

RESOLUTION NO. 2005-049

Adopted by the Redevelopment Agency of the City of Sacramento

September 13, 2005

ACCEPTING A \$500,000 LOAN FOR 65TH STREET REDEVELOPMENT PROJECT AREA AND RELATED BUDGET AMENDMENT

BACKGROUND

- A. California Redevelopment Law requires that a redevelopment project area have sufficient debt in order to receive the tax increment revenues generated by the increase in property tax assessments in that project area above the base year assessment at the time the redevelopment plan was adopted.
- B. The Redevelopment Agency of the City of Sacramento (Agency) desires to accept a loan from the Housing Authority of the City of Sacramento (Authority) for the 65th Street Redevelopment Project Area in order to create debt to allow for receipt of future tax increment revenues within this Project Area.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE REDEVELOPMENT AGENCY OF THE CITY OF SACRAMENTO RESOLVES AS FOLLOWS:

Section 1. The Executive Director or her designee is authorized to accept a \$500,000 loan from the Authority for the 65th Street Redevelopment Project Area. The loan terms include an interest rate of six percent and a repayment term of five years, beginning with the first loan disbursement and a graduated repayment provision based upon the amount of tax increment revenues received. The Executive Director or her designee is authorized to execute the loan documents.

Section 2. The Agency Budget is hereby amended to appropriate the \$500,000 in loan funds to the 65th Street Redevelopment Project Area Development Assistance project.

Adopted by the Redevelopment Agency of the City of Sacramento on September 13, 2005 by the following vote:

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

Noes: None

Abstain: None

Absent: None



Heather Fargo, Chair

Attest:



Shirley Concolino, Agency Clerk