

REDEVELOPMENT SUCCESSOR AGENCY OF THE CITY OF HEALDSBURG

RESOLUTION NO. RSA3-2015

RESOLUTION OF THE BOARD OF THE REDEVELOPMENT
SUCCESSOR AGENCY OF THE CITY OF HEALDSBURG
APPROVING A LOAN REPAYMENT AGREEMENT
BETWEEN THE CITY OF HEALDSBURG AND THE
REDEVELOPMENT SUCCESSOR AGENCY OF THE CITY OF
HEALDSBURG

WHEREAS, on June 29, 2011, the legislature of the State of California (the "State") adopted Assembly Bill x1 26 ("AB 26"), which amended provisions of the Redevelopment Law; and

WHEREAS, on March 2, 2009, the Council adopted a resolution approving a loan agreement with the former Redevelopment Agency of the City of Healdsburg in the amount of \$2,395,000 to cover the cost of an upgrade to the Badger Substation; and

WHEREAS, on June 16, 2008, the Council adopted a resolution approving a loan agreement with the former Redevelopment Agency of the City of Healdsburg in the amount of \$2,100,000 to cover the cost of a long-term lease with the Healdsburg Unified School District for the use of Foss Creek School; and

WHEREAS, on January 30, 2012, the Board of the former Redevelopment Agency of the City of Healdsburg adopted a resolution forgiving the two loans between the City of Healdsburg and the former Redevelopment Agency of the City of Healdsburg; and

WHEREAS, the State Controller's Office (SCO) reviewed the asset transfers made by the Healdsburg Redevelopment Agency (RDA) after January 1, 2011; and

WHEREAS, in a report dated March 2015 prepared by the SCO, the SCO found the forgiven loans to be unallowed transfers, and has ordered the City to transfer \$4,495,000 to the Successor Agency to the Redevelopment Agency of the City of Healdsburg (the "Successor Agency"); and

WHEREAS, the City does not have sufficient funds available to transfer the amount of \$4,495,000 to the Successor Agency; and

WHEREAS, the Successor Agency and the City have negotiated a repayment agreement to effect a payment plan for the transfer of \$4,495,000 to the Successor Agency with a 20 year payback period and 0.25% interest.

NOW, THEREFORE, BE IT RESOLVED that the Board of the Redevelopment Successor Agency of the City of Healdsburg hereby approves Exhibit A, the attached Loan Repayment Agreement between the City of Healdsburg and the Successor Agency, with such revisions approved by the City Attorney which do not materially or substantially increase the

Successor Agency's obligation thereunder, and the Executive Director is authorized and directed to execute said Loan Agreement, following approval thereof by the Oversight Board for the Successor Agency.

PASSED, APPROVED, AND ADOPTED by the Board of the Redevelopment Successor Agency of the City of Healdsburg, County of Sonoma, State of California, this 6th day of July 2015, by the following vote:

AYES: Board Members: (5) Chambers, Mansell, Plass, Ziedrich and Chairperson McCaffery

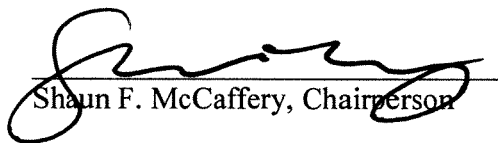
NOES: Board Members: (0) None

ABSENT: Board Members: (0) None

ABSTAINING: Board Members: (0) None

SO ORDERED:

ATTEST:


Shaun F. McCaffery, Chairperson


Maria Curiel, Agency Secretary

I, MARIA CURIEL, Secretary to the Successor Agency to the Redevelopment Agency of the City of Healdsburg, do hereby certify that the foregoing is a full, true, and correct copy of Resolution No. RSA3-2015 duly adopted by the Successor Agency at a regular meeting held on the 6th day of July, 2015.


Maria Curiel, Agency Secretary