

SILVERROCK UPDATE FOR MARCH 17, 2026

In his update on the SilverRock/Talus bankruptcy case at the March 17, 2026, City Council meeting, City Attorney Bill Ihrke said mediation hearings to allocate and distribute the net proceeds from the land sale hit an impasse last week.

SilverRock Development Company and its affiliates (collectively, SDC or debtors) filed for Chapter 11 bankruptcy in a Delaware court on August 5, 2024, after falling into default with the City.

TBE RE Acquisition Co. II LLC (TBE), a subsidiary of Turnbridge Equities, bought the 130 +/- acres of SilverRock, formerly known as Talus, through an open bidding process.

The sale to TBE, the highest bidder of the project at \$65 million, was approved by the bankruptcy court in October 2025 and Escrow closed December 9, 2025.

But the bankruptcy case continues with distribution of the net proceeds still to be decided, Ihrke said.

“The mediation session had been ongoing for several weeks but late last week, the mediator officially notified the debtors and all of the parties that there was an impasse,” Ihrke said.

“As such the mediation is over without resolution of the allocation of sale proceeds to the key secured creditors,” he said.

This means that the case in the bankruptcy court will resume and the allocation and distribution of funds to the creditors will be decided by the judge, Ihrke said.

This doesn't negate the sale of the land and TBE can continue to move forward with development plans.

Ihrke and City Manager Jon McMillen will continue to keep Council members and the public informed.

Hear Ihrke's report on the Council meeting video, www.laquintaca.gov/pastmeetings.

The website, www.laquintaca.gov/taluslq, provides a timeline of the project from the beginning to now and previous updates by Ihrke and McMillen.