RESOLUTION NUMBER R- **298696**

ADOPTED ON ·**DEC. 0 8 2003**

BE IT RESOLVED, by the Council of the City of San Diego, that the City Manager, or

his designee, is hereby authorized to apply to HUD for a Section 108 loan not to exceed

$280,000 for supplies and materials related to the construction of Camp Hope and to set forth the

legal authority and certifications necessary for such an application.

BE IT FURTHER RESOLVED, that the City Manager is authorized to accept such

funds; to expend such funds contingent upon receipt of an Auditor's Certificate to do so; to

conduct all negotiations related to the loan; and to execute and submit all documents related to
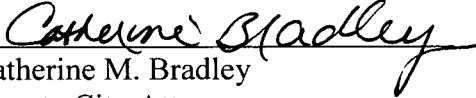
the processing of such a loan.

BE IT FURTHER RESOLVED, that the City Manager is authorized to use Council

District 1, 3, and 8 Community Development Block Grant (CDBG) annual allocations for 10

years as the source of repayment of the HUD Section 108 loan as follows: District 1, $10,000 per

year; District 3, $10,000 per year; and District 8, $15,000 per year beginning in FY 2005.

BE IT FURTHER RESOLVED, that the City Manager is authorized to amend the CDBG

2004 Action Plan to reflect the use of HUD Section 108 loan funds for the Camp Hope project.

BE IT FURTHER RESOLVED, that the City Manager is authorized to pledge the City's

annual CDBG entitlement grants as additional security for the repayment of the loan.

BE IT FURTHER RESOLVED, that the City Manager is authorized to pledge up to $350,000 of the final year of CDBG funding as collateral for the HUD 108 loan, in the event of future elimination of the CDBG program by Congress; negotiate with HUD to substitute this pledge by encumbering the improvements planned for Camp Hope when such improvements have been completed, or with other suitable collateral as may be negotiated by the City Manager to satisfy the collateral requirements for the HUD 108 loan for the Camp Hope project.

APPROVED: CASEY GWINN, City Attorney

By _____
    Catherine M. Bradley
    Deputy City Attorney

CMB:jab
11/25/2003
Or.Dept: Atty
R-2004-612

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