

## **RESOLUTION NO. 2008-322**

Adopted by the Sacramento City Council

May 27, 2008

### **APPROVAL OF AMENDMENTS TO THE ADVANCE REPAYMENT AGREEMENTS FOR NORTH SACRAMENTO AND STOCKTON BOULEVARD REDEVELOPMENT AREAS**

#### **BACKGROUND**

- A. The City provided project funds to the North Sacramento Redevelopment Area by entering into the North Sacramento Advance Repayment Agreement dated December 1, 1999, the First Amendment dated June 1, 2005 and the Second Amendment dated June 1, 2006 in exchange for a subordinate pledge of tax increment revenues from the redevelopment area.
- B. The City provided project funds to the Stockton Boulevard Redevelopment Area by entering into the Stockton Boulevard Advance Repayment Agreement dated July 1, 2002 and the First Amendment dated December 5, 2007 in exchange for a subordinate pledge of tax increment revenues from the redevelopment area.
- C. The City authorized the issuance of tax allocation revenues bonds for North Sacramento and Stockton Boulevard Redevelopment Areas on December 4, 2007 which would have been a senior pledge of the tax allocation revenues bonds.
- D. Due to the volatility of the municipal bond market for the last six months, tax allocation revenue bonds could not be economically issued. An alternative method of providing funds for critical redevelopment and housing projects can be provided by credit agreements with Bank of America.

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

- Section 1. The City Treasurer is authorized to enter into the Third Amendment to the North Sacramento Advance Repayment Agreement and Second Amendment to the Stockton Boulevard Advance Repayment Agreement to meet the terms of the Agency Credit Agreements with Bank of America.

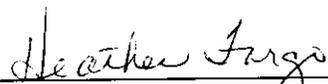
Adopted by the City of Sacramento City Council on May 27, 2008 by the following vote:

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

Noes: None.

Abstain: None.

Absent: Councilmember McCarty.

  
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Mayor Heather Fargo

Attest:

  
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Shirley Concolino, City Clerk