

RESOLUTION NO. 2009-102

Adopted by the Sacramento City Council

February 24, 2009

APPROVAL OF LOAN AGREEMENT BETWEEN THE CITY OF SACRAMENTO AND THE REDEVELOPMENT AGENCY OF THE CITY OF SACRAMENTO RELATED TO THE RAILYARDS REDEVELOPMENT PROJECT

BACKGROUND

- A. On May 13, 2008 the City Council approved the Railyards Redevelopment Plan, thereby creating the Railyards Redevelopment Project Area.
- B. Start-up costs associated with the Railyards Redevelopment Project Area have exceeded the \$350,000 budget established in May 2008.
- C. Costs to the Railyards Redevelopment Project Area related to legal challenges that have been filed against the Agency and the City, in regards to approval of the Railyards Redevelopment Plan and the Master and Initial Phase Owner Participation Agreements, have exceeded the original budgeted amount.
- D. The proposed action authorizes the City Manager or his designee to enter into a Loan Agreement between the City of Sacramento and the Redevelopment Agency of the City of Sacramento for the Railyards Redevelopment Project Area in the amount of \$300,000 from the City's Parking Enterprise Fund.
- E. The proposed action does not constitute a project subject to environmental review under the California Environmental Quality Act (CEQA) per Guidelines Section 15378 (b) (4), which exempts government fiscal activities that do not involve a commitment to any specific project from environmental review.

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, including the foregoing recitals and the environmental finding regarding this action, as stated in this Resolution are approved and adopted.
- Section 2. The City Manager or his designee is authorized to execute the Loan Agreement with the Redevelopment Agency of the City of Sacramento in the form attached to the staff report to transfer \$300,000 from the City's Parking Enterprise Fund for the Railyards Redevelopment Project Area. The Loan will accrue interest and be repaid with future Railyards Redevelopment Project Area tax increment revenues.

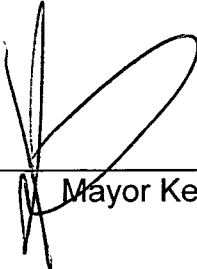
Adopted by the City of Sacramento City Council on February 24, 2009 by the following vote:

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

Noes: None.

Abstain: None.

Absent: None.



Mayor Kevin Johnson

Attest:



Shirley Concolino, City Clerk