

RESOLUTION NUMBER R- 291980

ADOPTED ON JUL 26 1999

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO APPROVING APPLICATION TO THE UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT [HUD] FOR AN ECONOMIC DEVELOPMENT INITIATIVE [EDI] GRANT AND FOR A SECTION 108 LOAN TO FUND PROPERTY ACQUISITION AND RELOCATION COSTS FOR THE REGIONAL TRANSPORTATION CENTER PROJECT.

WHEREAS, The City of San Diego, in order to acquire property, is desirous of applying for an Economic Development Initiative [EDI] grant and for Department of Housing and Urban Development [HUD] Section 108 loan funds to finance acquisition and relocation activities of the Regional Transportation Center Project; and

WHEREAS, the Redevelopment Agency of The City of San Diego [the Agency] has entered into an Exclusive Negotiating Agreement with RTC-1, a limited liability corporation [Developer], for the development of the Regional Transportation Center Project [Project]; and

WHEREAS, the Agency anticipates entering into a Disposition and Development Agreement [DDA] with Developer for the development of the Project; and

WHEREAS, if a DDA is entered into, the Agency will need to acquire property and relocate occupants as part of its obligations under the DDA; and

WHEREAS, the EDI grant must be accompanied by a request for a new HUD Section 108 loan guarantee assistance and both must be used in conjunction with the same economic development project; and

WHEREAS, the City has carefully analyzed all potential sources of funds and has concluded that, at the present time, the only feasible method of financing and land acquisition activities is through the aforementioned EDI and loan funds; and


WHEREAS, it is anticipated that the Section 108 loan will be repaid annually by Developer from Project proceeds and the payment will be guaranteed by the Pearson Ford Company and by Community Development Block Grant [CDBG] funds received by the City; NOW, THEREFORE,

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

1. That the City Manager, or designee, is authorized and empowered, for and on behalf of the City, to apply for the Economic Development Initiative grant and Section 108 loan guarantee.
2. That the City Manager, or designee, is authorized and empowered to execute all documents, including applications, contracts, agreements, and amendments thereto, necessary to implement and carry out the purposes of the Economic Development Initiative.
3. That, if a DDA between the Developer and the Agency is approved, the City Manager, or designee, is authorized to accept and expend funds from the Economic Development Initiative grant and Section 108 loan, if awarded, to carry out and administer the City obligations,

responsibilities, and duties under the terms of the loan agreement and subsequent agreements between the Agency and RTC-1.

APPROVED: CASEY GWINN, City Attorney

By   
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Douglas K. Humphreys  
Deputy City Attorney

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Or. Dept. Eco. Dev. & Comm. Svcs.  
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