



ECONOMIC DEVELOPMENT DEPARTMENT

CITY OF SACRAMENTO

October 22, 2002

Redevelopment Agency of the City of Sacramento  
Sacramento, CA

CONTINUED  
FROM 10/29/02  
TO 11/7/02

Honorable Members in Session:

**SUBJECT: TERMINATION OF DISPOSITION AND DEVELOPMENT AGREEMENT  
(DDA) WITH FIRST KEY, LLC FOR METRO PLACE DEVELOPMENT**

**LOCATION/COUNCIL DISTRICT:** Council District 1, half block between 8<sup>th</sup> and 9<sup>th</sup>  
Streets and J Street and the alley.

**RECOMMENDATION:**

Staff recommends that the Redevelopment Agency of the City of Sacramento (RACS) approve the attached resolution which:

- Terminates the First Amendment to the DDA and the DDA with First Key, LLC for the Metro Place development.
- Directs staff to continue exclusive negotiations with CIM Group for a project proposal for the site and report back in 60 days with a new DDA and EIR Addendum for City Council consideration.

**CONTACT PERSON:** Michelle Nelson, Senior Project Manager, 264-7064  
Wendy Saunders, Downtown Development Manager, 264-8196

**FOR THE COUNCIL MEETING OF:** October 29, 2002

**SUMMARY:**

This report recommends that the DDA with First Key, LLC for development of the Metro Place site, be terminated. The report further recommends that staff be authorized to continue to negotiate business terms for a project at the subject site exclusively with CIM and return with a new DDA and environmental documentation for City Council consideration in the next 60 days.