

# RESOLUTION NO. 2003-058

ADOPTED BY THE REDEVELOPMENT AGENCY OF THE CITY OF SACRAMENTO

ON DATE OF OCT 14 2003

## ALLOCATION AND LOAN OF MERGED DOWNTOWN REDEVELOPMENT PROJECT TAX INCREMENT FUNDS TO THE RICHARDS BOULEVARD REDEVELOPMENT PROJECT AREA FOR REPAYMENT OF CITY FUNDS MADE AVAILABLE FOR LOAN TO DISCOVERY CENTER; RELATED TAX INCREMENT PLEDGE

WHEREAS, the Redevelopment Agency of the City of Sacramento ("Agency") entered into an Owner Participation Agreement and Loan Agreement June 2001 with Richards Boulevard Partners ("Developer") regarding the construction of an office building at 300 Richards Boulevard, currently known as Discovery Center ("Project");

WHEREAS, the Agency loaned certain funds in the amount of One Million, Eight Thousand Dollars (\$1,008,000) to the Developer pursuant to the OPA;

WHEREAS, the Agency borrowed funds from the City of Sacramento ("City Loan") in order to provide such loan;

WHEREAS, the Agency desires to loan certain funds in the amount of One Million, Eight Thousand Dollars (\$1,008,000) to Richards Boulevard Redevelopment Project Area ("Richards Boulevard") for the repayment of the City Loan;

WHEREAS, Agency has determined that Agency funds from sale of Lot A are an available and an appropriate source of funds from the Merged Downtown Redevelopment Project Area ("Downtown") for loan to Richards Boulevard.

NOW, THEREFORE, BE IT RESOLVED BY THE REDEVELOPMENT AGENCY OF THE CITY OF SACRAMENTO:

Section 1: The City Manager, or his designee, on behalf of the Agency, is authorized to make a loan from Downtown to Richards Boulevard, on the following terms: (1) the loan shall be from Downtown to Richards Boulevard for the amount of \$1,008,200; (2) the loan shall bear interest at the rate of six percent (6%), annually; (3) the loan shall be repaid in payments of principal and interest, in the amount of not less than \$25,602, payable quarterly starting

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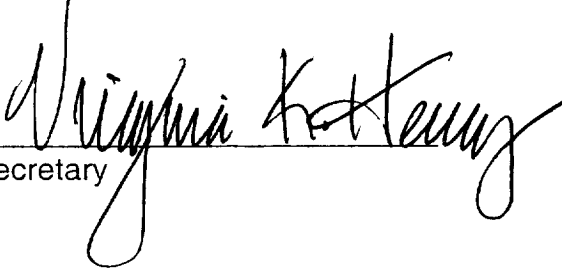
November 15, 2003; (4) the loan shall be all due and payable, including without limitation, payment of unpaid principal and interest, on the first day of the 34<sup>th</sup> calendar month following the execution date of the Note; and (5) the loan shall be secured by pledge of future Richard Boulevard Redevelopment Project Area Tax increment funds and by assignment of the security interests held by the Agency on account of the loan.

Section 2: The City Manager, or his designee, is authorized, on behalf of the Agency, to execute the loan documents, including without limitation, pledge and assignment agreements, between the Agency and Richards Boulevard, in a form as approved by Agency Counsel consistent with the staff report that accompanies this resolution, and to take all other actions as necessary to implement the loan.

Section 3: The Agency budget is amended as necessary to implement the foregoing actions.

  
Chair

ATTEST:

  
Secretary

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