndoja, President, Dome Equities, Inc. Damian, Elissalt, Partner, Atlantic 3350, LLC. Jennifer Snyder, Legal Counsel, Atlantic 3350, LLC.



Commercial Contract

1. PARTIES AND PROPERTY:	Dome Equities, In	C. a Florida compo	ration, and/or assigns	("Buyer")
agrees to buy andAtlant	tic 3350, LLC	a Florida limited l	liability company	("Seller")
agrees to sell the property at:				
Street Address: as spec	cifically described	in Exhibit "A" hereto		3350
East Atlantic				· · · · · · · · · · · · · · · · · · ·
Legal Description: Please see Ex	nibit "A" attached h	ereto		
and the following Personal Property				
(all collectively referred to as the "P	roperty") on the terms a	nd conditions set forth below		
PURCHASE PRICE (Price allocation	• • •			0,000 00
(a) Deposit held in escrow by	("Escrow Agent") (checks	of Broward, Inc. are subject to actual and final collection	\$1	,000 . 00
Escrow Agent's address: 2803	. Communial Blvd., Ft. Leuderdal	; •, == 33308 Phone: 954-368-876	00_	
(b) Additional deposit to be ma ☑within <u>3</u> days (3 days, if ☐within days after Effec	left blank) after complet			9,000.00
(c) Additional deposit to be ma □within days (3 days, if □within days after Effec	left blank) after complet	ion of Due Diligence Period	or \$	0.00
(d) Total financing (see Paragi	raph 5) Seller fina	ncing. See Para. 23(2)	\$ 11,50	0,000.0
(e) Other	····		_ \$	
(f) All deposits will be credited Balance to close, subject to ac via wire transfer.			\$6,50	0,000.00
For the purposes of this parag Buyer's written notice of accep		ns the end of the Due Diligen	ice Period or upon d	elivery of
3. TIME FOR ACCEPTANCE; EFF and Buyer and an executed copy of will be withdrawn and the Buyer's of 3 days from the date the counter of last one of the Seller and Buyer In M/A days or less. Time periods of 5 day holidays. Any time period ending of business day. Time is of the esse	lelivered to all parties or deposit, if any, will be re fer is delivered. The "Ef nas signed or initialed . Calendar days will be s or less will be comput n a Saturday, Sunday, o	turned. The time for acceptal fective Date" of this Contra and delivered this offer or used when computing time ped without including Saturday	nce of any counter of act is the date on with the final counter of the f	this offer offer will be which the ffer or periods of 5 al legal
4. CLOSING DATE AND LOCAT (a) Closing Date: This transact specifically extended by other including, but not limited to, Fir Buyer ((A)) () and Seller ((A))	ction will be closed on provisions of this Contractions of this Contracting and Due Dilígen		ance underwriting is	time periods suspended
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41 42	on Closing Date and Buyer is unable to obtain property insurance, Buyer may postpone closing up to 5 days after the insurance underwriting suspension is lifted.
43 44	(b) Location: Closing will take place in <u>Broward</u> County, Florida. (If left blank, closing will take place in the county where the property is located.) Closing may be conducted by mail or electronic means.
45	5, THIRD PARTY FINANCING:
46	BUYER'S OBLIGATION: On or before days (5 days if left blank) after Effective Date, Buyer will apply for third
47	
48	party financing in an amount not to exceed% of the purchase price or \$, with a fixed interest rate not to exceed% per year with an initial variable interest rate not to exceed%, with points or
49	commitment or loan fees not to exceed% of the principal amount, for a term of years, and amortized
50	over years, with additional terms as follows:
	See Paragraph 23(2)
51 52	Buyer will timely provide any and all credit, employment, financial and other information reasonably required by any
52 53	lender. Buyer will use good faith and reasonable diligence to (i) obtain Loan Approval within days (45 days if left
54	blank) from Effective Date (Loan Approval Date), (ii) satisfy terms and conditions of the Loan Approval, and (iii) close
5 5	the loan. Buyer will keep Seller and Broker fully informed about loan application status and authorizes the mortgage
56	broker and lender to disclose all such information to Seller and Broker. Buyer will notify Seller immediately upon
57	obtaining financing or being rejected by a lender. CANCELLATION: If Buyer, after using good faith and reasonable
58	diligence, fails to obtain Loan Approval by Loan Approval Date, Buyer may within days (3 days if left blank)
59 60	deliver written notice to Seller stating Buyer either waives this financing contingency or cancels this Contract. If Buyer does neither, then Seller may cancel this Contract by delivering written notice to Buyer at any time thereafter.
61	Unless this financing contingency has been waived, this Contract shall remain subject to the satisfaction, by closing, of
62	those conditions of Loan Approval related to the Property. DEPOSIT(S) (for purposes of Paragraph 5 only): If Buyer
63	has used good faith and reasonable diligence but does not obtain Loan Approval by Loan Approval Date and
64	thereafter either party elects to cancel this Contract as set forth above or the lender fails or refuses to close on or
65	before the Closing Date without fault on Buyer's part, the Deposit(s) shall be returned to Buyer, whereupon both
66 07	parties will be released from all further obligations under this Contract, except for obligations stated herein as surviving
67 68	the termination of this Contract. If neither party elects to terminate this Contract as set forth above or Buyer fails to use good faith or reasonable diligence as set forth above, Seller will be entitled to retain the Deposit(s) if the transaction
69	does not close. For purposes of this Contract, "Loan Approval" means a statement by the lender setting forth the terms
70	and conditions upon which the lender is willing to make a particular mortgage loan to a particular buyer. Neither a pre-
71	approval letter not a prequalification letter shall be deemed a Loan Approval for purposes of this Contract.
72	6. TITLE: Seller has the legal capacity to and will convey marketable title to the Property by Statutory warranty
73	deed ☐ special warranty deed ☐ other, free of liens, easements and
74	encumbrances of record or known to Seller, but subject to property taxes for the year of closing; covenants,
75	restrictions and public utility easements of record; existing zoning and governmental regulations; and (list any other
76	matters to which title will be subject)
7 7	
78	provided there exists at closing no violation of the foregoing and none of them prevents Buyer's intended use of the
79	Property as mixed use commercial/residential development
80	(a) Evidence of Title: The party who pays the premium for the title insurance policy will select the closing agent
B1	and pay for the title search and closing services. Seller will, at (check one) D Seller's M Buyer's expense and
82	within 60 days after Effective Date or at least 60 days before Closing Date deliver to Buyer (check one)
83	🕱 (i) a title insurance commitment by a Florida licensed title insurer setting forth those matters to be discharged by
84	Seller at or before Closing and, upon Buyer recording the deed, an owner's policy in the amount of the purchase
85	price for fee simple title subject only to exceptions stated above. If Buyer is paying for the evidence of title and
86 87	Seller has an owner's policy, Seller will deliver a copy to Buyer within 15 days after Effective Date. □ (ii.) an abstract of title, prepared or brought current by an existing abstract firm or certifled as correct by an existing firm.
88	However, if such an abstract is not available to Seller , then a prior owner's title policy acceptable to the proposed
89	insurer as a base for reissuance of coverage may be used. The prior policy will include copies of all policy
90	exceptions and an update in a format acceptable to Buyer from the policy effective date and certified to Buyer or
	g
	Buyer (F, N) () and Seller () acknowledge receipt of a copy of this page, which is Page 2 of 8 Pages.
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Buyer's closing agent together with copies of all documents recited in the prior policy and in the update. If such an abstract or prior policy is not available to Seller then (i.) above will be the evidence of title.

(b) Title Examination: Buyer will, within 15 days from receipt of the evidence of title deliver written notice to Seller of title defects. Title will be deemed acceptable to Buyer if (1) Buyer fails to deliver proper notice of defects or (2) Buyer delivers proper written notice and Seller cures the defects within 20 days from receipt of the notice ("Curative Period"). Seller shall use good faith efforts to cure the defects. If the defects are cured within the Curative Period, closing will occur on the latter of 10 days after receipt by Buyer of notice of such curing or the scheduled Closing Date. Seller may elect not to cure defects if Seller reasonably believes any defect cannot be cured within the Curative Period. If the defects are not cured within the Curative Period, Buyer will have 10 days from receipt of notice of Seller's inability to cure the defects to elect whether to terminate this Contract or accept title subject to existing defects and close the transaction without reduction in purchase price.

(c) Survey: (check applicable provisions below)

 (i.) **Seller** will, within 10 days from Effective Date, deliver to **Buyer** copies of prior surveys, plans, specifications, and engineering documents, if any, and the following documents relevant to this transaction:

leases, entitlements, environmental surveys, code/municipal violations, permits, prepared for Seller or in Seller's possession, which show all currently existing structures. In the event this transaction does not close, all documents provided by Seller will be returned to Seller within 10 days from the date this Contract is terminated.

☑ Buyer will, at ☐ Seller's ☑ Buyer's expense and within the time period allowed to deliver and examine title evidence, obtain a current certified survey of the Property from a registered surveyor. If the survey reveals encroachments on the Property or that the improvements encroach on the lands of another, ☐ Buyer will accept the Property with existing encroachments ☑ such encroachments will constitute a title defect to be cured within the Curative Period.

(d) Ingress and Egress: Seller warrants that the Property presently has ingress and egress.

☐ (a) As is: Buyer has inspected the Property or waives any right to inspect and accepts the Property in its "as is" condition.

(b) Due Diligence Period: Buyer will, at Buyer's expense and within 90 days from Effective Date ("Due Diligence Period"), determine whether the Property is suitable, in Buyer's sole and absolute discretion. During the term of this Contract, Buyer may conduct any tests, analyses, surveys and investigations ("inspections") which Buyer deems necessary to determine to Buyer's satisfaction the Property's engineering, architectural, environmental properties; zoning and zoning restrictions; flood zone designation and restrictions; subdivision regulations; soil and grade; availability of access to public roads, water, and other utilities; consistency with local, state and regional growth management and comprehensive land use plans; availability of permits, government approvals and licenses; compliance with American with Disabilities Act; absence of asbestos, soil and ground water contamination; and other inspections that Buyer deems appropriate. Buyer will deliver written notice to Seller prior to the expiration of the Due Diligence Period of Buyer's determination of whether or not the Property is acceptable. Seller grants to Buyer, its agents, contractors and assigns, the right to enter the Property at any time during the term of this Contract for the purpose of conducting Inspections, upon reasonable notice, at a mutually agreed upon time; provided, however, that Buyer, its agents, contractors and assigns enter the Property and conduct Inspections at their own risk. Buyer will indemnify and hold Seller harmless from losses, damages, costs, claims and expenses of any nature, including attorneys' fees at all levels, and from liability to any person, arising from the conduct of any and all inspections or any work authorized by Buyer. Buyer will not engage in any activity that could result in a mechanic's lien being filed against the Property without Seller's prior written consent. In the event this transaction does not close, (1) Buyer will repair all damages to the

Buyer ((KN)() ar	nd Seller ()() acknowledge receipt of a copy of this page,	which is Page 3 of 8 Pages.
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Should **Buyer** deliver timely notice that the Property is not acceptable, **Seller** agrees that **Buyer's** deposit will be immediately returned to **Buyer** and the Contract terminated.

- (c)Walk-through Inspection: Buyer may, on the day prior to closing or any other time mutually agreeable to the parties, conduct a final "walk-through" inspection of the Property to determine compliance with this paragraph and to ensure that all Property is on the premises.
- 8. OPERATION OF PROPERTY DURING CONTRACT PERIOD: Seller will continue to operate the Property and any business conducted on the Property in the manner operated prior to Contract and will take no action that would adversely impact the Property after closing, as to tenants, lenders or business, if any. Any changes, such as renting vacant space, that materially affect the Property or Buyer's intended use of the Property will be permitted only with Buyer's consent.
- 9. CLOSING PROCEDURE: Unless otherwise agreed or stated herein, closing procedure shall be in accordance with the norms where the Property is located.
 - (a) Possession and Occupancy: Seller will deliver possession and occupancy of the Property to Buyer at closing. Seller will provide keys, remote controls, and any security/access codes necessary to operate all locks, mailboxes, and security systems.
 - (b) Costs: Buyer will pay Buyer's attorneys' fees, taxes and recording fees on notes, mortgages and financing statements and recording fees for the deed. Seller will pay Seller's attorneys' fees, taxes on the deed and recording fees for documents needed to cure title defects. If Seller is obligated to discharge any encumbrance at or prior to closing and fails to do so, Buyer may use purchase proceeds to satisfy the encumbrances.
 - (c) Documents: Seller will provide the deed; bill of sale; mechanic's lien affidavit; originals of those assignable service and maintenance contracts that will be assumed by Buyer after the Closing Date and letters to each service contractor from Seller advising each of them of the sale of the Property and, if applicable, the transfer of its contract, and any assignable warranties or guarantees received or held by Seller from any manufacturer, contractor, subcontractor, or material supplier in connection with the Property; current copies of the condominium documents, if applicable; assignments of leases, updated rent roll; tenant and lender estoppels letters (if applicable); tenant subordination, non-disturbance and attornment agreements (SNDAs) required by the Buyer or Buyer's lender; assignments of permits and licenses; corrective instruments; and letters notifying tenants of the change in ownership/rental agent. If any tenant refuses to execute an estoppels letter, Seller, if requested by the Buyer in writing, will certify that information regarding the tenant's lease is correct. If Seller is an entity, Seller will deliver a resolution of its governing authority authorizing the sale and delivery of the deed and certification by the appropriate party certifying the resolution and setting forth facts showing the conveyance conforms to the requirements of local law. Seller will transfer security deposits to Buyer. Buyer will provide the closing statement, mortgages and notes, security agreements, and financing statements.
 - (d) Taxes and Prorations: Real estate taxes, personal property taxes on any tangible personal property, bond payments assumed by Buyer, interest, rents (based on actual collected rents), association dues, insurance premiums acceptable to Buyer, and operating expenses will be prorated through the day before closing. If the amount of taxes for the current year cannot be ascertained, rates for the previous year will be used with due allowance being made for improvements and exemptions. Any tax proration based on an estimate will, at request of either party, be readjusted upon receipt of current year's tax bill; this provision will survive closing.
 - (e) Special Assessment Liens: Certified, confirmed, and ratified special assessment liens as of the Closing Date will be paid by Seller. If a certified, confirmed, and ratified special assessment is payable in installments, Seller will pay all installments due and payable on or before the Closing Date, with any installment for any period extending beyond the Closing Date prorated, and Buyer will assume all installments that become due and payable after the Closing Date. Buyer will be responsible for all assessments of any kind which become due and owing after Closing Date, unless an improvement is substantially completed as of Closing Date. If an improvement is substantially completed as of the Closing Date but has not resulted in a lien before closing, Seller will pay the amount of the last estimate of the assessment. This subsection applies to special assessment liens imposed by a public body and does not apply to condominium association special assessments.
 - (f) Foreign Investment in Real Property Tax Act (FIRPTA): If Seller is a "foreign person" as defined by FIRPTA, Seller and Buyer agree to comply with Section 1445 of the Internal Revenue Code. Seller and Buyer will complete, execute, and deliver as directed any instrument, affidavit, or statement reasonably necessary to comply

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with the FIRPTA requirements, including delivery of their respective federal taxpayer identification numbers or Social Security Numbers to the closing agent. If **Buyer** does not pay sufficient cash at closing to meet the withholding requirement, **Seller** will deliver to **Buyer** at closing the additional cash necessary to satisfy the requirement.

- 10. ESCROW AGENT: Seller and Buyer authorize Escrow Agent or Closing Agent (collectively "Agent") to receive, deposit, and hold funds and other property in escrow and, subject to collection, disburse them in accordance with the terms of this Contract. The parties agree that Agent will not be liable to any person for misdelivery of escrowed items to Seller or Buyer, unless the misdelivery is due to Agent's willful breach of this Contract or gross negligence. If Agent has doubt as to Agent's duties or obligations under this Contract, Agent may, at Agent's option, (a) hold the escrowed items until the parties mutually agree to its disbursement or until a court of competent jurisdiction or arbitrator determines the rights of the parties or (b) deposit the escrowed items with the clerk of the court having jurisdiction over the matter and file an action in interpleader. Upon notifying the parties of such action, Agent will be released from all liability except for the duty to account for items previously delivered out of escrow. If Agent is a licensed real estate broker, Agent will comply with Chapter 475, Florida Statutes. In any suit in which Agent interpleads the escrowed items or is made a party because of acting as Agent hereunder, Agent will recover reasonable attorney's fees and costs incurred, with these amounts to be paid from and out of the escrowed Items and charged and awarded as court costs in favor of the prevailing party.
- **11. CURE PERIOD:** Prior to any claim for default being made, a party will have an opportunity to cure any alleged default. If a party fails to comply with any provision of this Contract, the other party will deliver written notice to the non-complying party specifying the non-compliance. The non-complying party will have <u>5</u> days (5 days if left blank) after delivery of such notice to cure the non-compliance. Notice and cure shall not apply to failure to close.
- 12. FORCE MAJEURE: Buyer or Selter shall not be required to perform any obligation under this Contract or be liable to each other for damages so long as performance or non-performance of the obligation, or the availability of services, insurance, or required approvals essential to Closing, is disrupted, delayed, caused or prevented by Force Majeure. "Force Majeure" means: hurricanes, floods, extreme weather, earthquakes, fire, or other acts of God, unusual transportation delays, or wars, insurrections, or acts of terrorism, which, by exercise of reasonable diligent effort, the non-performing party is unable in whole or in part to prevent or overcome. All time periods, including Closing Date, will be extended a reasonable time up to 7 days after the Force Majeure no longer prevents performance under this Contract, provided, however, if such Force Majeure continues to prevent performance under this Contract more than 30 days beyond Closing Date, then either party may terminate this Contract by delivering written notice to the other and the Deposit shall be refunded to Buyer, thereby releasing Buyer and Seller from all further obligations under this Contract.
 - 13. RETURN OF DEPOSIT: Unless otherwise specified in the Contract, in the event any condition of this Contract is not met and Buyer has timely given any required notice regarding the condition having not been met, Buyer's deposit will be returned in accordance with applicable Florida Laws and regulations.

14. DEFAULT:

- (a) In the event the sale is not closed due to any default or failure on the part of Seller other than failure to make the title marketable after diligent effort, Buyer may elect to receive return of Buyer's deposit without thereby waiving any action for damages resulting from Seller's breach and may seek to recover such damages or seek specific performance. If Buyer elects a deposit refund, Seller may be liable to Broker for the full amount of the brokerage fee.
- (b) In the event the sale is not closed due to any default or failure on the part of **Buyer**, **Seller** may either (1) retain all deposit(s) paid or agreed to be paid by **Buyer** as agreed upon liquidated damages, consideration for the execution of this Contract, and in full settlement of any claims, upon which this Contract will terminate or (2) seek specific performance. If **Buyer** fails to timely place a deposit as required by this Contract, **Seller** may either (1) terminate the Contract and seek the remedy outlined in this subparagraph or (2) proceed with the Contract without waiving any remedy for **Buyer's** default.
- 15. ATTORNEY'S FEES AND COSTS: In any claim or controversy arising out of or relating to this Contract, the
 prevailing party, which for purposes of this provision will include Buyer, Seller and Broker, will be awarded reasonable
 attorneys' fees, costs, and expenses.
- 16. NOTICES: All notices will be in writing and may be delivered by mail, overnight courier, personal delivery, or electronic means. Parties agree to send all notices to addresses specified on the signature page(s). Any notice, document, or item given by or delivered to an attorney or real estate licensee (including a transaction broker) representing a party will be as effective as if given by or delivered to that party.

Buyer (<u> </u>) acknowledge receipt of a copy of this page, which is Page 5 of 8 Pages.
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17. DISCLOSURES:

- (a) Commercial Real Estate Sales Commission Lien Act: The Florida Commercial Real Estate Sales Commission Lien Act provides that a broker has a lien upon the owner's net proceeds from the sale of commercial real estate for any commission earned by the broker under a brokerage agreement. The lien upon the owner's net proceeds is a lien upon personal property which attaches to the owner's net proceeds and does not attach to any interest in real property. This lien right cannot be waived before the commission is earned.
- (b) Special Assessment Liens Imposed by Public Body: The Property may be subject to unpaid special assessment lien(s) imposed by a public body. (A public body includes a Community Development District.) Such liens, if any, shall be paid as set forth in Paragraph 9(e).
- (c) Radon Gas: Radon is a naturally occurring radioactive gas that, when it has accumulated in a building in sufficient quantities, may present health risks to persons who are exposed to it over time. Levels of radon that exceed federal and state guidelines have been found in buildings in Florida. Additional information regarding radon and radon testing may be obtained from your county public health unit.
- (d) Energy-Efficiency Rating Information: Buyer acknowledges receipt of the information brochure required by Section 553.996, Florida Statutes.

18. RISK OF LOSS:

- (a) If, after the Effective Date and before closing, the Property is damaged by fire or other casualty, Seller will bear the risk of loss and Buyer may cancel this Contract without liability and the deposit(s) will be returned to Buyer. Alternatively, Buyer will have the option of purchasing the Property at the agreed upon purchase price and Seller will credit the deductible, if any and transfer to Buyer at closing any insurance proceeds, or Seller's claim to any insurance proceeds payable for the damage. Seller will cooperate with and assist Buyer in collecting any such proceeds. Seller shall not settle any insurance claim for damage caused by casualty without the consent of the Buyer.
- (b) If, after the Effective Date and before closing, any part of the Property is taken in condemnation or under the right of eminent domain, or proceedings for such taking will be pending or threatened, Buyer may cancel this Contract without liability and the deposit(s) will be returned to Buyer. Alternatively, Buyer will have the option of purchasing what is left of the Property at the agreed upon purchase price and Seller will transfer to the Buyer at closing the proceeds of any award, or Seller's claim to any award payable for the taking. Seller will cooperate with and assist Buyer in collecting any such award.
- 19. ASSIGNABILITY; PERSONS BOUND: This Contract may be assigned to a related entity, and otherwise is not assignable. If this Contract may be assigned, Buyer shall deliver a copy of the assignment agreement to the Seller at least 5 days prior to Closing. The terms "Buyer," "Seller" and "Broker" may be singular or plural. This Contract is binding upon Buyer, Seller and their heirs, personal representatives, successors and assigns (if assignment is permitted).
- 20. MISCELLANEOUS: The terms of this Contract constitute the entire agreement between Buyer and Seller. Modifications of this Contract will not be binding unless in writing, signed and delivered by the party to be bound. Signatures, initials, documents referenced in this Contract, counterparts and written modifications communicated electronically or on paper will be acceptable for all purposes, including delivery, and will be binding. Handwritten or typewritten terms inserted in or attached to this Contract prevail over preprinted terms. If any provision of this Contract is or becomes invalid or unenforceable, all remaining provisions will continue to be fully effective. This Contract will be construed under Florida law and will not be recorded in any public records.

a) Seller's Broker: _		of purchase price
	(Company Name)	(Licensee)
who ☐ is a single ager	both parties pursuant to I a listing agree	ement C other (specify)
⊠ Seller □ Buyer □	both parties pursuant to a listing agree	ement other (specify)
Seller Buyer (b) Buyer's Broker:	both parties pursuant to a listing agreement and a li	ement other (specify) Kolec N. Ndoja (kolec660gmail

	-		
302 303	who ☐ is a single agent ☒ is a transaction broker ☐ has no brokerage relationship and who will be compensated by ☐ Seller's Broker ☐ Seller ☒ Buyer ☐ both parties pursuant to ☐ an MLS offer of compensation ☒ other (specify)		
304	Three (3) percent of agreed purchase price.		
305	(collectively referred to as "Broker") in connection with any act relating to the Property, including but not limited to		
306	inquiries, introductions, consultations, and negotiations resulting in this transaction. Seller and Buyer agree to		
307	indernnify and hold Broker harmless from and against losses, damages, costs and expenses of any kind, including		
308	reasonable attorneys' fees at all levels, and from liability to any person, arising from (1) compensation claimed which is		
309	inconsistent with the representation in this Paragraph, (2) enforcement action to collect a brokerage fee pursuant to		
310	Paragraph 10, (3) any duty accepted by Broker at the request of Seller or Buyer, which is beyond the scope of		
31 1	services regulated by Chapter 475, Florida Statutes, as amended, or (4) recommendations of or services provided and		
312	expenses incurred by any third party whom Broker refers, recommends, or retains for or on behalf of Seller or Buyer.		
313 314	22. OPTIONAL CLAUSES: (Check if any of the following clauses are applicable and are attached as an addendum to this Contract):		
315	☐ Arbitration ☐ Seller Warranty ☐ Existing Mortgage		
316	☐ Section 1031 Exchange ☐ Coastal Construction Control Line ☐ Buyer's Attorney Approval		
317	☐ Property Inspection and Repair ☐ Flood Area Hazard Zone ☐ Seller's Attorney Approval		
	Seller Representations Seller Financing Seller Financing Other Exhibit "A"		
318	Seller Representations Seller Piliations Mother Exhibit A		
319	23. ADDITIONAL TERMS:		
320	1. Para. 2(b) is amended to provide that Buyer shall deposit \$499,000.00 "good		
	faith" escrow deposit with closing agent following due diligence and acceptance of		
321	Property by Buyer. Said "good faith" deposit shall be non-refundable to Buyer for any reason excepting Seller default/inability to close.		
322 323	2. Para(s). 2(d) and 5 are amended to provide that Seller financing shall be		
324	provided to Buyer pursuant to the provisions of Paragraph 1, First Addendum to		
325	Commercial Contract, attached hereto and made a part hereof.		
326	3. Para, 4(a) is amended to provide that closing shall occur on a date that shall		
327	be sixty (60) days following the expiration of the Due Diligence Period and		
328	acceptance of the Property.		
	4. Should any municipal/County/State approvals and entitlements previously granted		
329	to Seller be reinstated, said approvals and entitlements shall be directly granted		
330	to the property, with consent of any and all issuing officials.		
331	5. Notwithstanding the provisions of Paragraph 7(b), if written notice of		
332	acceptability of the Property is not delivered to the Seller on/or before the		
333	expiration of the Due Diligence Period, the Seller shall forthwith refund to the		
334	Buyer the deposit without deduction, this Contract shall automatically terminate, and all parties to this Contract shall thereafter be relieved of any obligation or		
335	liability hereunder.		
336	6. The purchase price includes all plans, surveys, drawings, engineering plans,		
337	specifications, studies, soil, environmental and all other reports, and generally all documents (including any leases) and material whatsoever in the possession or		
338	under the control of the Seller relating to the subject lands and/or their proposed		
339	development or condition insofar as the same has progressed to date, all of which		
340	have been paid for in full by the Seller and all of which are free and clear of any and all lien(s) or other related charges or expense.		
341	•		
342	THIS IS INTENDED TO BE A LEGALLY BINDING CONTRACT. IF NOT FULLY UNDERSTOOD, SEEK THE		
343	ADVICE OF AN ATTORNEY PRIOR TO SIGNING. BROKER ADVISES BUYER AND SELLER TO VERIFY ALL		
344	FACTS AND REPRESENTATIONS THAT ARE IMPORTANT TO THEM AND TO CONSULT AN APPROPRIATE		
345	PROFESSIONAL FOR LEGAL ADVICE (FOR EXAMPLE, INTERPRETING CONTRACTS, DETERMINING THE		
346	EFFECT OF LAWS ON THE PROPERTY AND TRANSACTION, STATUS OF TITLE, FOREIGN INVESTOR		
347	REPORTING REQUIREMENTS, ETC.) AND FOR TAX, PROPERTY CONDITION, ENVIRONMENTAL AND OTHER		
	Buyer (KN) () and Seller () () acknowledge receipt of a copy of this page, which is Page 7 of 8 Pages.		
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348 349 350 351 352 353	ADVICE. BUYER ACKNOWLEDGES THAT BROKER DOE REPRESENTATIONS (ORAL, WRITTEN OR OTHERWISE) REPRESENTATIONS OR PUBLIC RECORDS UNLESS BROTHE REPRESENTATION. BUYER AGREES TO RELY SOLGOVERNMENTAL AGENCIES FOR VERIFICATION OF THE FACTS THAT MATERIALLY AFFECT PROPERTY VALUE.	BY BROKER ARE BASED ON SELLER OKER INDICATES PERSONAL VERIFICATION OF ELY ON SELLER, PROFESSIONAL INSPECTORS AND IE PROPERTY CONDITION, SQUARE FOOTAGE AND
354 355 356 357	Each person signing this Contract on behalf of a party that is party that such signatory has full power and authority to enter terms and each person executing this Contract and other docto do so.	into and perform this Contract in accordance with its cuments on behalf of such party has been duly authorized
358	in koler alle jus (Signature of Buyer	Date: 6-3-/9
359	Dome Equities, Inc., by Kolec N. Ndoja (Typed or Printed Name of Buyer)	Tax ID No.:
360	Title: President	Telephone:
361	(Signature of Buyer	Date:
362	(Typed or Printed Name of Buyer)	Tax ID No.:
363	Title:	Telephone:
364	Buyer's Address for purpose of notice 2803 East Commu	ercial Blvd. Ft. Lauderdale FL 33308
365	Facsimile: (954) 368-8701	Email: kolec66@gmail.com
366 367	(Signature of Seller) Atlantic 3350, LLC, by Atlantic Manager, LLC as Mo	
368	(Typed or Printed Name of Seller) Title: of Atlantic 3350, LLC, by German Neuss, Management of the Seller of Seller	ger Telephone:
369		Date:
370	(Typed or Printed Name of Seller)	Tax ID No.:
371	Title:	Telephone:
372	Seller's Address for purpose of notice:	
373	Facsimile:	Email:
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	Buyer () and Seller () acknowledge re	eceipt of a copy of this page, which is Page 8 of 8 Pages.
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FIRST ADDENDUM TO COMMERCIAL CONTRACT

THIS FIRST ADDENDUM TO COMMERCIAL CONTRACT (this "Addendum") is made as of the _____ day of June, 2019, by and between ATLANTIC 3350 LLC, a Florida limited liability company ("Seller") and DOME EQUITIES, INC., a Florida corporation and/or assigns ("Buyer"). In the event that this Amendment conflicts with, varies from, or modifies the terms and conditions of the Contract or any prior addendum(s) thereto, the terms and provisions hereof shall control and govern the rights and obligations of the parties hereto. The terms of this Addendum are as follows:

- Financing: The Purchase Price, subject to the appropriate prorations and adjustments as set forth in the Contract, shall be payable as follows:
 - a. \$7,000,000 Fee payable at the time of Closing via wire transfer to Seller; and
 - b. Seller hereby agrees to hold a note secured by a first purchase money mortgage, executed by Buyer in the principal amount of \$11,500,000.00 ("Note"), payable as follows:
 - i. \$7,000,000.00 payable within twelve (12) months of the date of Closing; and
 - ii. Buyer shall pay \$4,500,000.00 within twenty-four (24) months from the date of Closing.

No monthly payments shall be made on the Note and the only required payments shall be principal paydowns which are due as set forth hereinabove. Seller's counsel shall prepare the loan documents, including the note (with no prepayment penalty), mortgage, assignment of rents and lease with no right of setoff, and all other documents as may be customary in the county where the Property is located, at Buyer's expense which shall not exceed \$750.00. Buyer shall obtain and maintain insurance policies containing a standard mortgagee clause covering all improvements located on the Property against fire and all perils, as is standard and customary in Broward County.

- Escrow Deposit: Upon expiration of the Due Diligence Period and acceptance of the Property
 by Buyer, Buyer shall be deemed to be purchasing the Property with no further contingencies or
 rights of termination, except for a default by Seller, and the First and Second Deposit shall become
 non-refundable.
- 3. Seller Cooperation: The City of Pompano Beach has previously approved a project permitting the Seller to develop a mixed-use property with condominium, hotel and retail components. Buyer, at Buyer's sole cost and expense, shall apply to the City of Pompano Beach for appropriate entitlements and/or approvals (with no material alterations or modifications thereto, without Seller's approval which will not be unreasonably withheld) mirroring the entitlements and/or approvals previously granted to Seller. Seller shall cooperate with the execution and/or provision of any and all documents which may be required by and/or delivered to the City to effectuate the issuance of such entitlements and/or approvals to Buyer, and, if necessary, shall assign any and all such entitlements and/or approvals to Buyer at no additional cost to Buyer.

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- 4. Closing: The Closing shall take place on a date which shall be 60 days after the expiration of the Due Diligence Period and acceptance of the Property by Buyer. Seller shall, upon closing, assign any and all entitlements and/or approvals and/or grants for the development of the Property to Buyer, unless the same shall be/shall have been directly issued or granted to Buyer.
- 5. Broker: Upon closing, Buyer shall pay Broker, RE/MAX First, a real estate commission in the amount of 3.0% of the Purchase Price. In addition, Buyer shall pay, upon closing, a consulting fee in the amount of 1.5% of the Purchase Price to a third party pursuant to a separate agreement between the Buyer and said third party. Kolec, N. Ndoja discloses he is Principal Broker of said Broker.
- 6. Counterparts: This Addendum may be executed in any number of counterparts by the Parties, each of which shall be deemed to be an original and all of which, together, shall be deemed to be one and the same instrument.
- 7. Entire Agreement: The underlying Contract together with this Addendum constitutes the entire agreement between the Parties hereto with respect to the transaction contemplated hereby, and supersedes any prior agreements, understandings, negotiations and discussions, weather written or oral, between the Parties hereto with respect to the subject matter hereof. This Addendum may not be amended or modified in any way except by a written instrument executed by the Parties hereto.

IN WITNESS WHEREOF, the Parties have executed this Addendum as of the date first above written.

SELLER:

ATLANTIC 3350 LLC, a Florida limited liability company by Atlantic Manager, LLC, a Florida limited liability company, Manager

German Neuss, Manager

BUYER:

DOME EQUITIES INC., a Florida corporation

CITY OF POMPANO BEACH BROWARD COUNTY FLORIDA

DEVELOPMENT ORDER

PLANNING AND ZONING NO. 12-12000003

A DEVELOPMENT ORDER ISSUED BY THE PLANNING AND ZONING BOARD (LOCAL PLANNING AGENCY) OF THE CITY OF POMPANO BEACH, BROWARD COUNTY, FLORIDA, PURSUANT TO CHAPTER 157 OF THE CODE OF ORDINANCES; APPROVING WITH CONDITIONS THE APPLICATION FOR DEVELOPMENT PERMIT FOR ATLANTIC 3350 LLC.

WHEREAS, Section 157.05, of the Code of Ordinances, defines the project referenced above as a Major Review; and

WHEREAS, Section 157.32, of the Code of Ordinances, authorizes the Planning and Zoning Board (Local Planning Agency) to issue a final development order for the subject project which consists of the construction of a mixed use high rise hotel and residential structure. The proposal includes a parking garage as well as grade level retail, on the subject property known as 3350 E Atlantic Blvd; and

WHEREAS, the Development Review Committee has met to review this project and has provided the applicant with written comments; and

WHEREAS, the Application for Development Permit is not in compliance with the applicable standards and minimum requirements of this Code, but the developer has agreed in writing that no building permit will be issued until those conditions the Development Services Director finds reasonably necessary to insure compliance are met; and

WHEREAS, copies of the survey and final site plan are on file with the Department of Development Services, stamped with the meeting date of October 24, 2012.

The Application for Development Permit is hereby approved by the Planning and Zoning Board (Local Planning Agency) subject to the following conditions and bases therefore:

DEVELOPMENT ORDER

Planning and Zoning Board/Local Planning Agency

Planning and Zoning No. 12-12000003

Page 2

- As per code section 155.140, a right-of-way dedication of 5' is required on SE 1 1. Street and on Hibiscus Avenue.
- Successfully vacate FPL easements located in the center of the site. 2.
- Provide a roof / equipment plan. Any structures over 210' will be limited to 3. screening devices at a maximum height of the equipment.
- Provide a Unity of Title or similar document prior to building permit approval. 4.
- Provide complete photometric plans and light pole details as per code section 5. 155.138 and 155.179.
- Provide all applicable parking stall details, including a typical details of a parking 6. stall at a structural column.
- All signage requires AAC approval prior to building permit. 7.

Be advised that pursuant to Section 157.45 (G) of the Pompano Beach Code of Ordinances, a DEVELOPMENT ORDER for a site plan application shall remain in effect for a period of 24 months from the date of its issuance.

Heard before the Planning and Zoning Board/Local Planning Agency and ordered this 24th day of October, 2012.

JIM BEESON

Chairman

Planning and Zoning Board/Local Planning Agency

Filed with the Advisory Board Secretary this ______ day of November _____, 2012.

DANIEL KEESTER

Zoning Technician

dtk 10.31.12 Memorandum Atlantic 3350 Flex Unit Reinstatement July 16, 2019 Page 5

ATTACHMENT 3 CONCEPTUAL SITE PLAN APPROVED IN 2012

