

# RESOLUTION NO. 2004-056

ADOPTED BY THE REDEVELOPMENT AGENCY OF THE CITY OF SACRAMENTO

ON DATE OF NOV 9 2004

CONSENTING TO THE ESTABLISHMENT OF THE  
DOWNTOWN SACRAMENTO REVITALIZATION CORPORATION;  
AUTHORIZING THE EXECUTIVE DIRECTOR  
TO EXECUTE A LETTER OF SUPPORT FOR TAX EXEMPT STATUS  
AND PROVIDING A GRANT FOR INITIAL START UP COSTS

WHEREAS, the Redevelopment Agency of the City of Sacramento ("Agency") has adopted the Merged Downtown and Richards Boulevard Redevelopment Plans ("Redevelopment Plans") and 5-year Implementation Plans for the two Redevelopment Project Areas ("Project Areas") with the goals of eliminating physical and economic blight and revitalizing the Project Areas; and

WHEREAS, the Agency typically sells tax exempt debt instruments secured by property tax increment revenues to fund redevelopment projects and the Internal Revenue Code does not permit the Agency to receive a financial return on those tax exempt proceeds; and

WHEREAS, the Agency cannot hold real estate assets long term and each Project Area has a limited life span; and

WHEREAS, the Agency recognizes that a nonprofit corporation dedicated to revitalization efforts within the City of Sacramento would serve a vital function in carrying out the Agency's revitalization efforts in the Project Areas and would significantly lessen the governmental burden undertaken by the Agency.

NOW THEREFORE BE IT RESOLVED BY THE REDEVELOPMENT AGENCY OF THE CITY OF SACRAMENTO:

Section 1. The Agency consents to the creation of the Downtown Sacramento Revitalization Corporation ("DSRC") to create a California nonprofit public benefit corporation to assist the City of Sacramento ("City") and Agency to alleviate conditions of physical and economic blight in the Downtown and Richards Boulevard Areas; and

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Section 2. The Executive Director of the Agency is authorized to execute the attached letter to the Internal Revenue Service supporting DSRC's application for tax exempt status; and

Section 3. The Executive Director is authorized to provide a \$350,000 grant from the proceeds of the 2003 Certificates of Participation to DSRC to fund initial start up and organizational costs.

HEATHER FARGO

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ATTEST:

CHAIR

SHIRLEY CONCOLINO

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SECRETARY

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October \_\_, 2004

Internal Revenue Service  
201 West Rivercenter Blvd.  
ATTN: Extracting Stop 312  
Covington, KY 41011

Re: Downtown Sacramento Revitalization Corporation

Dear Ladies and Gentlemen:

I am writing to urge you to approve the application of the Downtown Sacramento Revitalization Corporation ("DSRC") to be recognized as an organization described in Section 501(c)(3) of the Internal Revenue Code. As described below, DSRC will lessen the burdens of government of the Redevelopment Agency of the City of Sacramento.

The Redevelopment Agency has been extensively involved in the development and implementation of revitalization plans that have sought to eliminate urban blight in and rehabilitate designated areas of the City of Sacramento, including the areas within the City commonly known as the Merged Downtown Sacramento Redevelopment Project Area and the Richards Boulevard Redevelopment Project Area.

It is expected that DSRC will serve a vital function in the planned revitalization of the Merged Downtown Sacramento Redevelopment and the Richards Boulevard Redevelopment Project Areas. Accordingly, DSRC will significantly lessen the governmental burden undertaken by the Redevelopment Agency. I urge the Internal Revenue Service to recognize DSRC as a Section 501(c)(3) organization so that it may carry out its needed charitable activities. I appreciate your timely attention to this matter.

Sincerely,

**REDEVELOPMENT AGENCY  
OF THE CITY OF SACRAMENTO, CALIFORNIA**

By: \_\_\_\_\_  
Anne M. Moore  
Executive Director

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