

RESOLUTION NO. 2008-185

Adopted by the Sacramento City Council

March 25, 2008

APPROVING MITIGATION BANK AGREEMENTS FOR THE BASIN 31 DETENTION BASIN PROJECT AND INCREASING THE ALLOCATION OF WORKFORCE HOUSING REWARD PROGRAM GRANT FUNDS TO THE BASIN 31 DETENTION BASIN PROJECT (WK06, W14000900)

BACKGROUND:

- A. The Basin 31 Detention Basin Project (the "Project") is proposed to be constructed on 2 adjacent parcels located east of the intersection of 65th Street and Broadway.
- B. Acquisition of these parcels and construction of the Project will be financed by a low interest loan from the California Infrastructure and Economic Development Bank, and by using monies from a Workforce Housing Reward Program Grant issued to the City by the State Department of Housing and Community Development. The City Council previously authorized the allocation of \$600,000 from the Workforce Housing Reward Program Grant to fund Project costs.
- C. The Project site contains seasonal wetlands, and in order to meet requirements established in the Project's Clean Water Act Section 404 permit for mitigation of the impact of constructing the Project in this area, it is necessary to purchase mitigation credits in mitigation banks approved by the U.S. Army Corps of Engineers and the U.S. Fish and Wildlife Service.
- D. City staff has negotiated agreements with 3 mitigation banks to meet the 404 permit requirements, at a total cost of \$570,810. This is more than the mitigation bank costs anticipated when the Project financing was approved, so additional funding is needed from the Workforce Housing Reward Program Grant.

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

- Section 1. The City Manager is authorized to sign the agreements with Wetland Resources LLC in the amount of \$112,500, Bryte Ranch Conservation Bank in the amount of \$300,810, and Conservation Resources LLC in the amount of \$157,500, to purchase wetland mitigation units as required for construction of the Project.
- Section 2. The City Manager is authorized to increase the allocation of the Workforce Housing Reward Program Grant (Agreement No. 07-WFH-229) assigned to the Project budget from the current amount of \$600,000 to the revised amount of

\$800,000.

Section 3. The City Manager is authorized to establish a total Project budget in the amount of \$4,875,000, which recognizes the initial \$575,000 project budget plus \$800,000 from the Workforce Housing Reward Program Grant plus a \$3.5 million loan to the City from the California Infrastructure and Economic Development Bank.

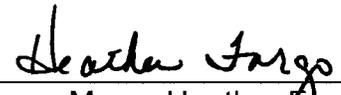
Adopted by the City of Sacramento City Council on March 25, 2008 by the following vote:

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

Noes: None.

Abstain: None.

Absent: Councilmember Pannell.



Mayor Heather Fargo

Attest:



Dawn Bullwinkel, Assistant City Clerk