

REDEVELOPMENT AGENCY OF

THE CITY OF SAN DIEGO

RESOLUTION NO. R-03627

ADOPTED ON MAY 06, 2003

A RESOLUTION OF THE REDEVELOPMENT AGENCY
OF THE CITY OF SAN DIEGO AUTHORIZING THE
EXECUTIVE DIRECTOR TO PLACE ENCUMBRANCES
ON CERTAIN BUILDINGS IN THE NAVAL TRAINING
CENTER REDEVELOPMENT PROJECT AREA.

WHEREAS, the Redevelopment Agency of the City of San Diego [Agency] is engaged in activities necessary to carry out and implement the Redevelopment Plan for the Naval Training Center [NTC] Redevelopment Project Area [the Project Area]; and

WHEREAS, the Agency and McMillin-NTC, LLC [Master Developer], entered into a Disposition and Development Agreement [DDA] in June 2000 for the purposes of effectuating the Redevelopment Plan for the Naval Training Center Redevelopment Project, adopted by the City Council in May 1997, and the Naval Training Center Reuse Plan, adopted by the City Council in October 1998; and

WHEREAS, the NTC Foundation, an independent 501(c)(3) nonprofit corporation established pursuant to the DDA, is responsible for the rehabilitation and management of the buildings in the area of the Historic Core designated for the Civic, Arts and Cultural Center; and

WHEREAS, the Council of the City of San Diego has directed both City and Agency staff to assist the NTC Foundation in the rehabilitation of the buildings in the area of the Historic Core designated for the Civic, Arts and Cultural Center; and

WHEREAS, in order to assist the NTC Foundation, the City wishes to submit an application to the United States Department of Housing and Urban Development [HUD] Section 108 Loan Guarantee Program to request a loan of \$5.91 million; and

WHEREAS, HUD requires a pledge of collateral that is equal to at least 125% of the loan amount; and

WHEREAS, the Agency owns the buildings in the area of the Historic Core designated for the Civic, Arts and Cultural Center proposed to be used as a pledge of collateral; NOW, THEREFORE,

BE IT RESOLVED, by the Redevelopment Agency of the City of San Diego, as follows:

1. That the Executive Director is authorized to place encumbrances totaling \$7,387,500 on the buildings in the NTC Civic, Arts and Cultural Center to satisfy collateral requirements related to the HUD Section 108 loan.

2. That the Agency authorizes the payment of recording fees that will be incurred when placing encumbrances on the buildings in the NTC Civic, Arts and Cultural Center.

APPROVED: CASEY GWINN, General Counsel

By _____

Elisa A. Cusato
Deputy General Counsel

EAC:smf

04/22/03

Or.Dept:Redev.

RA-2003-149

Redev: RA-2003-147, RA-2003-148, RA-2003-150

Council:R-2003-1264, R-2003-1265, R-2003-1266, R-2003-1267