

RESOLUTION NO. 2008-721

Adopted by the Sacramento City Council

November 6, 2008

RIVERVIEW PLAZA: AUTHORIZE FORGIVENESS OF COMMUNITY DEVELOPMENT BLOCK GRANT AND HOUSING DEVELOPMENT ACTION GRANT LOANS

BACKGROUND

- A. Riverview Plaza is a 16-story commercial and age-restricted residential project located at 600 I Street, Sacramento. The commercial portion is owned by the Housing Authority of the City of Sacramento. The 124-unit residential portion is owned by Riverview Plaza Associates, a California Limited Partnership (Partnership).
- B. In 1988, the City of Sacramento ("City") approved a loan of Community Development Block Grant (CDBG) funds to the Partnership in the principal amount of \$1,398,512 for the Riverview Plaza development.
- C. In 1988, the City of Sacramento ("City") approved a loan of Housing Development Action Grant (HODAG) funds to the Partnership in the principal amount of \$2,000,000 for the Riverview Plaza development.
- D. The Partnership does not have the ability to repay the principal balance and accrued interest on the CDBG and HODAG loans by the loans' due date.

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

- Section 1. It is determined that the action proposed by this resolution is exempt from environmental review under California Environmental Quality Act (CEQA) Guidelines Sections 15310 and 15301 (which exempts bond and loan financing and operations of existing facilities where the use remains unchanged).
- Section 2. The Sacramento Housing and Redevelopment Agency and the Housing Authority of the City of Sacramento are authorized to forgive the following loans to the Partnership: 1) Community Development Block Grant (CDBG) loan in the principal amount of \$1,398,512, and 2) Housing Development Action Grant (HODAG) loan in the principal amount of \$2,000,000 (including all unpaid accrued interest); and execute any necessary loan reconveyances.

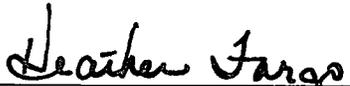
Adopted by the City of Sacramento City Council on November 6, 2008 by the following vote:

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

Noes: None.

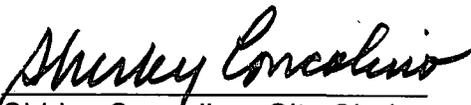
Abstain: None.

Absent: None.



Mayor Heather Fargo

Attest:



Shirley Concolino, City Clerk