



REPORT TO COUNCIL

City of Sacramento

915 I Street, Sacramento, CA 95814-2604
www.CityofSacramento.org

Consent
March 23, 2010

Honorable Mayor and
Members of the City Council

Title: Creation of the Sacramento Convergence Project Ad Hoc Committee

Location/Council District: Districts 1 and 3

Recommendation: Approve a **Resolution** to 1) Appoint a special committee comprised of four Council Members to provide guidance to City staff in negotiating agreements related to the proposed Entertainment and Sports Complex (ESC) at the City's Intermodal site, relocation of Cal Expo to Natomas and redevelopment of the current Cal Expo site (the "Sacramento Convergence Project"), and 2) delegating authority to the City Manager to draft and propose necessary legislation, after consultation with the ad hoc committee.

Contact: John Dangberg, Assistant City Manager, (916) 808-5704
Jim Rinehart, Director of Economic Development, (916) 808-5054

Presenters: n/a

Department: City Manager's Office

Division: n/a

Organization No: 09200

Description/Analysis

Issue: Pursuant to Chapter 12 of the Council Rules of Procedure, staff is requesting approval of the formation of a special Council committee known as the Sacramento Convergence Ad Hoc Committee. This Ad Hoc Committee will meet as needed to assist staff in evaluation of the Sacramento Convergence Project until the charge of the committee has been accomplished.

Policy Considerations: The creation of the Sacramento Convergence Project Ad Hoc Committee will provide for negotiation of the project agreements for future consideration by the full Council and efficient drafting and review of legislation which may be needed for the project.

Environmental Considerations: The appointment of an ad hoc committee is not considered a project under CEQA.

Sustainability Considerations: n/a

Other: n/a

Commission/Committee Action: n/a

Rationale for Recommendation: City staff is in the process of evaluating the feasibility of the Sacramento Convergence proposal to develop an ESC at the City's Intermodal site as well as the relocation of Cal Expo to the City's Arco Arena property in Natomas and redevelopment of the existing Cal Expo site. The proposal contemplates possible City financing for these developments. After such evaluation and environmental review of the project, agreements will need to be prepared regarding the transactions, entitlements, infrastructure financing and other matters. Staff believes that the negotiations with members of the Sacramento Convergence team lead by the Kamilos Companies, David S. Taylor Interests, the National Basketball Association, Cal Expo and the State would proceed in a more efficient manner with the formation of a Council Ad Hoc Committee.

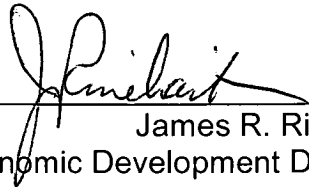
In addition, special legislation may be needed to assist with the ESC and infrastructure financing, which will also involve decisions regarding the disposition of the existing Cal Expo property and development of a new State exposition facility. It will be important to have a streamlined process for the City to provide input to such legislation and to determine whether to sponsor the legislation.

The Ad Hoc Committee would make policy recommendations to staff during the negotiations and the legislative process, and ultimately to the City Council during its consideration of the Sacramento Convergence project and agreements. The Ad Hoc Committee would remain in existence only until its duties as stated in this report are fulfilled. The Mayor has requested the creation of the Sacramento Convergence Ad Hoc Committee and will appoint Council Members to this committee, subject to the concurrence of the City Council. The Mayor will announce the Council Members appointed to his ad hoc committee at the meeting.

Financial Considerations: None.

Emerging Small Business Development (ESBD): None.

Respectfully Submitted by:


James R. Rinehart
Economic Development Director

Recommendation Approved:

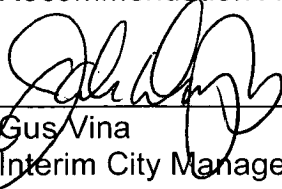

Gus Vina
Interim City Manager

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RESOLUTION NO. 2010-

Adopted by the Sacramento City Council

**CREATION OF THE SACRAMENTO CONVERGENCE PROJECT
COUNCIL AD HOC COMMITTEE**

BACKGROUND

- A. With the completion of the work of the Mayor's Sacramento First Committee on March 11, 2010, and the City Council's direction on March 16, 2010 to commence negotiations with the Sacramento Convergence team, it is appropriate to appoint an ad hoc committee of the City Council to assist staff in evaluating the proposal and conducting the negotiations for the Sacramento Convergence project, as well as to provide input on the preparation of legislation which will be needed to facilitate financing of this project.
- B. The Sacramento Convergence Project Ad Hoc Committee would make policy recommendations to staff during the negotiations and ultimately to the City Council during its consideration of this Project.
- C. The Mayor will appoint the members to the Sacramento Convergence Project Ad Hoc Committee and the committee would remain in existence only until its duties as stated in the staff report are fulfilled.

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

- Section 1. The Sacramento Convergence Project Ad Hoc Committee is hereby created and the members are appointed by the Mayor.
- Section 2. The City Manager is authorized to draft and propose necessary legislation after consultation with the Sacramento Convergence Project Ad Hoc Committee.
- Section 3. Although under the Brown Act the meetings of an ad hoc committee are not required to be noticed and may be closed to the public, the Sacramento Convergence Project Ad Hoc Committee may hold public meetings at its discretion.