

RESOLUTION NO. 207-499

Adopted by the Sacramento City Council

June 26, 2007

CREATION OF RESIDENTIAL HOTEL COOLING PROGRAM

BACKGROUND

- A. On September 5, 2006, the City of Sacramento adopted Ordinance 2006-050 to require either a Cooled Room or Cooling Facilities in existing and future residential hotels in the City of Sacramento with six or more rooms.
- B. There are 10 residential hotels operating in the central city of Sacramento. Currently, approximately half of the residential hotels do not provide either a Cooled Room or Cooling Facilities.
- C. Residential hotels provide permanent housing for very-low income persons.
- D. The Sacramento Housing and Redevelopment Agency (Agency) has determined that residential hotels within the Merged Downtown Redevelopment Area would benefit from the Agency's creation of a Residential Hotel Cooling Program which provides for minor upgrades and repairs to bring the properties into compliance with the City's ordinance requirements. The Program will protect the health and safety of residential hotel residents, including low-income members of the Sacramento community.
- E. The Program is consistent with the Agency's policy of providing resources for the low moderate income housing for CDBG eligible activities in redevelopment areas in the City of Sacramento.

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 expressed in the above "Background" recitals are approved.
- Section 2. The Residential Hotel Cooling Program, as described in Exhibit A to this resolution, entitled "Residential Hotel Cooling Program – Program Fact Sheet" is hereby approved and established, and the Agency is authorized to implement the same.
- Section 3. The 2007 Community Development Block Grant (CDBG) One-Year Action Plan is amended to reprogram \$600,000 from the 2007 CDBG Capital Reserve to the Residential Hotel Cooling Program.

Section 4. The 2007 Agency budget is amended to decrease CDBG Capital Reserve fund and appropriate the funds as noted above.

Section 5. The Agency is delegated the authority to approve and execute all necessary agreements and contracts in form and content approved by Agency Counsel to implement the Residential Hotel Cooling Program pursuant to program rules and guidelines.

Section 6. The maximum funding assistance under the program is \$200,000 per Residential Hotel. After proper and complete application by recipient and recommendation for approval by appropriate Agency staff, the Agency is authorized to enter into agreements for projects under the Program that do not exceed \$100,000 and after approval of the project by the Loan Committee to enter into agreements for projects under the Program that do not exceed \$200,000.

Section 7. The Agency is delegated the authority to make minor modifications for the Residential Hotel Cooling Program, as approved by Agency Counsel, and authorized to take all actions reasonably necessary to accomplish the goals of the program as expressed in Exhibit A to this resolution and to protect the Agency's interests, as approved by Agency Counsel.

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Exhibit A: Residential Hotel Cooling Program Fact Sheet

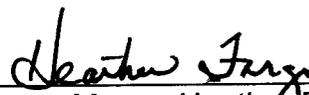
Adopted by the City of Sacramento City Council on June 26, 2007 by the following vote:

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

Noes: None.

Abstain: None.

Absent: None.



Mayor, Heather Fargo

Attest:


Shirley Concolino, City Clerk



**Sacramento
Housing &
Redevelopment
Agency**

Exhibit A

RESIDENTIAL HOTEL COOLING PROGRAM Program Fact Sheet

RESIDENTIAL HOTEL COOLING PROGRAM: The Sacramento Housing and Redevelopment Agency (Agency) provides a no interest, deferred payment loan to residential hotels in the Merged Downtown Redevelopment Area to fund a non-portable, permanent air cooling system for either a Cooled Room or Cooling Facilities for residential hotels that do not provide air-conditioned units.

Eligible Applicants: Owners of residential hotels located in the Merged Downtown Redevelopment Area without a Cooled Room or Cooling Facilities as defined by Sacramento Municipal Code Section 8.100.492 are eligible to apply for assistance.

Eligible Areas: Merged Downtown Redevelopment Area, City of Sacramento.

Special Review: Funding Review: Funding under \$100,000 is subject to staff level approval. Funding over \$100,000 will be subject to approval by the Loan Review Committee of the Sacramento Housing and Redevelopment Commission.

Eligible Improvements: Non-portable, permanent air cooling system for either a Cooled Room or Cooling Facilities. "Cooled Room" means a space or spaces provided by the residential hotel within the residential hotel of not less than 20 square feet per residential hotel tenant, open to all residential tenants 24 hours per day from June 1st through September 30th of every year with a maintained temperature of eighty (80) degrees Fahrenheit or less at a point of three feet above the floor. "Cooling Facilities" means equipment, appliances, devices or systems capable of cooling every residential hotel unit at a maintained temperature of eighty (80) degrees Fahrenheit or less at a point three feet above the floor.

Maximum Funding: \$200,000 per Residential Hotel.

Eligible Assistance Activities: Design; professional and architectural services; building permits; and installation and equipment for a non-portable, permanent air cooling system for Cooled Room or Cooling Facilities.

Loan Term: 10 years or the expected life of the installed air cooling system, whichever is greater.

Repayment: The loan is due and repayable upon property sale, transfer or change of use.

APPLICATION PROCESS:

1. Complete the application, and submit to Agency staff.
2. Agency staff will review the application, and will forward correspondence to the applicant indicating eligibility to the program. If determined eligible, the applicant will be contacted by SHRA staff.
3. Applications will be accepted from July 1, 2007 to July 1, 2008.

For more information or to apply please contact:
Housing and Community Development,
600 I Street, Suite 250, Sacramento, CA 95814

(916) 440-1328