

RESOLUTION NO. 2009-546

Adopted by the Sacramento City Council

August 18, 2009

DESIGNATION OF THE CITY OF SACRAMENTO RECOVERY ZONE

BACKGROUND

- A. The American Recovery and Investment Act or ARRA has provided Recovery Zone (RZ) Bonds for cities and counties across the United States that have had a severe drop in employment levels.
- B. The City of Sacramento is eligible to access two types of RZ Bonds. Economic Development RZ Bonds to be used for City public works, or infrastructure projects, and Facility RZ Bonds to be used for private sector projects.
- C. To issue Bonds, Cities and Counties must first designate or create a RZ before Bonds may be issued to fund a project. The designation of the actual zone is discretionary but needs to be based on distress indicators such as unemployment, home foreclosure rates, significant poverty or general distress.
- D. The City of Sacramento has experienced a high unemployment rate of 11.5% and a high foreclosure rates both of which can be used as the criteria for designating an RZ.
- E. Designating the City as a whole as a RZ would allow for the greatest opportunity to maximize the potential benefit of the bond programs.

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

- Section 1. After due consideration of the facts presented, the findings, including the forgoing recitals regarding this action, are approved and adopted.
- Section 2. The criteria used to designate a RZ shall include severe and sudden unemployment, home foreclosure and general distress.
- Section 3. The boundary of the RZ shall be the city limits as they are currently depicted in the attached RZ Map.
- Section 4. Recommendations for RZ Bond funding will be reviewed by the City Treasurer, City Manager or designee prior to forwarding to Council for consideration.

Table of Contents:
Exhibit A – Recovery Zone Map

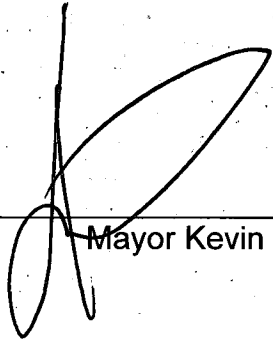
Adopted by the City of Sacramento City Council on August 18, 2009 by the following vote:

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

Noes: None.

Abstain: None.

Absent: None.



Mayor Kevin Johnson

Attest:

Shirley Concolino
Shirley Concolino, City Clerk

Recovery Zone Map

