

## **RESOLUTION NO. 2008-768**

Adopted by the Sacramento City Council

November 25, 2008

### **APPROVING AN AGREEMENT BETWEEN THE CITY OF SACRAMENTO AND THE STL COMPANY, LLC OF SACRAMENTO REGARDING REIMBURSEMENT TO THE CITY FOR COTTON LANE IMPROVEMENT COSTS FOR THE VALLEY HI/NORTH LAGUNA LIBRARY (B13000800)**

#### **BACKGROUND**

- A. On September 19, 2008, the City and STL Company, LLC agreed to negotiate on principles of coordination, cost of construction and cost sharing for Cotton Lane improvements necessary for the Valley Hi/North Laguna Library project.
- B. The City and STL Company, LLC propose to jointly prepare a plan necessary for the implementation of the Joint Agreement to construct Cotton Lane. As City and STL Company, LLC are similarly interested in the preparation of the Cotton Lane improvements, City and STL Company, LLC desire to share the cost of constructing Cotton Lane in anticipation of having those costs paid for by the City, without which the Cotton Lane improvements would not proceed.
- C. The City has entered into an agreement with STL Company, LLC whereby the STL Company, LLC will reimburse the City for its fair share cost (\$750,000) of the City's cost to build Cotton Lane. Reimbursement by STL Company, LLC will be due upon the first occurrence of any of the following events: 1) issuance of the first building permit for development of the STL Company, LLC master planned development; 2) close of escrow if STL Company, LLC sells its development property; or 3) within ten years of the date of this agreement.

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

- Section 1. The City Manager or the City Manager's designee is authorized to execute an agreement between the City of Sacramento and STL Company, LLC for: 1) reimbursement in the amount of \$750,000 from STL Company, LLC to the City for roadway improvements necessary for construction of Cotton Lane for the Valley Hi/North Laguna Library project, and; 2) reimbursement from the City to STL Company, LLC in the amount of \$63,000 for the use of approved engineering documents for the Cotton Lane construction.
- Section 2. Amend the revenue and expenditure budgets for the Valley Hi/North Laguna Library project to reflect the reimbursement in the amount of \$750,000 (Fund 3702).

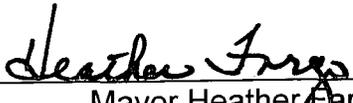
Adopted by the City of Sacramento City Council on November 25, 2008 by the following vote:

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

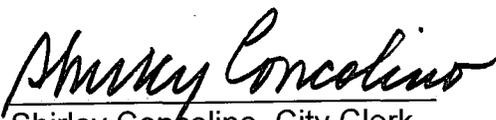
Noes: None.

Abstain: None.

Absent: None.

  
\_\_\_\_\_  
Mayor Heather Fargo

Attest:

  
\_\_\_\_\_  
Shirley Concolino, City Clerk