

RESOLUTION NO. 2011-233

Adopted by the Sacramento City Council

April 21, 2011

APPROPRIATION OF SPECIAL-TAX REVENUE NATOMAS CENTRAL COMMUNITY FACILITIES DISTRICT NO. 2006-02

BACKGROUND

- A. Under City Agreement No. 2008-0683 as amended by City Agreement No. 2008-0683-1, K. Hovnanian Forecast Homes Northern, Inc. (the "Developer") is entitled to reimbursement for eligible expenses incurred within Natomas Central Community Facilities District No. 2006-02 (the "CFD"), subject to the availability of funds. The City has verified eligible expenses of the Developer in the amount of \$11,491,952 to date.
- B. To date, the City has received \$7,912,174 in interest and Mello-Roos special taxes levied for the purpose of financing eligible expenses within the CFD, with \$6,937,134 disbursed in increments of \$2,244,930, \$1,170,672, \$1,031,000, \$1,311,428, and \$1,179,104 under Resolution Nos. 2008-814, 2009-250, 2009-571, 2010-150, and 2010-677 respectively, leaving a balance of \$975,040.
- C. Of the \$975,040 balance, \$67,735 has been expensed for accounting and collection costs and \$10,000 is being held in reserve for any refunds, associated expenses and contingency, leaving \$897,305 available for disbursement to the Developer.
- D. The appropriation of available funds of \$897,305 will permit partial reimbursement to the Developer, totaling \$7,834,439 with this action, leaving a balance of verified, unreimbursed expenses of \$3,657,513.

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

- Section 1 The City Manager's designee is authorized and directed to appropriate \$897,305 from revenues of the CFD (i.e., special taxes and interest) to Project J22003600 to reimburse the Developer in part for eligible expenses.

Adopted by the City of Sacramento City Council on April 21, 2011 by the following vote:

Ayes: Councilmembers Ashby, Cohn, D Fong, R Fong, McCarty, Pannell, Schenirer, Sheedy.

Noes: None.

Abstain: None.

Absent: Mayor Johnson.



Bonnie Pannell, Vice-Mayor

Attest:

for 
Shirley Concolino, City Clerk