

(R-86-1704)

RESOLUTION NUMBER R- 265612

ADOPTED ON MAY 5 1986

WHEREAS, the Local Development Corporation (LDC) was formed in 1979 for the purpose of assisting small and medium sized businesses in the City of San Diego; and

WHEREAS, in 1982, with the advent of the Small Business Administration (SBA) 503 real estate program, the LDC expanded its operations by obtaining SBA certification and began packaging 503 loans; and

WHEREAS, the LDC operations have been primarily financed by the City's allocation of Community Development Block Grant (CDBG) funds; and

WHEREAS, the City has provided the LDC an average of \$350,000 per year for its operations; and

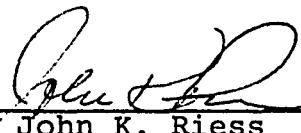
WHEREAS, since the 503 program has been in place, the LDC has generated program income by charging fees for packaging 503 loans and by the receipt of fees for servicing outstanding 503 loans; and

WHEREAS, in the four years that program income has been generated, over \$485,000 has been earned, returned to the City, and reprogrammed in the City's CDBG program; and

WHEREAS, the City received \$200,000 in FY'85 and based on this figure, it is expected that \$250,000 will be generated between now and June, 1987; NOW, THEREFORE,

BE IT RESOLVED, by the Council of The City of San Diego, that the City Manager be and he is hereby authorized to negotiate a first amendment to the Agreement with San Diego Local Development Corporation to allow the organization's retention of program income to assist in financing its operations.

APPROVED: John W. Witt, City Attorney

By 

John K. Riess
Deputy City Attorney

JKR:mem
03/14/86
Or.Dept:Prop.
R-86-1704
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R-265612

Passed and adopted by the Council of The City of San Diego on MAY 5 1986,
by the following vote:

Councilmen	Yeas	Nays	Not Present	Ineligible
Abbe Wolfsheimer	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Bill Cleator	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Gloria McColl	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
William Jones	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Ed Struiksma	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Mike Gotch	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Judy McCarty	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Uvaldo Martinez	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Mayor	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/> VACANT

AUTHENTICATED BY:

ED STRUIKSMA
Deputy Mayor of The City of San Diego, California.

(Seal)

CHARLES G. ABDELNOUR
City Clerk of The City of San Diego, California.

By Ellen Bovard, Deputy.

Office of the City Clerk, San Diego, California

Resolution Number R-265612 Adopted MAY 5 1986

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