



APPROVED
 MAY 9 - 2000
 OFFICE OF THE
 CITY CLERK

10.1

NEIGHBORHOODS, PLANNING
 AND DEVELOPMENT SERVICES
 DEPARTMENT

**CITY OF SACRAMENTO
 CALIFORNIA**

2450 MEADOWVIEW ROAD
 SACRAMENTO, CA
 95832

AREA 2 OFFICE

(916) 433-2261
 FAX 433-4060

April 14, 2000

City Council
 Sacramento, California

CONTINUED
 FROM May 2, 2000
 TO May 9, 2000

CONTINUED
 FROM April 25, 2000
 TO May 2, 2000

Honorable Members in Session:

SUBJECT: Request to approve the issuance of tax-exempt obligations by the California Statewide Communities Development Authority for the Community Resource Project.

LOCATION: 915 Broadway, Sacramento, California

COUNCIL DISTRICT: Council District 4

CONTACT PERSON: Kelly Montgomery, Area 2 Director, 264-8224

Patricia Mendoza, Planning Liaison, 433-4056

FOR COUNCIL MEETING OF: April 25, 2000

SUMMARY:

Staff recommends the adoption of a Resolution to approve the issuance of tax-exempt obligations by the California Statewide Communities Development Authority for the Community Resource Project.

COMMITTEE/COMMISSION ACTION:

There was no action required for this report.

BACKGROUND INFORMATION:

The Community Resource Project, a non-profit public benefit corporation, provides educational and vocational training, housing services, employment programs and the Women, Infants and Children (WIC)

Program to primarily low-income families in Sacramento. With this proposed financing, the Community Resource Project will partner with other area agencies to consolidate services and operate a multi-service community service facility providing assistance for families transitioning from public assistance to self-sufficiency. The Community Resource Project has requested that the California Statewide Communities Development Authority ("CSCDA") provide financing to acquire, construct, rehabilitate and improve property and facilities in a principal amount not to exceed \$2,500,000. The Community Resource Project will enter into a loan agreement with the CSCDA, which will then issue certificates of participation for the benefit of the Community Resource Project.

The Community Resource Project provides numerous benefits to members of the community as indicated in its application for financing filed with the CSCDA. A summary and project description are attached.

In connection with the issuance of the tax-exempt obligations, the CSCDA requested that the City of Sacramento (1) conduct a public hearing under the Tax and Equity Fiscal Responsibility Act of 1982 and (2) adopt a resolution approving of CSCDA's financing the project for the Community Resource Project pursuant to Section 147(f) of the Internal Revenue Code (the "Code") and CSCDA's joint powers agreement.

Under the Code, the elected legislative body of the municipal entity in which the proposed project is located is required to conduct a public hearing providing members of the community the opportunity to speak on behalf of or against a proposed tax-exempt financing of facilities. In addition, the Code and the CSCDA require that such elected legislative body adopt a resolution approving of the CSCDA's financing of the proposed project. The CSCDA has requested that the City Council serve as the elected legislative body, conduct the public hearing and approve of CSCDA's financing of facilities for the Community Resource Project.

If the Council adopts the resolution approving the issuance of tax-exempt obligations, the CSCDA and the Community Resource Project will then proceed with completing the transaction. The financing process is expected to conclude during May 2000.

The CSCDA is a joint powers authority consisting of over 300 cities and counties in the State of California and is sponsored by the League of California Cities and the California State Association of Counties. Through the execution of a joint exercise of powers agreement, the City of Sacramento is a member of the CSCDA. The CSCDA is authorized by its joint powers agreement to issue bonds, notes or other financing agreements in order to promote economic development. The City of Sacramento's participation in this transaction is limited only to conducting the public hearing and approving of the CSCDA's financing of the Community Resource Project. No City funds are at risk as a result of taking the recommended action.

FINANCIAL CONSIDERATION:

The requested approval will have no fiscal impact or financial consideration required of the City of Sacramento.

ENVIRONMENTAL CONSIDERATION:

The requested approval is not considered a “project” as defined by Section 15378 of the California Environmental Quality Act (“CEQA”). The proposed approval involves no physical construction or commitment to particular projects and has no potential to cause a significant impact on the environment (CEQA Section 15061(b)(3)).

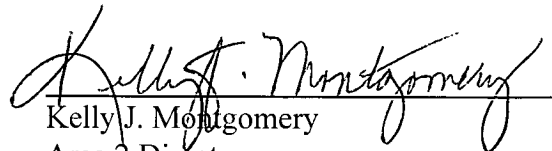
POLICY CONSIDERATIONS:

The proposed financing of facilities for the Community Resource Project will enable the non-profit corporation to achieve level debt service payments and reduce interest costs. That will enable the Community Resource Project to better meet the employment and training needs of low-income citizens and their families in the City of Sacramento. The City Council has approved similar actions in the past, most recently for Sutter Health and Pride Industries.

ESBD CONSIDERATIONS:

Not applicable as no goods or services are being purchased at this time.

Respectfully Submitted,


Kelly J. Montgomery
Area 2 Director

RECOMMENDATION APPROVED:


ROBERT P. THOMAS
City Manager

Attachment – Resolution
Tax Exempt Financing Request

RESOLUTION NO. 2000-224

ADOPTED BY THE SACRAMENTO CITY COUNCIL

ON DATE OF _____



RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SACRAMENTO APPROVING THE ISSUANCE OF TAX-EXEMPT OBLIGATIONS BY THE CALIFORNIA STATEWIDE COMMUNITIES DEVELOPMENT AUTHORITY TO BENEFIT COMMUNITY RESOURCE PROJECT, INC.

WHEREAS, COMMUNITY RESOURCE PROJECT, Inc. (the "Borrower") has requested that the California Statewide Communities Development Authority (the "Issuer") issue its notes, bonds or any other evidence of indebtedness (the "Obligations") in an aggregate principal amount not expected to exceed \$2,500,000 for the purpose of providing funds to finance the acquisition, construction, rehabilitation and improvement of property, including real and personal property, to be used as, or as a part of, a multi-service community service facility providing assistance for families transitioning from public assistance to self-sufficiency (the "Project") and pay related costs;

WHEREAS, the Issuer has requested that the City Council of the City of Sacramento (the "City"), the local government participant, approve the issuance of the Obligations and the Project in order to satisfy the public approval requirement of Section 147(f) of the Internal Revenue Code of 1986, as amended (the "Code"), and the requirements of Section 9 of the Amended and Restated Joint Exercise of Powers Agreement (the "Joint Powers Agreement"), dated as of June 1, 1988, among certain local agencies, including the City; and

WHEREAS, the City held a public hearing on April 25, 2000, providing a reasonable opportunity for persons to comment on the issuance of the Obligations and the Project; and

WHEREAS, it is intended that this resolution shall constitute the approval of the issuance of the Obligations and the Project required by the Section 147(f) of the Code, Section 9 of the Joint Powers Agreement and Section 91530(f) of the Government Code of the State of California;

FOR CITY CLERK USE ONLY

RESOLUTION NO.: _____

DATE ADOPTED: _____

NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of Sacramento, that the issuance of the Obligations and the Project are hereby approved for the purposes of Section 147(f) of the Code and Section 9 of the Joint Powers Agreement.

RESOLVED FURTHER, the City Clerk shall certify the adoption of this resolution, and this resolution shall take effect immediately upon its passage.

MAYOR

ATTEST:

CITY CLERK

FOR CITY CLERK USE ONLY

RESOLUTION NO.: _____

DATE ADOPTED: _____



Community Resource Project, Inc.

Helping People to Help Themselves

Mission Statement

Community Resource Project (CRP) Inc., a community-based organization, seeks to improve life and educational opportunities for people in need through housing, health and education.

Who We Are

CRP is a 501c3 that was founded in 1972 to serve the needs of ex-felons by providing educational, vocational and on-the-job training, and job placement assistance for those ready for work. Supportive counseling was provided to their families to ease the transition back into the mainstream of society.

Today we serve more than 12,000 low-income people per month in four different counties. Our staff communicates with clients in six different languages. CRP is professionally staffed by an executive director, deputy director, chief financial officer, general contractors, certified lead reduction workers, registered dietitians, certified lactation counselors and important front line staff.

Why We Exist

For many people on limited incomes, making ends meet becomes more difficult with each passing year. CRP strives to alleviate these struggles by providing services that assist families to move from dependency to self-sufficiency. Our programs are tailored to meet each person's need and has been designed to create an economically and physically healthy community. CRP's clients are senior citizens on fixed incomes, the unemployed, single-parent households, pregnant women, young children, and other low-income residents.

What We Do

Today, CRP achieves its mission statement through seven programs:

- Weatherization
- Energy Assistance
- Women, Infant and Children (WIC) nutrition
- Medi-Cal For Children and Healthy Families
- Job Training
- Housing
 - > Rehabilitation
 - > Lead Reduction
 - > First Time Homebuyers
 - > Multi-family Tax Credits

How We Are Funded

CRP is funded by the California Department of Community Services and Development, the California Department of Health Services, federal grants, partnerships, and private enterprise.

For more information contact:

Community Resource Project
250 Harris Avenue
Sacramento, CA 95838
Phone: (916) 567-5220
E-mail: admin@cresource.org



Project Description

Community Resource Project, Inc. (CRP) has made a commitment to its mission "to seek to improve life and educational opportunities for people in need through housing, health and education." In an effort to meet the needs of our clients, CRP has increased the number of programs that we offer to our clients. As a result, we have also increased our staff, and outgrown our office space. Specifically, we are looking to purchase an existing building located at 915 Broadway. Our plans are to renovate and expand this facility to meet our operational needs.

CRP anticipates that the new Community Resource Center will provide space for CRP's administration and operations. In addition, it will provide facilities to other nonprofits, creating a one-stop center delivery system. These facilities will also provide space to hold community meetings, forums and public hearings on topics of interest to our low-income clients and will be available to community groups and other non-profit organizations.

Building upon our experience and looking toward the new millennium, we recognize three critical factors facing low-income families: 1) families are in greater crises; 2) a more holistic approach is required to meet the needs of families; and 3) the continued threat of reduced funding demands that community based organizations offer services in the most effective and efficient manner.

Understanding these three critical factors, CRP convened a meeting of other community based organizations that have similar interests but offer other services. We determined that the best solution for us is to co-locate into a one-stop center to facilitate a more holistic approach in meeting the needs of the Sacramento low-income community.

Specifically, this collaborative will enhance our ability to provide essential services in an effective and cost efficient manner while providing opportunities for expansion. This one-stop service center will include:

1. Home Energy Assistance Program (HEAP)
2. Weatherization and energy conservation education
3. Affordable housing
4. Home ownership
5. Lead reduction
6. Home rehabilitation
7. Women, Infants and Children (nutritional services) and free immunization referral services
8. "Healthy Families" (medical coverage) enrollment

9. Child care, including for Head Start children
10. Job training
11. Career center
12. Microenterprise Development
13. Summer Youth Program
14. Translations

Upon completion of this project, we will have created the most comprehensive delivery system of critical supportive services for families that are moving from subsidy to self-sufficiency. It will provide the bridging of human and financial resources to sustain families during this transition. The one-stop center will enable the collaborative partners to come together to plan for the enhancement and expansion of services and will generate a dialog for continuous improvement of the delivery of services to low-income families. The center will bring high visibility that will stimulate community renewal and civic pride.

April 4, 2000

VIA EMAIL

Ms. Valerie Burrowes
City Clerk
Sacramento City Hall
915 I Street
Sacramento, California 95814

Ms. Patricia Mendoza
Economic Development Department
Sacramento City Hall
915 I Street
Sacramento, California 95814

Re: Public Hearing for California Statewide Communities Development Authority—Community Resource Project, Inc.

Dear Valerie and Patricia:

We have enclosed a form of the Notice of Public Hearing and the resolution of the Council of the City of Sacramento, California (the "Local Government Participant") with respect to a financing to be accomplished through the California Statewide Communities Development Authority (the "CSCDA"). In addition, set forth below is a brief summary of the basis for the power of the CSCDA to accomplish the financing, as well as the action required to be undertaken by the Local Government Participant, as a program participant of the CSCDA, in order for the financing to proceed. The CSCDA structures its financings so that neither the CSCDA nor the Local Government Participant will be subject to pecuniary liability.

Pursuant to the Joint Powers Act, comprising of Article 1, Article 2 and Article 3 of Chapter 5 of Division 7 of Title 1 (commencing with Section 6500) of the Government Code of the State of California, a number of California cities and counties, including the Local Government Participant ("Program Participants"), have entered into a joint exercise of powers agreement (the "Joint Powers Agreement") under which the CSCDA was organized.

The CSCDA is authorized by the Joint Powers Agreement to issue bonds, notes or other evidences of indebtedness, or certificates of participation in leases or other financing agreements, in order to promote economic development. The CSCDA is also authorized, by a resolution adopted March 21, 1991, to issue bonds, notes or other evidences of indebtedness, or certificates of participation in leases or other agreements to finance or refinance facilities owned and operated by organizations described in Section 501(c)(3) of the Internal Revenue Code of 1986 and which are determined by the CSCDA to satisfy the criteria set forth in the resolution. In 1991, the California Superior Court entered a judgment validating the resolution (and therefore the CSCDA's authority to act as an issuer in Section 501(c)(3) financings).

Pursuant to the Joint Powers Agreement, the CSCDA will not approve a financing unless the governing body of the Program Participant in whose jurisdiction the project is located or is to be located approves the project and the financing of the project.

Furthermore, Section 147(f) of the Internal Revenue Code of 1986 requires that the proposed financing be approved by a governmental unit having jurisdiction over the area in which the project to be financed is located or is to be located. A financing will be treated as having been approved by a governmental unit if it is approved "by the applicable elected representative of such governmental unit after a public hearing following reasonable public notice."

The foregoing will be satisfied if the City Council of the Local Government Participant holds a public hearing on April 25, 2000 (after at least 14 days prior published notice) and approves the project and the financing. Again, although the Local Government Participant would be approving the financing for the purposes of federal tax law and the Joint Powers Agreement, the Local Government Participant would not have pecuniary liability with respect to the financing.

We have arranged for the Notice of Public Hearing to be published in The Daily Recorder on Friday, April 7.

We request that after the resolution is adopted by the Council that you send a signed copy to us for the closing transcript. The resolution should be mailed as follows: Janelle K. Jackson, Legal Assistant, Gilmore & Bell, P.C., 2405 Grand Boulevard, Suite 1100, Kansas City, Missouri 64108.

Thank you for your help. Please call me at 877-635-3993 if you have any questions.

Very truly yours,

/s/ Janelle K. Jackson
Legal Assistant

Enclosures

cc: Tracy McWilliams

NOTICE OF PUBLIC HEARING

NOTICE IS HEREBY GIVEN that at 7:00 p.m. on April 25, 2000, at the Sacramento City Hall, 915 I Street, Council Chambers, 2nd Floor, Sacramento, California 95814, the Council of the City of Sacramento, California (the "City"), will conduct a public hearing concerning the issuance by California Statewide Communities Development Authority (the "Issuer") of its tax-exempt obligations in an aggregate principal amount not expected to exceed \$2,500,000 (the "Obligations"). Proceeds of the Obligations are to be made available to Community Resource Project, Inc., a nonprofit public benefit corporation described in Section 501(c)(3) of the Internal Revenue Code of 1986, or an affiliate (the "Borrower") pursuant to a Loan Agreement (the "Agreement") to provide for the acquisition, construction, rehabilitation and improvement of property, including real and personal property, to be used as, or as a part of, a multi-service community service facility providing assistance for families transitioning from public assistance to self-sufficiency (the "Project") and to pay related expenses. The Project will be located at 915 Broadway, Sacramento, California 95818, and will be owned and used by the Borrower.

Neither the faith and credit nor any taxing power of the City, the Authority, the State of California (the "State") or any other political corporation, subdivision or agency of the State is pledged to the payment of the principal of or premium, if any, or interest with respect to the Obligations, nor shall the County, the State or any other political corporation, subdivision or agency of the State be liable or obligated to pay the principal of or premium, if any, or interest on the Obligations.

The public hearing is intended to comply with the public approval requirements of Section 147(f) of the Internal Revenue Code of 1986.

Those wishing to comment on the Agreement, the Obligations or on the nature and location of the Project may either appear in person at the time and place indicated above or submit written comments, which must be received prior to the public hearing, to the City c/o Valerie Burrowes, City Clerk, at the address indicated above.

Dated: April 7, 2000.

/s/ Valerie Burrowes
City Clerk

RESOLUTION NO. _____

A RESOLUTION APPROVING THE ISSUANCE OF TAX-EXEMPT OBLIGATIONS BY THE CALIFORNIA STATEWIDE COMMUNITIES DEVELOPMENT AUTHORITY

Local Government

Participant: City of Sacramento, California
Issuer: California Statewide Communities Development Authority
Borrower: Community Resource Project, Inc. or an affiliate
Project: Acquisition, construction, rehabilitation and improvement of property, including real and personal property, to be used as, or as a part of, a multi-service community service facility providing assistance for families transitioning from public assistance to self-sufficiency
Obligations: Notes, Bonds or any other evidence of indebtedness of the Issuer
Maximum
Principal Amount: \$2,500,000
Public Hearing Date: April 25, 2000

WHEREAS, the Borrower has requested that the Issuer issue its notes, bonds or any other evidence of indebtedness (the "Obligations") in an aggregate principal amount not expected to exceed the Maximum Principal Amount for the purpose of providing funds to finance the Project and pay related costs;

WHEREAS, the Issuer has requested that the governing body of the Local Government Participant approve the issuance of the Obligations and the Project in order to satisfy the public approval requirement of Section 147(f) of the Internal Revenue Code of 1986, as amended (the "Code"), and the requirements of Section 9 of the Amended and Restated Joint Exercise of Powers Agreement (the "Joint Powers Agreement"), dated as of June 1, 1988, among certain local agencies, including the Local Government Participant; and

WHEREAS, the Local Government Participant held a public hearing on the Public Hearing Date providing a reasonable opportunity for persons to comment on the issuance of the Obligations and the Project; and

WHEREAS, it is intended that this resolution shall constitute the approval of the issuance of the Obligations and the Project required by Section 147(f) of the Code, Section 9 of the Joint Powers Agreement and Section 91530(f) of the Government Code of the State of California;

NOW, THEREFORE, BE IT RESOLVED, by the governing body of the Local Government Participant, that the issuance of the Obligations and the Project are hereby approved for the purposes of Section 147(f) of the Code and Section 9 of the Joint Powers Agreement.

RESOLVED FURTHER, the Clerk of the Local Government Participant shall certify the adoption of this resolution, and thenceforth and thereafter the same shall be in full force and effect.

* * * *

The undersigned hereby certifies that the foregoing resolution was approved and adopted by the governing body of the Local Government Participant this 25th day of April, 2000, by the following vote:

AYES: _____

NOES: _____

ABSTAIN: _____

[SEAL]

City Clerk
City of Sacramento, California

Received: from www2.tuckeris.com
by gw.sacto.org; Tue, 04 Apr 2000 11:46:07 -0700
Received: from exc1.gilmorebell.com ([209.242.95.66])
by www2.tuckeris.com (8.8.8/8.8.8) with ESMTMP id PAA31995;
Tue, 4 Apr 2000 15:09:14 -0500
Received: by EXC1 with Internet Mail Service (5.5.2650.21)
id <HBY7HTJ9>; Tue, 4 Apr 2000 13:48:42 -0500
Message-ID: <A1353E0EF327D21194AF00805F65E9134FD10B@EXC1>
From: "JACKSON, JANELLE" <JJACKSON@GilmoreBell.com>
To: "'Valerie Burrowes'" <vburrowes@cityofsacramento.org>,
'Patricia Mendoza' <pmendoza@cityofsacramento.org>
Cc: "'Tracy McWilliams'" <tmcwilliams@cacommunities.com>
Subject: April 25, 2000 public Hearing and passage of resolution--Communit
y Resource Project, Inc.
Date: Tue, 4 Apr 2000 13:48:33 -0500
MIME-Version: 1.0
X-Mailer: Internet Mail Service (5.5.2650.21)
Content-Type: multipart/mixed;
boundary="-----=_NextPart_000_01BF9E66.65715250"

This message is in MIME format. Since your mail reader does not understand
this format, some or all of this message may not be legible.

-----=_NextPart_000_01BF9E66.65715250
Content-Type: text/plain;
charset="iso-8859-1"

Valerie, in accordance with our telephone conversation this morning, I have
sent the Notice of Public Hearing to The Daily Recorder for publication on
Friday, April 7. Valerie and Patricia, enclosed for your information is a
file containing (i) the notice of hearing sent to the newspaper for
publication, (ii) the form of resolution to be adopted by the City Council
on April 25, and (iii) a letter from our law firm requesting the City to
hold the hearing and pass the resolution approving the project. Following
passage of the resolution, please forward a signed copy to us for the bond
closing.

Thank you both for your help in this project. If you have any questions or
need anything further from us, please reply or call.

<<CityofSacramentoDocs.doc>>

Janelle K. Jackson
Legal Assistant
Gilmore & Bell, P.C.
jjackson@gilmorebell.com
816-218-7541 (voice)
816-221-1018 (fax)

-----=_NextPart_000_01BF9E66.65715250
Content-Type: application/msword;
name="CityofSacramentoDocs.doc"
Content-Transfer-Encoding: base64
Content-Disposition: attachment;
filename="CityofSacramentoDocs.doc"

[Click to view Base64 Encoded File](#)

From: Kathleen Sall
To: Valerie Burrowes; Virginia Henry
Date: 4/4/00 12:11PM
Subject: Pacific Rim Street Fest T-Shirt Presentation

Hi Val and Virginia,

Would it be possible to place on the Tuesday, May 2, 2:00 p.m. Council agenda presentation of Pacific Rim Street Fest T-Shirts to Mayor/Council etc., with a brief description as to what the Street Fest is all about. Similar to what was done last year. Presenters would be Doreen Chan and Bernadette Chiang.

Thank you!

Kathleen Sall
Secretary to
Mayor Jimmie R. Yee
916-264-7740
e-mail: ksall@cityofsacramento.org

CC: Margie Walker; Shirley Concolino



OFFICE OF THE
CITY CLERK

VALERIE A. BURROWES, CMC/AAE,
CITY CLERK

VIRGINIA K. HENRY, CMC/AAE,
ASSISTANT CITY CLERK

WWW.CITYOFSACRAMENTO.ORG

CITY OF SACRAMENTO
CALIFORNIA

CITY HALL
915 I STREET
ROOM 304
SACRAMENTO, CA
95814-2671

FAX 916-264-7572

ADMINISTRATION
PH 916-264-5799

OPERATIONS SERVICES
PH 916-264-5427

SPECIALIZED SERVICES
PH 916-264-7200

May 15, 2000

Janelle K. Jackson
Legal Assistant
Gilmore & Bell, P.C.
2405 Grand Boulevard, Suite 1100
Kansas City, Missouri 64108

Dear Ms. Jackson,

As requested, please find enclosed one (1) certified copy of Resolution 2000-224 approving the issuance of tax-exempt obligations by the California Statewide Communities Development Authority, adopted by Sacramento City Council on May 9, 2000.

Sincerely,

Jane G. Norton
Deputy City Clerk

jn Item 10.1

Enclosure