



**Sacramento
Housing &
Redevelopment
Agency**

REPORT TO THE REDEVELOPMENT AGENCY of the City of Sacramento

915 I Street, Sacramento, CA 95814-2604

**Consent
July 21, 2009**

**Honorable Chair and
Members of the Board**

Title: Administrative Matter: Amending Redevelopment Agency Resolution 2009-036
Extending the Exclusive Right to Negotiate Agreement with USA Hospitality, Inc.

Location/Council District: 800-816 K Street and 809-815 L Street/Council District 1

Recommendation: Adopt a Redevelopment Agency Resolution amending
Redevelopment Agency Resolution 2009-036 to correct an error regarding the
expiration date of the Exclusive Right to Negotiate Agreements (ERNs) with USA
Hospitality, Inc. for the 800 Blocks of K and L Streets.

Contact: Denise Malvetti, Senior Project Manager, 808-7064 and Leslie Fritzsche,
Downtown Development Manager, 808-5450

Presenters: Not applicable

Department: Economic Development

Division: Downtown Development

Organization No: 18001021

Description/Analysis

Issue: Resolution 2009-036 was adopted on June 9, 2009 to extend the ERNs
with USA Hospitality, Inc. for properties located on the 800 block of K and L streets.
There was an error in the identified expiration date of the ERNs, which states July
24, 2009 instead of August 23, 2009.

Policy Considerations: It is in the best interest of the Agency to preserve and
ensure a clear and concise legislative history.

Environmental Considerations

California Environmental Quality Act (CEQA): N/A

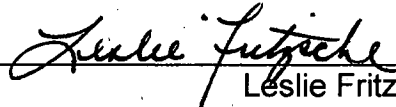
Sustainability Considerations: N/A

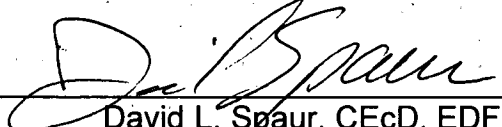
Commission/Committee Action: None.

Rationale for Recommendation: Resolution 2009-036 was adopted on June 9, 2009 and contained an error related to the expiration date of the ERNs. Staff recommends adopting a resolution to correct the error to ensure clear and precise records are maintained.

Financial Considerations: There are no fiscal considerations associated with this action.

M/WBE: Minority/Women Business Enterprise requirements are not applicable as no federal funding is involved in this action.

Respectfully Submitted by: 
Leslie Fritzsche
Downtown Development Manager

Approved by: 
David L. Spaur, CECD, EDFP
Director, Economic Development Department

Recommendation Approved:



Ray Kerridge
City Manager

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Attachment 1

RESOLUTION NO.

Adopted by the Redevelopment Agency of the City of Sacramento

**AGREEMENT AMENDING AND EXTENDING THE EXCLUSIVE RIGHT TO
NEGOTIATE AGREEMENTS WITH USA HOSPITALITY, INC. ON THE 800 BLOCKS
OF K AND L STREETS**

BACKGROUND

- A. On October 7, 2008, the Agency Board approved two Exclusive Right to Negotiate Agreements (ERNs) with USA Hospitality Inc. for Agency-owned properties on the 800 block of K and L streets.
- B. The Redevelopment Agency has assembled land on the 700 and 800 blocks of K Street for redevelopment purposes.
- C. Staff received a proposal from USA Hospitality, Inc., but needs additional information from the Developer to evaluate the project and negotiate business terms.
- D. An extension of the ERNs will allow time for Agency staff and USA Hospitality Inc. to negotiate the business terms of a Disposition and Development Agreement (DDA).
- E. On June 9, 2009 the Redevelopment Agency Board adopted a resolution authorizing the City Manager to execute amendments and extend by 45 days the term of the Exclusive Right to Negotiate Agreements (ERNs) with USA Hospitality, Inc., for the Agency-owned properties on the 800 blocks of K and L streets by 45 days until July 24, 2009.
- F. Resolution No. 2009-036 erroneously identified the expiration date as July 24, 2009 instead of August 23, 2009.

**BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL
RESOLVES AS FOLLOWS:**

Section 1. Resolution 2009-036 is amended as follows:

The referenced expiration date shall be changed to August 23, 2009.

Section 2. Except as amended herein, Resolution 2009-036 is reaffirmed and remains in full force and effect.