

(R-92-2049)

RESOLUTION NUMBER R- **280323**  
ADOPTED ON JUL 13 1992

WHEREAS, the City of San Diego contains certain areas in which businesses have historically been unable to secure business loans as readily as businesses in other parts of the City; and

WHEREAS, these areas include the following 23 census tracts: 25.02, 30.01, 30.02, 31.01, 31.02, 33, 34.01, 34.02, 35, 36, 39, 40, 41, 45, 46, 47, 48, 49, 50, 51, 52, 53, and 54; and

WHEREAS, the above 23 census tracts correspond to the area encompassed by the Southeast/Barrio Logan Enterprise Zone plus the Southeast Economic Development Corporation's area of influence, and contains a disproportionate number of minority-owned businesses; and

WHEREAS, the above 23 census tracts meet the U.S. Department of Commerce, Economic Development Administration, criteria as a "pocket of distress," and, furthermore, the Economic Development Administration gives priority in funding to designated Enterprise Zones; and

WHEREAS, the U.S. Department of Commerce, Economic Development Administration, has invited The City of San Diego to submit a joint application with the Southeast Economic Development Corporation for a grant in the amount of Four Hundred Thousand Dollars (\$400,000) to capitalize a revolving loan fund; and

WHEREAS, the U.S. Department of Commerce, Economic Development Administration, requires that its loan funds be matched at a ratio of no less than two to one; and

WHEREAS, the Southeast Economic Development Corporation has initiated a revolving loan project for small businesses in its area of influence funded by Community Development Block Grant funds, and federal regulations permit these funds to be used as a local match for other federal grants; NOW, THEREFORE,

BE IT RESOLVED, by the Council of The City of San Diego, as follows:

1. That the City Manager is hereby authorized and directed to file an application, on behalf of The City of San Diego and the Southeast Economic Development Corporation, with the U.S. Department of Commerce, Economic Development Administration, for a grant in the amount of Four Hundred Thousand Dollars (\$400,000) to capitalize a revolving loan fund to assist businesses in the above 23 census tracts, and to include with the application a Letter of Commitment accepting responsibility for the grant's administration in the event that the Southeast Economic Development Corporation becomes unable to perform as described herein, the form of which application, with Letter of Commitment, are on file in the office of the City Clerk as Document No. RR- 280323 - 1

2. That, subject to the approval of the above grant application, the City Manager is authorized to accept the grant on behalf of The City of San Diego and to sign a grant agreement

between the U.S. Department of Commerce, Economic Development Administration, and The City of San Diego, under the terms and conditions of the form of grant agreement on file in the office of the City Clerk as Document No. RR- 280323. -2

3. That, subject to the approval of the above grant application, the Auditor is authorized to establish a revolving loan fund with the grant funds, to be effective upon the signing a grant agreement between the U.S. Department of Commerce, Economic Development Administration, and The City of San Diego.

4. That, subject to the approval of the above grant application, the Auditor is authorized to transfer Two Hundred Thousand Dollars (\$200,000) of 1990 Community Development Block Grant funds budgeted for the Southeast Economic Development Corporation's Revolving Loan Program (Fund No. 18526, Dept. No. 5895, Org. No. 9503, J.O. No. 009503) to a Community Development Block Grant revolving loan fund which will constitute the required local match to the Economic Development Administration funds, and to apply to the local match funds the same loan requirements as will be applied to the Economic Development Administration funds.

5. That, subject to the approval of the above grant application, the City Manager is authorized to execute a Memorandum of Agreement with the Southeast Economic Development Corporation, under the authority granted it in paragraph (q) of the "Operating Agreement Between The City of San Diego and the

Southeast Economic Development Corporation" (Document No. RR-253753, March 9, 1981), in which the City delegates to the Corporation, and the Corporation accepts responsibility, to administer, market and package applications for the Economic Development Administration and Community Development Block Grant revolving loan funds, the form of which Memorandum of Agreement is on file in the office of the City Clerk as Document No. RR- 280323 <sup>-3</sup>.

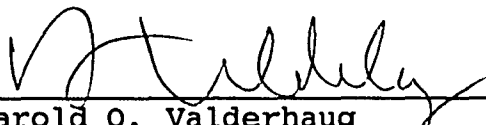
6. That, subject to the approval of the above grant application, the City Manager and the President of Southeast Economic Development Corporation are authorized to execute an amendment to the "Agreement for Consulting Services with the California Southern Small Business Development Corporation," as authorized by Resolution R-278826 (October 8, 1991), and an amendment to the "Trust Agreement with the California Southern Small Business Development Corporation," as authorized by Resolution R-278828 (October 8, 1991), so that each agreement as amended incorporates the Economic Development Administration revolving loan funds.

7. That, subject to the approval of the above grant application, the Economic Development Administration and Community Development Block Grant revolving loan funds shall have the following limitations, in addition to those which may be required by Economic Development Administration and Community Development Block Grant regulations: unless otherwise authorized by resolution of the Council of The City of San Diego, the maximum loan amount shall be Fifty Thousand Dollars (\$50,000),

and the loan portfolio shall be managed so that no less than 50% of the loans in value go to businesses in the Southeast Economic Development Corporation's area of influence.

8. That, subject to the approval of the above grant application, the Southeast Economic Development Corporation is authorized to expend an amount not to exceed Fifty Thousand Dollars (\$50,000) of Community Development Block Grant funds (Fund No. 18526, Dept. No. 5895, Org. No. 9503, J.O. No. 000001) to administer, market and package loan applications for the Economic Development Administration and Community Development Block Grant revolving loan funds.

APPROVED: JOHN W. WITT, City Attorney

By   
Harold O. Valderhaug  
Deputy City Attorney

HOV:lc:ps  
06/22/92  
Or.Dept:Mgr.  
Aud.Cert: 9201025/9201026  
R-92-2049  
Form=r-t

The City of San Diego  
**CERTIFICATE OF CITY AUDITOR AND COMPTROLLER**

**CERTIFICATE OF UNALLOTTED BALANCE** AC 9201025

ORIGINATING DEPT. NO.: 070

I HEREBY CERTIFY that the money required for the allotment of funds for the purpose set forth in the foregoing resolution is available in the Treasury, or is anticipated to come into the Treasury, and is otherwise unallotted.

Amount \$ \_\_\_\_\_ Fund \_\_\_\_\_

Purpose \_\_\_\_\_

Date \_\_\_\_\_ By: \_\_\_\_\_

AUDITOR AND COMPTROLLER'S DEPARTMENT

ACCOUNTING DATA										
ACCTG. LINE	CY PY	FUND	DEPT	ORG.	ACCOUNT	JOB ORDER	OPERATION ACCOUNT	BENF/EQUIP	FACILITY	AMOUNT
TOTAL AMOUNT										

FUND OVERRIDE

**CERTIFICATION OF UNENCUMBERED BALANCE**

I HEREBY CERTIFY that the indebtedness and obligation to be incurred by the contract or agreement authorized by the hereto attached resolution, can be incurred without the violation of any of the provisions of the Charter of the City of San Diego; and I do hereby further certify, in conformity with the requirements of the Charter of the City of San Diego, that sufficient moneys have been appropriated for the purpose of said contract, that sufficient moneys to meet the obligations of said contract are actually in the Treasury, or are anticipated to come into the Treasury, to the credit of the appropriation from which the same are to be drawn, and that the said money now actually in the Treasury, together with the moneys anticipated to come into the Treasury, to the credit of said appropriation, are otherwise unencumbered.

Not to Exceed \$ 31,200.00

Vendor California Southern Small Business Development Corporation

Purpose To authorize the expenditure of funds to assist in the administration of the Economic

Development Administration Grant for the Revolving Loan Fund.

Date JUNE 25, 1992 By: *Cecilia San Pedro*

AUDITOR AND COMPTROLLER'S DEPARTMENT

ACCOUNTING DATA										
ACCTG. LINE	CY PY	FUND	DEPT	ORG.	ACCOUNT	JOB ORDER	OPERATION ACCOUNT	BENF/EQUIP	FACILITY	AMOUNT
1	0	18527	4015	1502	4222	001502				\$31,200.00
TOTAL AMOUNT										\$31,200.00

FUND OVERRIDE

AC-361 (REV 2-92)

Contingent upon EDA approval of the grant application and receiving the grant funds.

AC 9201025

*R* 280323

JUL 13 1992

The City of San Diego  
**CERTIFICATE OF CITY AUDITOR AND COMPTROLLER**

**CERTIFICATE OF UNALLOTTED BALANCE** AC 9201026

ORIGINATING DEPT. NO.: 070

I HEREBY CERTIFY that the money required for the allotment of funds for the purpose set forth in the foregoing resolution is available in the Treasury, or is anticipated to come into the Treasury, and is otherwise unallotted.

Amount \$ 250,000.00 Fund 18526

Purpose To authorize the expenditure of funds for the application to Economic Development

Administration for a Revolving Loan Grant.

Date June 25, 1992

By: Cecilia San Pedro

AUDITOR AND COMPTROLLER'S DEPARTMENT

ACCOUNTING DATA										
ACCTG. LINE	CY PY	FUND	DEPT	ORG.	ACCOUNT	JOB ORDER	OPERATION ACCOUNT	BENF/ EQUIP	FACILITY	AMOUNT
1	0	18526	5895	9503	4222	009503				\$200,000.00
2	0	18526	5895	9503	4279	000001				50,000.00
TOTAL AMOUNT										\$250,000.00

FUND OVERRIDE

**CERTIFICATION OF UNENCUMBERED BALANCE**

I HEREBY CERTIFY that the indebtedness and obligation to be incurred by the contract or agreement authorized by the hereto attached resolution, can be incurred without the violation of any of the provisions of the Charter of the City of San Diego; and I do hereby further certify, in conformity with the requirements of the Charter of the City of San Diego, that sufficient moneys have been appropriated for the purpose of said contract, that sufficient moneys to meet the obligations of said contract are actually in the Treasury, or are anticipated to come into the Treasury, to the credit of the appropriation from which the same are to be drawn, and that the said money now actually in the Treasury, together with the moneys anticipated to come into the Treasury, to the credit of said appropriation, are otherwise unencumbered.

Not to Exceed \$ \_\_\_\_\_

Vendor \_\_\_\_\_

Purpose \_\_\_\_\_

Date \_\_\_\_\_

By: \_\_\_\_\_

AUDITOR AND COMPTROLLER'S DEPARTMENT

ACCOUNTING DATA										
ACCTG. LINE	CY PY	FUND	DEPT	ORG.	ACCOUNT	JOB ORDER	OPERATION ACCOUNT	BENF/ EQUIP	FACILITY	AMOUNT
TOTAL AMOUNT										

FUND OVERRIDE

AC-361 (REV 2-92)

AC 9201026

*R-280323*

JUL 13 1992

Passed and adopted by the Council of The City of San Diego on.....  
by the following vote:

JUL 13 1992

JUL 13 1992

Council Members	Yeas	Nays	Not Present	Ineligible
Abbe Wolfsheimer	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Ron Roberts	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
John Hartley	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
George Stevens	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Tom Behr	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Valerie Stallings	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Judy McCarty	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Bob Filner	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Mayor Maureen O'Connor	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>

AUTHENTICATED BY:

(Seal)

MAUREEN O'CONNOR

Mayor of The City of San Diego, California.

CHARLES G. ABDELNOUR

City Clerk of The City of San Diego, California.

By *Mary Cepeda* Deputy.

Office of the City Clerk, San Diego, California

Resolution Number *280323* Adopted JUL 13 1992



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UNITED STATES  
SAN DIEGO, CA