



CITY OF SACRAMENTO

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December 23, 1985

City Council
City Hall
Sacramento, CA 95814

Re: Safe Harbor Lease and Reimbursement Agreement

Dear Members in Session:

SUMMARY

This resolution authorizes the City Manager to execute a Safe Harbor Lease and companion Reimbursement Agreement.

BACKGROUND

On November 12, 1985, the Council adopted a resolution authorizing the City Manager to enter into negotiations for the City to indemnify a potential purchaser of Safe Harbor Leasing Benefits from the Sacramento Regional Transit District (RT). A purchaser, Harris Bank Hinsdale (Illinois), has been selected and the transaction is scheduled to close on December 30, 1985. The City Attorney will review and approve the Safe Harbor Lease document among Harris Bank Hinsdale, RT and the City as well as the companion Reimbursement Agreement between the City and RT setting forth the conditions under which City agrees to guarantee the transaction. The City Manager will execute both documents. Net proceeds will be deposited into the City LRT/RACS account.

RECOMMENDATION

It is recommended that the Council adopt the resolution authorizing the City Manager to execute the Safe Harbor Lease and the Reimbursement Agreement.

Very truly yours,

JAMES P. JACKSON, City Attorney

By *Diane B. Balter*
DIANE B. BALTER, Deputy City Attorney

RECOMMENDATION APPROVED:

Walter J. Slupe
WALTER J. SLUPE, City Manager

December 23, 1985
All Districts

RESOLUTION NO.

Adopted by The Sacramento City Council on date of

RESOLUTION AUTHORIZING CITY MANAGER TO EXECUTE (1) SAFE HARBOR LEASE WITH CITY AS GUARANTOR AND (2) REIMBURSEMENT AGREEMENT

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SACRAMENTO:

1. The City Manager is authorized to execute a Safe Harbor Lease between Harris Bank Hinsdale as Lessor, Sacramento Regional Transit District as Lessee, and City of Sacramento as Guarantor, in a form approved by the City Attorney.

2. The City Manager is authorized to execute a Reimbursement Agreement between Sacramento Regional Transit District and the City of Sacramento setting forth terms and conditions of City's guaranty of the Safe Harbor Lease, in a form approved by the City Attorney.

MAYOR

ATTEST:

CITY CLERK