

RESOLUTION NO. 2007-830

Adopted by the Sacramento City Council

November 13, 2007

AUTHORIZING A LOAN FROM THE RISK MANAGEMENT FUND FOR THE LAND-CURTIS PARK STREET LIGHTING ASSESSMENT DISTRICT NO. 2007-04

BACKGROUND

- A. The property owners within the proposed Land-Curtis Park Street Lighting Assessment District No. 2007-04 (the "District") have asked the City Council to form the District in accordance the Municipal Improvement Act of 1913. If approved by the property owners and the City Council, then the District would then issue bonds under the Improvement Bond Act of 1915 to finance the installation of street lights.
- B. If the District is approved, then Staff recommends that the City Council authorize the Department of Transportation to perform the design and the right-of-way appraisal and acquisition prior to bonds being sold. This approach will allow for the building of the lights to occur approximately a year earlier than usual. To perform this work, the Department of Transportation will require a \$1.2 million loan from the Risk Management Fund (Fund 421).
- C. The \$1.2 million loan from the Risk Management Fund (Fund 421) loan will be repaid from the proceeds of the bonds. There is a risk, however that bond proceeds will not be available to repay the loan. If the construction bids come in higher than the amount of bonds the property owners have approved, then bonds might not be sold. Were no sale to occur, the Risk Management Fund (Fund 421) would not be reimbursed.
- D. The City Council is fully advised in this matter.

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

- Section 1. The City Council finds and determines that the statements in the Background are true.
- Section 2. If the property owners within the District approve the formation of the District, the levying of assessments on property within the District, and the issuance of bonds, then the City Council hereby—
 - (a) approves a \$1.2 million loan from the Risk Management Fund (Fund 421) to the Department of Transportation for the design, right-of-way appraisal, and right-of-way acquisition for the construction of the street lights; and
 - (b) directs Staff to request that the City Council establish a CIP and authorize necessary appropriations for installation of the street lights and repayment of the loan.

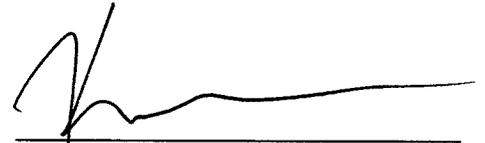
Adopted by the City of Sacramento City Council on November 13, 2007 by the following vote:

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

Noes: None.

Abstain: None.

Absent: Councilmember Tretheway and Mayor Fargo.


Kevin McCarty, Vice-Mayor

Attest:


Shirley Concolino, City Clerk