RESOLUTION NO. 2007-718

Adopted by the Sacramento City Council

October 2, 2007

APPROVAL FOR THE REIMBURSEMENT AGREEMENT FOR WATER MAIN INSTALLATION

BACKGROUND

A. The 1801 L Street project was originally submitted as part of the Sacramento Housing and Redevelopment Agency's (SHRA) 1998 Notice of Funding Availability with 152 apartments and 9,600 square feet of retail space over a subterranean garage. Funding for the project was approved for $4 million

B. In May 2000, the SHRA approved providing $1.6 million to allow the Owner to acquire the property. The Owner applied through the California Debt Limit Allocation Committee for the bonds to pay for the project and received $21,075,000.

C. The original project budget was $29,575,000 in 1999. Due to a variety of issues the project budget ended up at $37,500,000 in 2004. With these increases the project needed additional help form the City of Sacramento.

D. The City provided fee waivers and deferrals in the amount of $525,515 as part of the October 5, 2004 Council action.

E. One of the pieces of that approval was the waiver of the requirement to replace an off-site water main in the amount of $191,127.

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

Section 1. The City Manager is authorized to execute the attached Agreement with 1801 Associates, LP, to reimburse 1801 L Street Associates LP in an amount up to $191,127 for the costs related to the design and construction of the replacement water main at 1801 L Street.

Adopted by the City of Sacramento City Council on October 2, 2007 by the following vote:

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

Noes: None.

Abstain: None.

Absent: Mayor Fargo.

Kevin McCarty, Vice-Mayor

Attest:

Shirley Concolino, City Clerk