

RESOLUTION NO. 2006-059

Adopted by the Redevelopment Agency
of the City of Sacramento

October 17, 2006

AUTHORIZATION OF BUSINESS TERMS FOR A FUTURE OWNER PARTICIPATION AGREEMENT FOR THE INTERCONTINENTAL HOTEL AT 301 CAPITOL MALL

BACKGROUND

- A. The proposed project is a significant component of a new development project located on a blighted block in the heart of the Central Business District.
- B. The approved 2005-2009 Merged Downtown Implementation Strategy and the 2005 Downtown Sacramento Redevelopment Strategy include goals to capitalize on opportunities to implement smart growth policies, adding both employment centers and new residential units in the downtown core, and to increase the hotel rooms in the project area to support tourism and Convention Center activities.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE REDEVELOPMENT AGENCY OF THE CITY OF SACRAMENTO RESOLVES AS FOLLOWS:

Section 1. After due consideration of the facts presented, the findings, including the environmental findings regarding this action as stated in the staff report, are approved. Specifically and without limitation, the environmental findings of the City of Sacramento for the Towers on Capitol Mall Project located at 301 Capitol Mall are hereby approved and adopted for the instant proposed project.

Section 2. The following business terms are approved for incorporation in an Owner Participation Agreement to be negotiated and drafted for the proposed project for future approval consideration: Agency will provide a fifteen-year loan in the amount of \$11 million for the Intercontinental Hotel which is forgivable one-fifteenth per year for each year of operations of a quality hotel at the project location.

Adopted by the City of Sacramento City Council on October 17, 2006 by the following vote:

Ayes: Councilmembers, Cohn, Fong, Hammond, McCarty, Pannell, Sheedy, Waters, and Mayor Fargo.

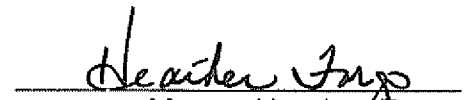
Noes: None.

Abstain: None.

Absent: Councilmember Tretheway.

Attest:


Shirley Concolino, City Clerk


Mayor, Heather Fargo