

RESOLUTION NUMBER R- 291535

ADOPTED ON APR 26 1999

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO AUTHORIZING THE CITY MANAGER TO ADMINISTER PHASE TWO OF THE EMTEK FUND SMALL BUSINESS REVOLVING LOAN PROGRAM.

WHEREAS, the Council of The City of San Diego on July 27, 1993 approved an Economic Development Strategic Plan; and

WHEREAS, the Plan authorized the City Manager to pursue federal funding for and administer San Diego Adjustment Program activities including a small business loan revolving Seed Capital Fund, which funds were substantially fully committed during 1998; and

WHEREAS, the City Council on February 23, 1998, adopted a resolution authorizing the City Manager to pursue recapitalization of the EmTek Fund Program and committing \$125,000 to match \$125,000 of previously committed County of San Diego funds and directing the City Manager to pursue at least \$750,000 of additional funding from yet to be determined public and/or private sources towards a minimum \$1 million proposed total Phase Two recapitalization; and

WHEREAS, a consortium of banks have agreed to commit up to \$1.25 million of low interest rate recoverable grants to recapitalize Phase Two of the EmTek Fund Program and the Jacobs Center for Nonprofit Innovation has agreed to receive the banks' recoverable grants and provide a corresponding recoverable grant to the City; and

WHEREAS, given the continuing unmet capital need among smaller growth businesses and underserved communities in the San Diego region, it is in the public interest that the City

Council authorize the City Manager to administer Phase Two of the Program; NOW,
THEREFORE,


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

1. That it accepts City Manager's Report No. 99-87 and the City Manager, Assistant City Manager, or designee, is authorized to administer Phase Two of the EmTek Fund small business revolving loan program, including engaging in revenue-generating investing and lending activities and incurring expenses for related personnel costs, including engagement of a qualified Program Manager, and for non-personnel costs, as needed.


2. That the City Manager, Assistant City Manager, or designee, is authorized to accept and the City Auditor and Comptroller is authorized to expend a \$25,000 Bank of America operating support grant and such other future operating support grants as may be received for similar purposes.

3. That the City Manager, Assistant City Manager, or designee, is authorized to open and maintain such private financial institution accounts and engage such investment and lending activities as may be required under the Program.

APPROVED: CASEY GWINN, City Attorney

By 
for Douglas K. Humphreys
Deputy City Attorney

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