

REDEVELOPMENT AGENCY OF
THE CITY OF SAN DIEGO

RESOLUTION NUMBER R-04158

DATE OF FINAL PASSAGE JUN 28 2007

A RESOLUTION OF THE REDEVELOPMENT AGENCY OF THE CITY OF SAN DIEGO AUTHORIZING THE CITY ATTORNEY TO ENTER INTO AN AGREEMENT WITH BEST BEST & KREIGER TO PROVIDE BOND COUNSEL SERVICES FOR THE SIX CREDIT AGREEMENTS WITH SAN DIEGO NATIONAL BANK

WHEREAS, the Redevelopment Agency of the City of San Diego [Agency] is engaged in activities necessary to carry out and implement redevelopment plans for the City of San Diego [City]; and

WHEREAS, the City Council of the City of San Diego has heretofore adopted ordinances, approving redevelopment plans for redevelopment projects known as the North Park Redevelopment Project [North Park Project], the North Bay Redevelopment Project [North Bay Project], the City Heights Redevelopment Project [City Heights Project] and the Naval Training Center Redevelopment Project [NTC Project] [North Park Project, the North Bay Project, the City Heights Project and the NTC Project being collectively referred to as the Redevelopment Projects]; and

WHEREAS, in order to finance certain low and moderate income housing redevelopment activities relating to the four Redevelopment Projects, the Agency proposes to enter into four separate Credit Agreements [North Park Housing Credit Agreement, the North Bay Housing Credit Agreement, the City Heights Housing Credit Agreement, and the NTC Housing Credit Agreement and collectively, referred to as the Housing Credit Agreements] with San Diego

National Bank [Bank] pursuant to which the Agency will borrow up to an aggregate amount of \$34 million; and

WHEREAS, in order to finance certain non-housing redevelopment activities relating to the City Heights Project and the NTC Project, the Agency proposes to enter into two Credit Agreements [City Heights Non-Housing Credit Agreement and the NTC Non-Housing Credit Agreement and collectively, referred to as the Non-Housing Credit Agreements] with the Bank pursuant to which the Agency will borrow up to \$20 million for the City Heights Project and up to \$16 million for the NTC Project; and

WHEREAS, the amounts borrowed under the respective Credit Agreements will be secured by and repaid from the tax increment from the related Redevelopment Project on a subordinate basis to the existing pledge of such tax increment to the repayment of outstanding debt of the Agency; and

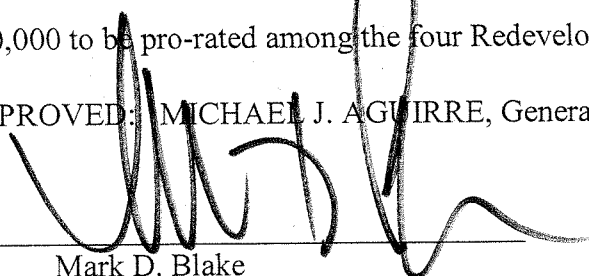
WHEREAS, the Agency expects to refinance some or all of the Credit Agreements in the future on a permanent basis with the proceeds of tax-exempt tax allocation bonds of the Agency to the extent proceeds of the Credit Agreements are used for redevelopment projects qualifying for tax-exempt financing under the Internal Revenue Code of 1986, as amended; NOW, THEREFORE,

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

1. That the City Attorney is authorized to enter into an agreement with Best Best & Kreiger to provide bond counsel services related to the Bank Loans, as required by the Credit Agreements with San Diego National Bank; and D-04158 Agreement

2. That approval of this action constitutes authority for the expenditure of up to \$40,000 to be pro-rated among the four Redevelopment Projects for this purpose.

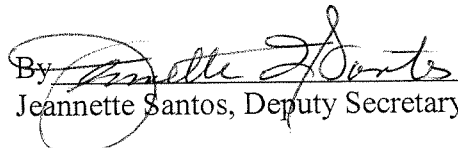
APPROVED: MICHAEL J. AGUIRRE, General Counsel

By 
Mark D. Blake
Chief Deputy General Counsel

MDB:jdf
06/15/07
Or.Dept:RDA
RA-2007-120

I hereby certify that the foregoing Resolution was passed by the Redevelopment Agency of the City of San Diego, at its meeting of JUN 26 2007

REDEVELOPMENT AGENCY

By 
Jeannette Santos, Deputy Secretary

Approved: 6-28-07
(date)


JERRY SANDERS, Executive Director

Vetoed: _____
(date)

JERRY SANDERS, Executive Director

JUN 26 2007

Passed by the Redevelopment Agency of The City of San Diego on _____, by the following vote:

| Agency Members | Yeas | Nays | Not Present | Ineligible |
|-------------------|-------------------------------------|-------------------------------------|-------------------------------------|--------------------------|
| Scott Peters | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| Kevin Faulconer | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| Toni Atkins | <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| Anthony Young | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| Brian Maienschein | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| Donna Frye | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| Jim Madaffer | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| Ben Hueso | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |

Date of final passage JUN 28 2007

AUTHENTICATED BY:

JERRY SANDERS

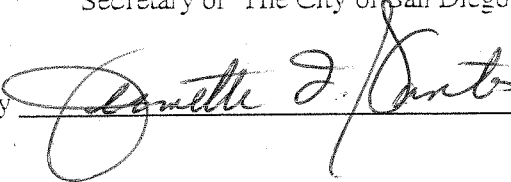
Executive Director of The City of San Diego, California.

ELIZABETH S. MALAND

Secretary of The City of San Diego, California.

(Seal)

By



Deputy

Office of the Redevelopment Agency, San Diego, California.

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